

Editorial
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All exit poll did indicate that BJP will form Govt. Well many will not believe exit poll.

We at CNI was the only agency which gave exact calculations why BJP should get 273 on its own to form the Govt. None of the issues were touched by media and hence there was surprise for everyone. As far you all are concerned you too followed media instead of self belief and rationale shared by us. After knowing rationale self introspect could have taken you all to logical destinations.

Earlier I had Modi that many welfare schemes - LPG/Latrines/Rural housing/bank AC/farmer cash transfer had touched more than 40% populations personally by NAMO hence had build loyal vote bank.

Opposition is nowhere near him.

Now I reveal more facts to you. NAMO has prepared plans till 2024 about the roadmap of economy, things and the manner in which it has be carried out and the plans of funds raising. He was pretty sure about his win hence he had done all this well in time . He does not want to waste time in planning. You can check this from North bloc of you have contacts.

Now doors of 13000 are open and you must buy some midcaps and small caps to make your life easy.

CHEMICAL is my bet.

Change of the week

	25-May-19	Rise /Gain
Sensex	39434	1600 
Nifty	11844	450 

Net Investments (` Cr)

	FII	DII
20-05-2019	1606.8	(542.7)
21-05-2019	1560.4	(1090.3)
22-05-2019	(741.3)	(157.7)
23-05-2019	1352.2	(593.5)
24-05-2019	2026.3	(195.3)
Total	5803	(2578)

Turnover (` Cr)

	FII	DII	
24-May-19	59,870	47,889	1,07,759

24-May-19	Advances	Declines	Ratio
BSE	1833	699	2.62

BJP will be forming sure Govt and there will be certain efforts to eliminate many regional parties. NDA will be expanded by taking support from BJD and even BSP. BSP SP combine as expected by us may not get even 25 seats in UP and if that happens SP will be isolated and BSP will give support to NDA. This is not required for CENTER but MP and RAJSHTAHN where Govt can be toppled if BSP withdraws support.

BJP therefore has moved MP for asking NATH to prove majority on the floor. It all depends on BSP. Will it happen or face AIDMAK kind situation no one knows.

In the second term NAMO will be more middle class favouring and will give sops like pensions and uniform lower GST so that business community comes at ease. However, he may come harsh on GOLD and JEWELRY. He may remove the Rs 2 lacs limit and try and bring all Gold under regulations. This is the last resort of controlling black money.

The first Budget will be prudent and economic driven. We do not expect any changes in tax regime. There will be some leeway for farmers to keep the election promise. Also will be stress on exports and disinvestment. This may lift export based co's and PSU's hence the focus will shift to these sectors after 23rd MAY 19 till Budget.

Chemical sector will be give top priority as they will fill the vacuum created by CHINA in the global exports. This is the only sector which can replace the loss of AUTO sector hence FM will give more benefits to chemical sector in the coming Budget.

NAMO does not speak in air. Whatever statement he makes will have some sound belief and working behind it whether it was balakot attack or for that matter his confidence of BJP coming back to power. He is also smart enough to read the global situations very well and move very fast even before others understand. CHINA and US trade war is golden opportunity for INDIA. Having seen Indian re at 70 and CHINA depreciating the only way to sustain or increase exports is give exporters more benefit. Hence a 50% tax rebate can offset the rising rupee as far as cost is concerned. 17% rebate (50 pc of 35%) would mean 10 pc cheaper exports even after you adjust a 5% rate difference in currency. Indian exports will rise many fold if this happens.

Reliance has screwed all bears. It was always an INDEX management stock. When they wanted to allow Nifty to fall they made RIL crash from Rs 1435 to 1240 and reverse the case. We had generated a buy at 1246 as we believed Nifty will reverse. Many still are short trapped as on charts RIL had opened gap to Rs 921 and 99% trade on charts and hence RIL fired. Now RIL can cross 1450 in short covering alone.

One thing people fail to understand the logic of BULL market. Why CNI does not generate short calls...? BUY DIPS could be the only strategy of BULL market. This how

you could have made Rs 140 in RIL in no time by going long.

Now the time is there to pick some value stocks which trades below 10 PE... Which one you find out..

5 Top Gainers			
Stock	24-05-2019	20-05-2019	% Gain
ADANI ENTER	156.2	118.9	31.3
KEI IND	491.2	387.6	26.9
RPOWER	7.5	5.97	26.6
DILIP BUILDCON	615.4	492.8	24.8
JK CEMENT	1040.7	846.3	22.9

5 Top Losers			
Stock	24-05-2019	20-05-2019	% Loss
JUBILANT LIFE	515.2	596.2	13.5
ERIS LIFE	536	606.7	11.6
P&G HEALTH	3889.5	4342.5	10.4
TORRENT PHARMA	1527.5	1646.9	7.25
TECH MAH	736	787.1	6.5

Top 5 Picks By CNI 'A' Group
Company
REL
TATA MOTORS
ICICI BANK
BAJAJ AUTO
TATA POWER

Top 5 Picks By CNI 'B' Group
Company
ZYDUS WELLNESS
RDB RIL
ACRYSIL
RNIPPON
STAR

why did market rose 1400 points and why fell 400 points on the following day....

1400 points was assigned to short covering. We had reported that market is heavily oversold. Therefore short covering has to be with that kind of rally.

The next day fall was again engineered to get some shorts built. In our market everyone is KHAMOSH kind trader. They come at 9.15 with tight collar and without application of mind goes short every day. And why now shorts have given more money in last 16 months. Therefore their minds are corrupted and hence accept every wrong logics. In last 24 hours questions were raised on EVM and market started talking 210 to BJP. This all is planted.

We had gone by our calculations and not EXIT poll hence we still believe in our working. Now though shorts are getting built smart ones have bought heavy calls more than Rs 2000 crs and hence I believe that market will blast even tomorrow.

If by chance media plays a wrong tune and show congress winning in the initial stage then you must go long if market goes down by 700 800 points. Either Nifty Bank Nifty should be kept in mind or Index pullers such as RIL SBI TCS INFY etc should be kept in mind as per your choice.

IF SBI holds 330 for some time say 10 days then 500 is on card. SBI is my favourite stock you all know. RIL Century are other 2 hot favourites.

Yet my focus for multi bagger will be only on CHEMICALS. I still hold CAMPHOR in my personal account. Now which co will become CAMPHOR you can easily find out. If not you can ask for the research report. We sell reports at Rs 11000 plus GST if reports is from the released reports. If a fresh report is required we can do for fees which we are doing for many FPI's.

Ultimately spending some money is always better to get a better understanding if you are investing in lacs and crores.

Nifty my target 12200 12300 then 13000 is intact. Let us wait and watch to celebrate cake cutting in Dec 2019 for 13000.

We had predicted 273 BJP alone based on our working and research. No one believed because they relied on media and applied their mind on media thinking.

We have our own thinking.

BJP winner and will form Govt.

We are now working on white paper where NAMO will be working for second innings because this will give us idea where to invest next.

We have issued a report on what could be the road map for 2024.

Reforms will be the key to success and as of now if we look at the functioning of Narendra Modi he could be again strong contender for 2024 for next 5 years.

You have lost everything in last 15 months what you gained over early 4 years. Now do not lose this opportunity. This will be the GOLDEN period of INDIA where I see Nifty crossing 23000 in next 5 years. If you cannot make money then please go out of equity for Gods' sake.

No one can make money in trading. What was earned before 23rd May was lost on 23rd May.

Please pick right stocks at right price and at right time. If lose any of the right then your wealth making will be difficult. Follow certain rules...

Avoid businesses where cash is involved. Promoters will remove cash at will without your knowledge.

Avoid businesses where there are boundaries of growth.

Avoid operator based high volume stocks like JET, VAKRANGEE, DHFL and so on where chances of getting stuck are very high.

Avoid stocks where FII holding is much higher than promoter. If FII can make then FII can break it .

Invest in safe sectors, at fair valuations, ownership pattern matters, promoters serious about business and not stock market games etc which will give good returns to you.

In many stocks prices are controlled. You must look which stock has not fallen in last 15 months could be the best stock for investment.

Banking INFRA specific could be next theme of investment from new Govt point of view whereas chemical will remain from growth point of view.

Global Story

It was only CNI which had given 273 plus for BJP and 328 for NDA and we proved once again right like 2009 and 2014. Those who know us can recall their memory we had predicted upper circuit to Nifty in 2009 on CONGRESS win and Nifty 7500 nonstop target on election result day on BJP win. Even that time in entire INDIA we had given 273 seats to BJP standalone whereas media had given max of 212. We are not brokers and our research is independent of market.

We covered 23 states and countless villages to take the feel on ground. At the same time we were constant touch with media people and were really surprised with the amount of confusion among the journalist. They found difficult to assess the situation whereas CNI was too much on the ground. EXCEPT TAMILNADU all the calculations were bang on target particularly UP, RAJASTHAN and West BENGAL.

To sum up on the NAMO win we just reiterate the factors which we considered whereas others were not in a position to judge.....

Muslim votes in UP and West Bengal turned in favors of BJP thanks to triple talaq and HAJ issue.

RURAL INDIA, the weak ground of BJP, turned in favour, thanks to CONGRESS and OPPOSITION attack on MILITARY which is the lifeline of RURAL INDIA. Insult of military in any form cannot be tolerated by their own community which belongs to rural INDIA.

Fraud on farmers in MP and RAJ in loan waiver too worked in favour of BJP. Cast mechanism of RAJASTHAN was not in favour of GEHLOT whereas the people of RAJ was against Madam not MODI. This clicked in BJP favour.

Master stroke of 10% reservation and 100% rise in tax slab has won the hearts of middleclass which is almost 32% of the population.

RSS membership drive was the key to success in West Bengal whereas cheap and dirty politics by KEJRIWAL and CHANDRA BABU gone against the wind.

RAHUL GANDHI himself set very low standards for level playing with a stalwart like Narendra Modi which has given enough ammunition to its 3 musketeers who were fighting each other and were in the race to prove who's standard is the lowest. In fact, it looked like that these 3 musketeers were the field officers of BJP but under cover as star campaigners of Congress.

When SP Congress combine failed in 2014 the question of SP BSP getting success was out of question. We did a right maths by projecting 56 seats to BJP though they got 64 in UP.

Finally RAFEL issue was blown out of proportion, attack on SC was unwarranted, attack on EVM was uncalled for, attack on the EC was the least expected. Though this looks a strategy for them, for public it was mass outcry and created a platform against the CONGRESS.

In short elections are won by strong presentation on what you are going to do not on counting the failures of the other party. People will always give you a chance if they like your approach, capability, and road map. Filmy drama and flimsy grounds never help but damage your reputation for sure. This is what happened in the current situation. Many unknown faces from BJP got elected only because of MODI whereas many stalwarts from CONGRESS rejected only for wrong approach of Shri RAHUL GANDHI.

We have released a white paper which we believe will be the road map of 2024.

Now coming back to market 12000 and 40000 was the order of the day and BSE had to cut the cake and it did. Market corrected immediately thereafter which was probably sensed by us hence we did not give any buy calls in the euphoria. We saw a biggest drop of 1400 points from the top which was the result of profit booking after the exit polls rally, getting stop losses triggered and finally the expiry considerations.

Market bounced back by 600 points on FRIDAY and would continue to be a range bound between 11700 and 12200 for this settlement which will expire on 30th May 2019. However the star feature was mid caps and small caps which have started rising on Friday. e.g stock like BEL there were no takers at 86 before exit poll, was found buyers 112 on Friday. That means a rally of 30% in just matter of time. We had imitated BUY in BEL at 90 hence we are tracking. But there are 100's of stocks which have moved in this fashion. Even stocks like SBI rose 15 % smartly.

This is what we had told CNI members that invest 25% ahead of exit poll with risk and 25% after exit polls and balance 50% keep in reserve. They were not required to add that balance 50% as 50% exposure was also a good exposure in the given set of circumstances.

We repeat here that NSE PE is still at 29 whereas CNI PE is still at 21 hence markets are not overvalued. FPI having invested 70000 CRS in 4 months will invest more than Rs 70000 80000 CRS in next 7 months hence the overall FPI buying will be on record in 2019. This leads to our belief that Nifty will test 13000 in Dec and for next 7 months the lifeline of the market will return. Midcaps and small caps is the lifeline of the market. Every investor is either badly stuck, or made losses or looking for exit in midcaps and small caps. The exit means fresh liquidity. Fresh liquidity means buying in some other stocks. The vicious cycle will start once again.

In short we suggest have faith in INDIAN markets as growth will returns, policy decisions will now happen as BJP alone holds majority and finally there will be no distraction in changing of constitution wherever required as NDA is very close to 2/3 majority which is must for change of constitution.

Global Indices

Country	Indices	Date	Index	Net Change	Change %
Hong Kong	Hang Seng	25/05	27,353.93	+86.80	+0.32
Singapore	Straits Times	25/05	3,169.89	+9.17	+0.29
United States	NASDAQ	25/05	7,637.01	+8.72	+0.11
United States	DJIA	25/05	25,585.69	+95.22	+0.37
United States	S&P 500	25/05	2,826.06	+3.82	+0.14
Japan	Nikkei 225	25/05	21,117.22	-33.92	-0.16
United Kingdom	FTSE 100	25/05	7,277.73	+46.69	+0.65
Malaysia	KLSE Composite	25/05	1,598.32	-3.55	-0.22
Indonesia	Jakarta Composite	25/05	6,057.35	+24.66	+0.41
Thailand	SET	25/05	1,614.12	+4.33	+0.27
France	CAC 40	25/05	5,316.51	+35.14	+0.67
Germany	DAX	25/05	12,011.04	+58.63	+0.49
Argentina	MerVal	25/05	35,084.92	+706.37	+2.05
Brazil	Bovespa	25/05	93,627.81	-282.22	-0.30
Mexico	IPC	25/05	42,617.60	-194.97	-0.46
Austria	ATX	25/05	2,954.42	+5.17	+0.18
Belgium	BEL-20	25/05	3,472.34	+27.25	+0.79
Netherlands	AEX General	25/05	547.21	+3.50	+0.64
Spain	Madrid General	25/05	925.08	+5.96	+0.65
Switzerland	Swiss Market	25/05	9,666.89	+72.58	+0.76
Australia	All Ordinaries	25/05	6,545.60	-38.72	-0.59
China	Shanghai Composite	25/05	2,853.00	+0.48	+0.02
Philippines	PSE Composite	25/05	7,747.09	-56.94	-0.73
Sri Lanka	All Share	25/05	5,295.11	-10.69	-0.20
Taiwan	Taiwan Weighted	25/05	10,328.28	+19.91	+0.19
East Israel	TA-100	25/05	1,448.11	-15.79	-1.08

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