

Editorial
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No one had faith in Sanghi Industries stock moved from Rs 24 to 28.5 in no time and now all set to cross rs 32. Calculate the returns.

Bharti multiple triggers have now surfaced. First TRAI chairman who is all set to cap the price. Massive positive. Bharti Srilanka won 4 G award. Bharti sebi cases dropped. Sector view changing. results super. Stock now technically bullish whereas shorts are still not covered. Street has treated this stock as if it was ANIL AMBANI gr stock hence kept on shorting shorting and shorting. Now above 430 closing yesterday first signs of bullishness surfaced. Today morning day traders ride till 437 and hence stock had to correct till 427 and now all fat gone. Bears too trying to keep in low sensing that there is very less volume. But you know it is stock market. If Sanghi can recover from Rs 23 to 28 in no time why no bharti..? Volumes may surface any time if any of the INSTI buyer come forward. Now LIC can buy IRB and Kotak then for sure LIC will be compelled to buy even Bharti and the news of LIC will propel stock by at least 10%. My target is 460 first and after crossing that we may see 550 in NOV. Results are on 28th hence we can see some game in this stock in the current expiry. Whether you remain long or not at least avoid short and let bulls fight for long and short. We will exit this stock only above 550.

Reliance all set for big result for next week. Bears brought the price down from 2180 to 2100 and were planning to take it to 2050. But insiders are aware of the game and will pull it to 2300. As such reliance always run ahead of results.

Mahapaex hit lower cct. See where the cct opens and re enter. Target is not changed. You will get to buy cheaper and that is good.

Govt may announce some measure to boost PSU next week. Keep eye on BPCL HPCL IOC ONGC etc. These counters are heavily short by FPI as they always believe in shorting PSU in hedge. BPCL keeping low could of for some purpose. Now let us see whether those who are trying to keep BPCL low and Govt to sell at rs 350 400 or they will fail and Govt succeed in selling it at 550 is matter of interest. I am for 550 plus.

Change of the week

	30-Oct-20	Rise /Gain
Sensex	39614	522 ↓
Nifty	11642	124 ↓

Net Investments (` Cr)

	FII	DII
26-Oct-20	110.7	(979.1)
27-Oct-20	3589.1	(1570.8)
28-Oct-20	(872.1)	1.48
29-Oct-20	(872.1)	(253.4)
30-Oct-20	(870.8)	631.1
Total	1089	(2169.5)

Turnover (` Cr)

	FII	DII	Combined
30-Oct-20	71,250	36,737	1,07,987

30-Oct-20	Advances	Declines	Ratio
BSE	1319	1271	1.03

Amazon won the arbitration against the FUTURE and RIL deal and got is stalled recommendation. This is just a recommendation. Why did Amazon done this..? Because AMAZON is interested in investing 20 bn usd in RIL retail and they want to do with pre future valuations. Hence RIL stock corrected. But to my mind this is very positive as the road bloc for AMAZON investment is removed. 4 days left for the expiry so let us see how RIL expiry works as even results are there on FRIDAY which falls in next settlement. I do not think RIL can fall much. In any case 23000 crs cash flow hardly matters for a stock like RIL.

Bharati Afria announced excellent results and CLSA came out with a note saying the valuation are undervalued due earning upgrade in Africa. Wed Bharti will announce results here too and I believe this will be first clean results without provisioning and there will be statement from the chairman on ARPU. So bhart will remain clear buy. If cross and sustain 440 then it will try and re test 610 earlier high. Punters are adding Rs 460 calls of Nov which clearly suggest uptrend in the stock. Earlier bears bought 400 and 410 puts and get trapped. They are heavily short. Also they made Bharti a la A A group co and shorted left right and centre which clearly means we may see heavy short covering in Bhartil. I think Rs 460 current month call at Rs 2 is worth taking risk for Wed results.

Bharti hit 439.45 high today and I do not believe that operators have no capacity to take it to Rs 440 plus that is a miss by 55 points. That means they are allowing traders to short and investors to exit as the message is spread buy only above 440. Now when it cross 440 during the day they will say 440 on closing basis. And mind it the closing might come at 448 452 which will never allow the traders to ride the stock.

Now those all who have sold at 400 or around when technical signals were sell could they add it back..? My answer is NO. They will never be able to rise this stock now.

Vedanta announced Rs 9.5 per share dividend which is factored in the price hence one must book profits.

Tata Motors will be on the top again as expected. Current price of Rs 140 is fair price. Co announced that it reached 4 mn vehicles production which it has 3 decade back. This is massive. Stock will cross Rs 197 our target. Also TESLA has indicated to enter MAHARASHTRA which means TATA MOTORS could have tie up. There is possibility that TESLA may the LCV partner of TAMO and if that happens TAMO will fire more. TAMO has 3 EV whereas TESLA is known only for E V. Our perception on TAMO will remain bullish. Above 155 stock will travel towards 200.

5 Top Gainers			
Stock	30-10-2020	26-10-2020	% Gain
CARBORUNDUM	284.2	236.6	20.1
ADANI GREEN	856.2	718.9	19.1
BLUE DART	3700.5	3247.3	13.9
ADANI GAS	220.4	196.2	12.3
KOTAK BANK	1547.8	1383.0	11.9

5 Top Losers			
Stock	30-10-2020	26-10-2020	% Loss
HIND ZINC	203.2	239.5	15.1
SONATA SOFTWARE	316.7	369.4	14.2
HIMATSINGKA SE	127.1	147.5	13.8
INDIA BULL INTE	51.9	59.5	12.6
REL INFRA	20.3	23.1	12.3

Top 5 Picks By CNI 'A' Group
Company
RIL
SBI
ICICI BANK
GODREJ IND
BRITANNIA

Top 5 Picks By CNI 'B' Group
Company
ROSSARI BIOTECH
ZYDUS WELLNESS
POLY CAB CABLE
GALAXY SURFACTANT
SHEELA FOAM

Finally coming to Nifty 11800 and 11900 are becoming strong base for the expiry whereas 12000 call writing suggest 12000 is difficult to cross unless they eat out all calls. My range suggest 11800 to 12200 and gut feeling is that we will see 12200.

Meanwhile stock specific rally has started. Kotak Bank and Bharat Forge are in action. INDUS IND is in news for takeover though denial has come. In my opinion Indus Ind will not sell at current valuations. They will do the deal if at all at rs 1000 plus only.

Something is coming in PSU. Please keep eye. My favourite is BPCL in PSU.

Mahaapex hit lower circuits for the 3 rd day in row after hitting 98. Now it is 84. I have told you the valuations and advised you to buy in 4 instalments. I do not know whether you bought at 63 or not.. ? But tomorrow at Rs 80 one must buy the second instalment. 3 rd at Rs 70 and 4th again at 63 if it goes there. Chances are very bright that it will reverse before that.

Who is seller... ? The one who bought 45000 shares at Rs 98. Why..? He want to make loss and control the counter. Every dip is cost saving for you as the value of KURLON will not change. Multi baggers are made over years but only when you show courage buy and hold and this is possible when you know the value.

Bharti result good was understood and but certainly not the timing of NSDL flashing 100% FPI limit. Well Bharti hit upper circuit today which I had told you that it will. Conviction that matters. Now stock will cross 550 600 in coming months. For CNL members it was DIVALI at we had suggested 460 OCT at rs 2 and Nov at 14 and they became Rs 22 and 45 respectively giving 1000 pc returns. It was screwing the short sellers hence the price went to 488. We booked profits at 470 for traders. Now will enter again below 450 with stop loss of 440. Now longs will be pay the price till tomorrow. These games are done only for options. Now see we were lucky to be in that boat. 1000% returns to us then imagine what is game for the market makers.

Even TAMO did oblige with superb nos. now it has to cross 155 and then it will hit my target of 197. In any case CLSA now raised target to 220. At 220 they will revise to 300. In short it will reach Rs 300 350 where TATA will announce partner in LCV.

Larsen is due to announce results today. It will also announce special dividend. Add and hold. It has given break out. Risk is very minimum and stock can do good upside.

Same is true with TITAN. With demand now picking up for gold and due to marriage season Q2 and Q3 will be excellent. Also there are inventory gains. So hold this stock.

HDFC bank we had short call as PURI resigned which will make many FPI sell shares. We have info that 8 mn shares is coming for sell.

Nifty is clearly buy around 11800 and will rise again past 11900. Eventually it has to cross 12200.

Tomorrow is expiry and all games are set for it. We are very careful and cautious in trading calls from expiry point of view as it is purely gambling.

There is no need to panic. As happens in every expiry and word is spread that if 11600 broke then we will be 10000 straight. The volumes of Nifty though did not suggest that. After yesterdays crash today with less than 6 lacs Nifty volumes Nifty was brought down to 11610 and this rumour. Well in every expiry this has to happen thanks to call and put market. We had seen yesterday how rs 2 call of Bharti went to Rs 24 with the fake NSDL announcement of 100% FDI in Bharti which was later on withdrawn and stock crashed. Who is going to investigate this...? No heads will roll except the poor gamblers.

Bharti now will deliver. Which co gives 46% pc operating profits..? Why we do not like this co. This is all game. They brought down the price to Rs 400 where many stop losses got triggered and much required shorts were created which I had mentioned. earlier. They made game and took the stock to 488 with the help of the fake announcement. But for sure this stock will recover its lost glory. It has increased the ARPU,46% growth and 100% FPI will come sooner than later when the price cross 500 and then they will take it to 600 this time.

Larsen announced good results with special dividend yet price crashed by 5% which means lot of front running had happened. Yet it could have been possible for them to open at 1000 and then allow to sink but they did reverse so that weak hands go out. All brokers upgraded to buy and hence stock fell. TITAN all recommended sell and hence stock rising.

There is every chance that Nifty will bounce to 11750 plus today and then the game will start again from there to 12200.

Europe lockdown how does it matter when India is in lockdown and PM says the economy is coming on track and heading to 5 tr USD economy in 3 years.

Well, if the US elections were so meaningful for market then FPI should have sold at least 40000 crs shares in OCT to be bought back at lower levels in DEC after elections that is after the crash post elections. They know the risk very well. Fact remains FPI bought 21000 crs in OCT so far after 7000 crs sell in SEPT.

First lockdown saw FPI sell over Rs 80000 crs in MARCH and APRIL and thereafter they recovered all and reported so far CALENDAR YEAR figure of 40000 crs plus. Now they sold at 7500 and bought at 11500 12000 so they are most idiots as far as record are concerned. Do you agree..? Fall and rise I have explained is for Rs 50000 to 100000 crs in every expiry and this is why this volatility. We are at fault as we trade and gamble instead of trying to go for wealth creation. Why is that you lose and I do not..?

FPI have made INDIAN markets a home pitch and they are hands in glove with INDIAN operators will continue to milk at will. It is up to you how you want to get rewarded. Most of the stocks they have taken to 52 week high and then made exits. Why would one buy DELTA when there is no business model..? Cash handling is a clear suspect of overnight evaporation. Hence I will avoid such stocks.

Because I pick stocks for 3 years and wait for my turn.

eg Mahapaex Is a stock for 1 year. Buy at CMP and wait for IPO of KURLON. Many believe that one should by growth story only. Well KURLON is a growth story and MAHAPAEX will sell some stake for raising funds. This will come to shareholders as dividend as there is no tax. So promoters will take some money for sure. So you have to bet on that. This is a wealth creation opportunity. At least have 500 shares for name sake that is just an investment of Rs 35000 and try your luck. With KURLON earnings net profit of Rs 130 crs and in domestic consumption story you do not know which FPI may enter and create value of rs 5000 ..? if it happens then can be Rs 2000 for MAHAPAEX..? If not you will get at least Rs 200 to 250 which is still 200% returns in 1 year.

Idea posted 7000 crs loss but certainly the loss has reduced. Can the promoter raise money at this price and answer is no. Idea reported operating margin of 39% whereas bharti did 46%. Now you have a take a call entry barrier data business where operating margin is as high as 39% is not worth at a price of rs 8 9 ..? Wait for few quarters it will CFC positive then you will buy at 35. Well I leave it to you. Market is result of price control which we know. Some stocks go to rs 2500 with no merits in it and whereas some struggle at Rs 8 9. I am bullish in Idea for a going concern with entry barrier business most liked by US IT co's and 39% margin.

BPCL announced superb results. Business has value. Govt will sell. Price is important. Had it been owned by RIL it could have been worth Rs 3000, Vedanta 2500 and any other house rs 2000. Govt hence only 350. Now HPCL has announced buyback since it is not sell list in 20 21. BPCL is in sell list of 20 21 and hence they cannot announce buyback. How will they clear the B S..? Govt will announce big dividend before sell. I repeat my source says 630 is the price where the divestment will happen. Stock has to see 530 and cmp is 350. Stock at 70% discount and this can happen only in INDIA. Compare with ADANI green and you will realise how Govt is losing value. This is the only failure of NAMO in the last 6 years where he could not read the market players and FPI behaviour over PSU stocks and failed to provide required protection to PSU stocks.

RIL results today. Will be much below street expectations. For the first time the stock was in correction mode ahead of results. Now we may see the reverse. It will see some big announcements such as FUTURE deal clearance and ARMACO deal etc.

SANGHI Industries for the first time has crossed Rs 31 where street was stuck earlier. When stock gives exit to penny investor stock is due for big innings. I am waiting SANGHI to hit upper circuit or cross Rs 45 levels very soon. Stock may reverse from there and will try to cross 3 digit in 6 months.

Centrum deal is much delayed. Now see here also strong hands accumulated till 17. So wait till it cross 18 where all penny investors will be out stock will become Rs 25 30.

RDB rasayan is due to announce good results.Keep eye.

We are receiving numerous calls that there could be change in management of our co. We deny all these rumours and continue to service our clients the way we are doing. There is no change in our management. There may be rise in product costs so you can take advantage now with yearly subscriptions.

Nifty yesterday fell to 11600 and bounced today to 11740. Now 11900 will come by Tuesday and we will forget of UK lockdown. These triggers are used to create panic and eat calls and puts. TRUMP or no TRUMP policies are irreversible and Dow has to cross 36000. Mind it we saw 20000 crs buying from FPI in OCT and NAMO first time after lockdown said that economy is recovering and will become 5 tr usd in 2024. There is no reason to disbelieve his statement. They work with plan and they know inside out nos and hence maintain what they say. Means we will become 5 tr usd in 2024 that means my target of Nifty 23000 will come in 2024. Now you think where we can make money. Had you listened to my advise 10 years back you could have been crorepati. I am ready to help those trust me. You have seen my conviction whether it was INFY Bharti or Idea for that matter.

Global Story

Market again tested 11900 before correcting sharply on global lockdowns and U S elections. But to our mind again this was for monthly expiry. Though we witnessed meaningful correction this week there was no panic among the investors as mid caps where general public is invested has not seen major dent. The fall was assigned to RELIANCE which has 16 pc weight. Nifty though inched towards 11500 bounced back above 11600. Dow too had some impact on Nifty correction.

Lockdown in Europe is not more than 2 weeks hence can we presume that after 2 weeks market will react positively? USA elections are in these week and we may see some further correction on the DOW.

We believe investing in market an art. One can create money by investing in any market but investing in dip correction could be creating fortunes. We saw 2001 2003 2006 2008 2010 2013 2015 2018 2020 where markets corrected for some or other reason and bounced to new high as Market has its own course and direction.

Even this time it is not different. We try to follow Dow or global cues but these are traders delights and create short term movements. These factors cannot stop the ongoing rally but certainly give opportunity to buy lower. We believe the most important factor for week end correction was the new settlement rather than Dow or lockdown or US elections. Of course you must note that those who pocketed the gains of last settlement through calls and puts will never try to build positions at premium. They have kept market low and used the Dow and lockdown triggers for that. They allowed gamblers to short on these 2 triggers and now markets will rise post U S elections trapping these short sellers.

We will draw your attention to the largest element of market that is FPI. 90 pc of the investment come from DII a d FPI and as of now DII are net sellers. Hence the only guiding investor class is FPI. Now see their nos. They had sold 80000 Crs worth in March and April when the pandemic hit first and lockdown were announced. We can understand that in MARCH nobody knew the solution of Covid 19. However In Aug 2020 they had invested Rs 47000 Crs and Oct Rs 20000 Crs and the calendar year 2020 resulted in a investment of 20000 Crs.

Now if we think that US election results does not affect FPI then we are living in fool's paradise. Why would FPI who have sold 80000 crs at 7500 right at the bottom bought over 100000 crs at 12000 which is at near all time high? That means they know something which general investors do not. We repeat again that there is Q E planned for 13 trillion USD and so far we have not even seen 3 trillion usd. Even Indian Finance Minister has decided to announce the next stimulus after 7th Nov after USA election result.

This means we will see heavy flow of money even after U S election results. In other words it hardly matters who is next President of USA. The policies are irreversible. Tax cuts will continue. Market had reacted negatively when Trump was elected only to see Dow doubling in 4 years. We see Dow doubling in next 4 years again hence we advise investors to stay invested.

India's foreign exchange reached 555 BN usd in 6 years from a low of 111 BN usd in 2013. We believe in next 3 years it will cross 1 trillion usd. Now see the optimism from our Prime Ministers statement. He has clearly stated that Indian economy as recovering and we will reach 5 trillion usd mark in 2024. This also means will grow faster and double the size in less than 3 years its massive.

Now coming to ground realities. Ad mentioned earlier Q 2 earnings are on track. In many cases we have seen pre covid levels. This means we have recovered faster than anticipated. When the global economies are struggling in the 4th quarter of calendar 2020 India has done well in Q2 limiting the Covid 19 impact to just 1 quarter. This is the main reason why FPI are bullish on India.

Foreign investors rely on nos and data whereas we try to rely on media and opposition criticism. We always tend to agree on any bearish news or views and become skeptical instead of being research oriented learned investor In short we reiterate that our target of Nifty 12400 is intact and current correction is an opportunity.

Those who want to time the market was never able to buy.

Global Indices

Country	Indices	Date	Index	Net Change	Change %
Hong Kong	Hang Seng	30/10	24,107.42	-479.18	-1.95
Singapore	Straits Times	30/10	2,423.84	-26.84	-1.10
United States	NASDAQ	30/10	10,911.59	-274.00	-2.45
United States	DJIA	30/10	26,501.60	-157.50	-0.59
United States	S&P 500	30/10	3,269.96	-40.15	-1.21
Japan	Nikkei 225	30/10	22,977.13	-354.81	-1.52
United Kingdom	FTSE 100	30/10	5,577.27	-4.48	-0.08
Malaysia	KLSE Composite	30/10	1,466.89	-28.31	-1.89
Indonesia	Jakarta Composite	30/10	5,128.23	-15.82	-0.31
Thailand	SET	30/10	1,194.95	-6.69	-0.56
France	CAC 40	30/10	4,594.24	+24.57	+0.54
Germany	DAX	30/10	11,556.48	-41.59	-0.36
Argentina	MerVal	30/10	45,290.02	+375.79	+0.84
Brazil	Bovespa	30/10	93,952.40	-2,629.80	-2.72
Mexico	IPC	30/10	36,987.86	+186.48	+0.51
Austria	ATX	30/10	2,054.96	+20.77	+1.02
Belgium	BEL-20	30/10	3,043.36	+6.77	+0.22
Netherlands	AEX General	30/10	533.88	-0.55	-0.10
Spain	Madrid General	30/10	636.61	+3.90	+0.62
Switzerland	Swiss Market	30/10	9,587.15	+31.01	+0.32
Australia	All Ordinaries	30/10	6,133.21	-34.79	-0.56
China	Shanghai Composite	30/10	3,224.53	-48.20	-1.47
Philippines	PSE Composite	30/10	6,324.00	+74.61	+1.19
Sri Lanka	All Share	30/10	5,726.59	+126.39	+2.26
Taiwan	Taiwan Weighted	30/10	12,546.34	-116.57	-0.92
South Korei	KOSPI	30/10	2,267.15	-59.52	-2.56

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