



#### Editorial

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No change in wave and no change in Nifty targets. Mid caps will rise. Some are rising before results and rest will after results. PCJ rose from Rs 70 to 120 in nonstop action. We have no coverage but generated a buy call based on buying information. Stock gave more than 50% returns in less than 30 days. We know there is a buying interest in WOCKHARDT AHOK LEYLAND TATA MOTORS TISCO and SAIL. These stocks will give good returns. Also have a look at PURVANKARA where we are pretty sure of buying. Any time any day stock will double. Mannapuram was another stock which recovered from the mid cap shock. Many stocks like DLF JAIN Century are yet to recover. Watch results of banks which will fill the vacuums of banks stock prices post peak rates and current rates.

Sudarshan chemicals is on buy radar due to CHINA event. We suggest VIPUL ORGANICS as stock is ready to blaze once go out of trade to trade. MGT confirmed that they are benefited. CMD is in CHINA to take stock of latest situation. Germany has given more orders as CHINA supply is stopped. It could be golden period. Many may feel it could be temporary fill up for the co but this is a strategic advantage as CHINA situation is unlikely to improve for next 2 years at least.

Graphite story will be repeated in chemicals though analysts may take time to understand. We are again ahead of times even in this case and suggest you should take advantage. Having 1000 share of VIPUL ORGANICS in your portfolio could give a huge returns.

This is a short settlement of 3 days. Wed we have holiday and Thursday we have expiry. I feel Nifty will cross 11830 in this settlement and try to cross 12000 in APRIL settlement. We should see 12300 before election results are announced. From there either 13000 or 11000 will happen based on result

#### Change of the week

	20-April-18	Rise /Gain
Sensex	39140	547 ↑
Nifty	11752	150 ↑

#### Net Investments ( ` Cr)

	FII	DII
15-April-19	385.8	581.3
16-April-19	1038.5	37.2
18-April-19	1038.6	(337.5)
<b>Total</b>	<b>2461</b>	<b>280</b>

#### Turnover ( ` Cr)

	FII	DII	
<b>18-April-18</b>	<b>31,000</b>	<b>18,774</b>	<b>49,774</b>

18-Apr-18	Advances	Declines	Ratio
BSE	870	1701	1.95

Kesoram is another Century into making. Stock at near all time low where you cannot lose money. With a size of 4000 crs sales/revenue Rs 71 is really a price not warranted. At 150 USD per ton EV cement valuations of 73 mn tons itself is Rs 8000 crs and even if you minus the entire debt of rs 4000 crs then also Rs 4000 crs becomes the residual value. Then why the share price kept low..? Remind your memory why Century was lying at Rs 250 ..? Century and Kesoram are both same management which is not respected by market yet the size of the business has to be respected.

Though management has clarified that Rs 1500 crs debt will be moved to TYRE which will get separate listing which means TYRE has minimum value of Rs 2000 crs. And even if we take zero value for tyre net of debt what remains is Rs 5500 crs cement. Now at Rs 993 crs stock is trading..? Why..?

Promoters why did they buy 52.5 lac shares at Rs 175..?

The Annual report 2018 talks about strategic partner in tyre post de merger and consolidation in cement why...?

Is it a hint of K M Birla taking reins from B K..? Yes it is the story of the day as B K at 95 no more willing to continue and the de merger is pre cursor to merge cement into ULTRATECH. We were the first to break CENTURY story in whole INDIA and now we will be first to break KESORAM story.

Now the timings...? Wait for NCLT order in 3 months and then TYRE will get listed on NSE and after that cement will go to UTRATECH and valuation ... get it done from a well know merchant banker or analysts to understand it better.

In any case stock is managed to keep below 200 DMA at 73.5 above which stock has to see major buying come what it may.

In short KESORAM with no major downside could be a lottery if you understand and if no then better buy PCJ at 133 and enjoy the bull run.

Nifty target 13000 is now coming from few quarters which could indicate that market is overbought. But I do not see positions and f and o. In fact yesterday saw a fund manager posting link in face book where satta bazaar is betting on 350 NDA which I do not buy as of now. I am firm with 290 to 328 seat as per my calculations and will stick with that.

Tom I expect expiry at 11830 and market should travel towards 12000 before 25th APRIL 2019. In may 2019 market will factor in more scrutinised positions for results.

Till that time earnings will govern. Someone raised ICICI bank target to 492 today and I had the last laugh. When I was on it Rs 260 there were no takers. Thus even in KESORAM today you will laugh it me and I will wait for some buy reports at rs 120 130 and I will laugh then.

5 Top Gainers			
Stock	20-04-2019	15-03-2019	% Gain
PC JEWEL	145.2	111.9	29.7
ADANI GREEN	45.0	36.9	22.0
DEEPAK FERL	159.15	137.3	15.9
MINDA IND	388.8	338.7	14.7
TATA MOTORS	235.9	215.8	9.29

5 Top Losers			
Stock	20-04-2019	15-03-2019	% Loss
JET AIRWAYS	163.9	260.4	37.0
REL CAPITAL	151.7	183.6	17.35
REL POWER	8.20	9.51	13.7
REL COM	2.2	2.55	13.73
TV 18	34.5	38.5	10.39

Top 5 Picks By CNI 'A' Group
Company
SBI
TATA STEEL
TATA ELEXI
BAJAJ AUTO
REL

Top 5 Picks By CNI 'B' Group
Company
KESORAM
MULTI BASE
ACRYSIL
RDB RASAYAN
CMI CABLE

Nifty crossed 11850 new high. Bank Nifty lot of steam still left see our special report in R I section. DCB Bank set to see all time high. ICICI Axis Kotak and Indus Ind will more for Bank nifty whereas KTK Bank will rise for expected deal.

Kesoram is undervalued play whereas PURVANKRA is a great real estate undervalued story.

I think Nifty will test 12300 before elections for sure. After elections will test 13000 before correction sets in. Midcap will be theme now. Some mid caps recovered some will rise very fast. Next 50 days only mid caps.

Today is expiry and it has to be between 11800 and 11900. Even a small drop will give a feel that all is over whereas the fact which cannot ignore is Rs 61000 crs buying from FEB 1 till 16th APRIL only in equity by the FPI. They are not fools.

Add NUTRAPLUS as you cannot even think to build one plant at Rs 65 crs which is the current market cap. Over a period this stock has to be valued at Rs 250 crs minimum.

Enjoy....

## Global Story

This was a very small week of trading; particularly for the weekly Nifty expiry. Nifty after testing new high mildly corrected thanks to the weekly expiry. At the same time DOW hit a new high. FPI flows touched a high of Rs 62251 in equity alone in less than 75 days of 2019. Jan month was negative Rs 4262 crs whereas FEB, MARCH and APRIL saw Rs 66513 crs positive. Why are we talking about FPI again... ..? Has it some relevance to market at this point in time..?

Yes, we believe. Yesterday we spoke to at least 179 big investors and traders to find out the market mood. None was interested in making new investment and very cautious till the outcome of election results which is likely to be announced on 23rd MAY. At the same time, many have received brokers personal calls to reduce positions, if any. Same reaction was seen in most of retail investors where we at CNI is connected.

Undoubtedly the brokers warning is in tradition with the rumours spread ahead of expiry. Wed's correction too was in line with the anticipated correction of rolls. Even after silent expiry of WED, there left only 4 sessions for the monthly expiry as the penultimate day is on 25th APRIL 19. Therefore we do not find any unusual sounding in brokers warning of even in WED's small correction.

Now coming back to F and O data, the Nifty OI in the APRIL series is just at 1.58 cr shares which normally were around 2.7 crs shares. In MAY series so far only 2.73 lac shares OI is seen. Now you have tell us how would the interested party roll over the positions if there is no volatility...? If he buys straight away MAY Nifty futures the premium will rise further which is already trailing at all time high. Even a small correction means squaring off longs and building new shorts and that is what required if the fresh positions are to be built. Smaller the positions smaller is the volatility and smaller is the portion of rollover but the cost of rollover was extra ordinary till WED. The deference in MAY Nifty and APRIL Nifty was almost 95 points which is highest we have seen so far.

Since only 120/130 lac shares need to be rolled over ( 40 lacs may auto expire ), this can be done in even 2 days as we have seen in the past 60 to 80 lacs can be easily rolled over.

When the minds are extremely cautious then even small warning make them believe and react hence the brokers warning could work as another ghost for the investors and traders.

We feel otherwise. Look at FPI buying. It is continued every day and has reached Rs 62250 crs which is very high by any stretch of imagination. FPI does not buy without making proper homework. FPI buying is seen across the board in all EM's though INDIA allocation seems little high. We reiterate the PFI buying will continue for the whole calendar year and will easily cross Rs 1 lacs crores which will be historical high. Therefore expecting market will correct is beyond our understanding.

Alternatively Nifty PE consolidated is at 21.44 and hence is really not over valued to think that market will correct.

Third criteria is the bull run is still not broad based as retail participation is missing. Since the FPI buying is in ETF, only indices based stocks are rising. Unless there is a broad based rally expecting correction is idiotic. Retail, DII and HNI's have got exit and sitting on piles of cash and if market corrects they will get an opportunity to re enter at lower prices and make profits which is never theme of the Indian stock markets.

All these arguments goes in favour of further rally which may extent till next month. We see Nifty scaling to a high of 12300 before elections on the back of continued FPI buying.

What after election is the real question..?

First of all, we have to believe that FPI have done their homework well and major disappointment may come only if BJP fail to form Govt. The important question what would FPI do in this situation will hold the key. In our opinion market may fall by 7 to 8% max that too in knee jerk reaction before bouncing back. Therefore according to us breaking 11000 even in this situation will be really challenging.

In the second scenario if third front forms Govt then the situation will be really bad as it could be end of policy progression and we may head for a rude shock and in that case even 10000 is not ruled out. But life will return back after 3 to 6 months as such Govt may not last long.

Congress forming Govt on its own is ruled out. Hence we do not discuss the possibility.

Now if BJP forms the Govt , there are some segments talking about correction after knee jerk upside because they believe that the current rally has fully factored in BJP win. Well, here we feel that we should express our views. There may be correction after testing Nifty 13000 but surely we do not see Nifty coming to 11000. The Nifty 13000 will come of

course for 3 reasons first is heavy short covering, second is idle cash lying with investors will come in market heavily and FPI will infuse more money with directional gain so that their investment gives them good returns.

Yes after testing 13000 if some correction happen say 500 600 points in Nifty and then the normally starts for next couple of years nobody would mind that. This will be new BULL RUN towards Nifty 14000 and 15000 and without midcap participation this is impossible.

Thus our message to CNI investors is to remain calm and fully invested. Even if you try to exit around 13000, you will be in super profits. We reiterate, after 2 round of voting's, there is no change in our assessment of 290 to 328 seats to NDA.

## Global Indices

Country	Indices	Date	Index	Net Change	Change %
Hong Kong	Hang Seng	20/04	29,963.26	-161.42	-0.54
Singapore	Straits Times	20/04	3,347.58	-1.06	-0.03
United States	NASDAQ	20/04	7,998.06	+1.98	+0.02
United States	DJIA	20/04	26,559.54	+110.00	+0.42
United States	S&P 500	20/04	2,905.03	+4.58	+0.16
Japan	Nikkei 225	20/04	22,090.12	-187.85	-0.84
United Kingdom	FTSE 100	20/04	7,459.88	-11.44	-0.15
Malaysia	KLSE Composite	20/04	1,619.73	-1.17	-0.07
Indonesia	Jakarta Composite	20/04	6,507.22	+25.68	+0.40
Thailand	SET	20/04	1,675.00	+1.80	+0.11
France	CAC 40	20/04	5,580.38	+17.29	+0.31
Germany	DAX	20/04	12,222.39	+69.32	+0.57
Argentina	MerVal	20/04	32,036.78	-253.40	-0.78
Brazil	Bovespa	20/04	94,578.25	+1,293.50	+1.39
Mexico	IPC	20/04	45,525.29	+515.93	+1.15
Austria	ATX	20/04	3,301.38	+9.04	+0.27
Belgium	BEL-20	20/04	3,852.30	+5.48	+0.14
Netherlands	AEX General	20/04	569.61	+3.42	+0.60
Spain	Madrid General	20/04	965.34	+2.63	+0.27
Switzerland	Swiss Market	20/04	9,571.22	-25.38	-0.26
Australia	All Ordinaries	20/04	6,349.90	-0.35	-0.01
China	Shanghai Composite	20/04	3,250.20	-12.92	-0.40
Philippines	PSE Composite	20/04	7,835.15	+8.69	+0.11
Sri Lanka	All Share	20/04	5,606.35	+3.00	+0.05
Taiwan	Taiwan Weighted	20/04	10,962.02	-35.24	-0.32
East Israel	TA-100	20/04	1,460.06	-9.22	-0.63

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