

Editorial
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17000 Bears ago satisfied. Now one way again up.

Chances there to catch all good stocks at throwaway prices. Avoid A gr and pick micro caps 25% return in 1 month easily possible.

Add AKAR GLOBAL VIPUL RDB ARTEACT AANCHAL METAL COATING TRIVENI GLASS GTV SUNIL ALPINE and MK.

Take shot of these companies as of today we will discuss after 30 days. This is the last fall before DIWALI. DOW at 27 RSI can you get it again..?

This is the best time to add as stocks not there but price there as operators want to create artificial market and those beat them will make profits.

Dow RSI at 25. Nifty RSI around 34. Still more 2 days left for expiry. We believe there is nothing to worry. Market will start to move up from Monday.

Reliance looks good at current level can reach 2600. Nifty may see strong support around 16700-16800 mark. Can add Tata motors and Tata power.

Midcap will see strong rally. MKEXIM and Akar auto looks good.

Change of the week

	01-Oct-22	Rise /Gain
Sensex	57426	666 ↓
Nifty	17094	229 ↓

Net Investments (` Cr)

	FII	DII
26-Sep-2022	(4651.9)	3532.1
27-Sep-2022	(3039.9)	3504.7
28-Sep-2022	(2096.0)	2544.1
29-Sep-2022	(3873.4)	3161.7
30-Sep-2022	(1565)	3245.4
	(15224)	15986

Turnover (` Cr)

	FII	DII	Combined
30-Sep-22	94,297	84,763	1,79,060

30-Sep-22	Advances	Declines	Ratio
BSE	2254	1174	1.91

Yes Nifty fell almost 1000 point along with Dow fall but please see the veracity of fall. It is bank Nifty which is most affected than Nifty and Banks people were more bullish. Tata Motor too corrected sharply as street became too bullish and taken long positions. But these very stocks will bounce heavily as fundamentally they are very bullish.

Last few days I had been telling you to switch from volatile high priced stocks to micro caps. See what happened all high priced stocks are down 25 to 30% whereas micro caps are not falling due to ownership pattern. In fact few micro caps which are potential multi baggers could be acquired and held. With the reversal of market they will also rise 25 30 % in no time. The main reason for this new strategy was simple as fat can be reduced which are large but not fat can come out which are at 80 90 % discount which is the case with micro-cap stocks. GLOBAL OFFSHORE e g may fall Rs 4-5 that too due to operator action whereas upside is 30x. Triveni Glass not yet started at all so imagine what will happen when gets going. Metal Coating promoter did creeping and stock now entering real bullish phase. GTV corrected from 300 to 230 great opportunity to subscribe growth.

With Dow Rsi at 24 and Nifty 35 short selling will be suicidal. Rolls have begun and O I in Nifty Oct is reached 45 lacs. We have to cross 100 lacs means 55 more lacs need to be added. Yesterday markets were volatile and only 11 lacs were added. Hence as per my reading Nifty will move up. I see a quick recovery of 300 to 500 points. DOW will follow Nifty.

After 3000 points stellar rally if we fall 1000 points we should accept it and search for opportunities. If you go with the wind on fear then you are yourself throwing in the towel and no one else will be responsible.

Irrespective of V Wap selling of around Rs 10000 15000 crs the Fpi figures is still Rs 76000 crs plus from 21st July 2022. Fed yesterday said the pace of hike will slow now. Earlier last week Fed did not talk about recession. I still hold that if inflation will to 2% in 2025 where could we see recession. Employment data is still very strong. Consumer spending is high

Markets getting digested high interest rates.

Tata Motors Tata Power will be best in A gr whereas micro caps you all aware names of the stocks. Now volumes dried in micro caps means selling got absorbed hence they can rise from herein at least 30% in short term and 10x in many case in long term.

5 Top Gainers			
Stock	30-09-2022	26-09-2022	% Gain
ESAB INDIA	3639	3231	12.6
BAJAJ ELECTRICAL	1188	1072.5	10.7
MAZAGON DOCK	493	447.4	10.2
HERITAGE FOOD	335.8	305.3	9.9
KRISHNA INST	1507	1371.1	9.9

5 Top Losers			
Stock	30-09-2022	26-09-2022	% Loss
MOREPEN LAB	23.9	31.3	23.7
ADANI TRANS	3290	3869	14.9
VARROC ENG	329.4	379	13.1
AARTI IND	746	855	12.7
VAKRANGEE	34.5	38.9	11.3

Top 5 Picks By CNI 'A' Group	
Company	
ADANI GREEN	
TATA MOTORS	
PATANJALI	
RELIANCE	
IEX	

Top 5 Picks By CNI 'B' Group	
Company	
AKAR AUTO	
METAL COATING	
BOMBAY DYEING	
HCC	
IRB INFRA	

Your own assessment and vision will help you all. I have received messages from small investors. They say sir now we do not get disturbed with the market fall, we buy more aggressively in the fall and it is giving positive returns even in trading perspective. This was my purpose. Today I have seen few small investors think on these line but would like see 90% investors think on these lines. Once fear is gone you know how to milk it out. Treat share market as industry and trade like a professional businessmen. Buy when all sells.

Let us where the expiry happen this week. If we float above 17000 them take it from we will see ATH soon. Had ITC fell to 250 I could be have been worried because ITC too is in growth Boat hence this is a mere correction giving you a chance. World in talking recession whereas we are fighting for 7 or 8% growth that explains everything. I T and Banks though attractive valuation I will suggest retail should avoid it as selling of FPI can come most in these 2 sectors (53 % ownership). We have least emphasis on I T and banks except INFOSYS WIPRO and INDUS IND being every class.

Dow went up on BOE news because Dow was short RSI was 23. Now 550 up and RSI is 31. Till RSI 80 no issues. Dow will move up more as run up before election which will be help on 8th Nov 2022 in US. Last many decade's record is Dow rally ahead of election. Market drivers created a nice platform by catching all bears on wrong side.

This also goes well for Nifty. Compare Nifty stocks at 17000 last time and this time. Stocks change for index management. This gives a strong message that we should avoid A gr stocks which will give negative returns come what may. Instead switch your loyalty to micro caps which cannot fall 50% for sure. A gr 50% any time.

I focused with my views and we will see ATH. Once whatever weak hand selling is done in MICRO caps they will rise 100%.

Stocks you all know. But three stocks (metal coating, triveni glass and GTV engg) selling is done with and will move much faster than anticipated. It's all demand and supply game. Now a days ROBIN HOOD investors are more aggressive and eat out operators. Even our F M is on record saying all FPI selling was absorbed by ROBIN HOOD investors. Fact remains we have crossed 11 cr DMAT accounts which explains the depth of the INDIAN market. This will become 25 crs as per PMO office target which means 20% of population will enter stock market and when this happen FPI dominance will become zero.

Your future is in your hands. Read the following quote to understand what I am trying to convey..

Do not want to emphasis too much on the current market scenario as clarity comes at a price. By the time you realize things have changed Nifty will be 19000 and then buying means same old story buy at the top and run the risk. You missed 15200 and now you will miss 16600 16700 as there is no more downside even we apply various theories.

Markets will rise I have no doubt. It is up to you whether run after A gr stocks sensing bottom fishing and get more trapped or go for fresh virgin micro-cap stocks which are not falling at all. Logic is simple. Every stock has an operator. If they are holding prices at this level means when markets rise these stocks will test new highs.

Can you tell me the most vulnerable stock BHEL and 5 years non performing ITC are not falling an inch Why..? Means they will rise more when Nifty see 18000 back. Same is true with micro caps.

RBI will raise max 50 bps what next..? This is known and in the price.

For more clarity read YMV.

Special feature

Once again the fearful market with Dow falling to 52 week low, thanks to, rising rates albeit, without giving any signs of control over inflation. Dow fell to 29 K but RSI indicator at 22-23 clearly suggested it is extremely oversold and spring reaction is overdue. We will see 15 % rally in Dow and Nifty too has to follow as RSI is at 30 again a level which we saw once a while and thereafter sharp bounce. At 15200 also Nifty RSI was 30-31 which means we have hit the bottom. Then why was the FPI selling?

FPI had pumped in Rs 90000 Crs in less than 2 months so logically they will try to take some money off table. Or it will not be wrong to suggest that as explained earlier market gambit had become so wide that 35 BN \$ buying/selling in a year has become usual thing hence a selling of 2 BN \$ after pumping 11 BN \$ is not unusual. The wider explanation is that selling came only in last 3-4 days ahead of expiry where the Nifty range was almost 17300 17000 hence it is clear that wider selling was done at 18000 in futures and in options and now to pocket the premium this V Wap selling has come. Nonetheless it is important to note Rs 10000 Crs selling happened in just 3 days that too all at average of 17000 +/- 100 points.

Why is this so important to know. Thursday Nifty expiry happened and post expiry scenario changes. It changed Sensex was up 1000 points even after RBI raised 50 bps rate which was in line. Normally we do not see more than 25-30 lac shares rollover in a one day. But because market did not give chance on Friday and Monday, we saw maximum rollover of 55 lac shares on Wed. Tuesday the rollover was just 15 lac shares. Panic was created, screen was a horror show, there was fear over the city, and margins were triggered and while all that happened they accumulated 55 lac shares at 17000 around. The fall in prices say 10 % + in stocks like Tata Motors Tata Communications Tisco etc are not for FPI sling but margin calls, position unwinding, short selling and brokers not allowing even cash buying across the board. FPI sell only Indices stocks or stocks in which they have call writing in V WAP to manipulate prices which is legal due to scales of operations. Of course, we realize this when price rise again and we just say fear made not to buy. Tata motors fell 480 to 395 selling came for what I explained but for us was buying opportunity.

I have seen best of people in the industry go with the wind. At 17000 they talk 16200 15000 only. No one sees, except CNI team, giving aggressive bold buy calls. Going wrong for a day or two, good for our health, also but we will not be wrong without targets positionally. At 15200, only CNI told you 18000 + and it did come. We re iterate ATH in 2022 and there is nothing to stop us reaching there.

Why we are so confident irrespective of the fact the whole world is struggling particularly US UK. Though there is no recession for sure but the GDP growth is flat and will remain so for few quarters in US whereas in India the dispute is whether 7 % 7.5% or 8 % means 7 % growth is minimum we are looking at and support is coming from robust tax revenue, dominant play of supply disruption, median excellent monsoon and desire to expand infrastructure in a big way. Trust me domestic consumption is massive and India per capita income is also on rise.

Now look at the fact that UK had to press Q E again irrespective of the fact the inflation in UK is as high as 10%. This clearly shows that their efforts to control inflation by rate hikes have failed. With Q E in place liquidity will rise more. This they will have to fall back on the conventional measures of controlling inflation that is supply economies. Having seen UK doing, you must note that US too can do this which I had expressed in my previous notes as and when they feel that US is on the verge of recession they will press Q E hence take it with pinch of salt that U S will not go in recession. Markets are bound to travel north but corrections will always come in the way. Market work on demand and supply. This time Dow RSI went to 23 and yet all intelligent brains were seeing 27000 in dream and shorting. Yes, bounce had to come and it came. I see massive future for GTV ENGG and SUNIL AGRO being into FOOD. SUNIL AGRO is under consolidation and once cross Rs 207 (cmp Rs 163) there is no stopping for this stock.

Increased margins does not augur well for F and O trading yet the fact remains maximum investors are keen only in F and O trades and this is a systematic diversion from cash market to F and O and undoubtedly you all know who are gainers from F and O trading. Instead, have 20 % exposure of lot size which will fit in the margin. Traders always over analyze and get self-convinced on charts. I had seen at least dozen chartists writing Nifty 21000 when Nifty crossed 18000 and language was "beautiful set up" even that time all factors were same. Now same chartists say set up is for 16000 with no change of fundamentals. I can understand their mental state of mind "chart Palta main palta". 50% follow charts and experts in reading and they are the backbone of the FPI income stream that is options. 49% though do not understand

charts follow chartist hence 1% are long term genuine investors and they make money. Now the time is absolutely right to initiate buying as Dow, Nasdaq, S & P and Nifty all RSI are near 30 which clearly shows all markets are extremely oversold. To top up, all chartists (even on media) are busy generating sale calls. In last fall I know few investors had big position in Bhel and hearing some chartist saying if it break 41 it will test 35 and believed these chartist as God they booked Rs 20 (30%) loss at Rs 42 and stock went up 50% to 64 and even after this steep fall now stock is at Rs 59. When everyone says SELL.be contrarian and BUY and had they done this at 42 they could have been on overall profits of 20%.

The bottom line is that when you invest in any stock you should be doing your calculations of downside. At that downside you must add more with conviction. E g Artfact fell from 77 to 45 and now 54 is classical case. With Rs 7 Eps Why you need second thought. You must add more and bring your cost down. Why stock fell? Kotak Bank sold 2.15 lac shares which created liquidity in the stock which should be considered positive not negative at first place. Secondly note that these shares were shown in the name of ARCADIA in shareholding. ARCADIA holdings were locked in 2020 then when did Kotak assumed ownership may be through pledge but when 2020 or 2022 ? Was there any court order to transfer the shares to Kotak Bank ? If no then why they sold in 2022 and not 2020. This sale was under dubious conditions and most surprising is that why Kotak Bank was so much interested in selling of stock Rs 1 Crs when they hold 50 more stocks and few of them are Rs 50 100 Crs also. Anyways their selling has created opportunity for us to buy a value Stock at 7 p e and I am sure very soon the float will be absorbed. Market works on demand and supply. A genuine investors will buy stock at 7 p e and hold instead of buying stocks at 700 pe and cry.

At the time of writing this report Nifty is 320 points, Bank Nifty 1110 points and Sensex 1078 points which clearly suggest why and how things go out of control in expiry day. When they settled nothing less than 1300 points fall in Sept they will not settles nothing less than 1000 1200 points in Oct on upside. Then only then can mint in options that Re 1 become Rs 10 20 30 40 no bounds and yet we IDIOTS always talk FPI exiting INDIA. At 25000 Nifty you will recognize this and by that time you will once again feel that you missed BUS. Before 1947 we were slaves physically and now we are slaves financially though out CONSTITUTION gives right to opt better option also. Well, at CNI, me and my team will focus on creating wealth for our members that is possible only by picking micro caps.

Global Indices

Country	Indices	Date	Index	Net Change	Change %
Hong Kong	Hang Seng	01/10	17,222.83	+56.96	+0.33
Singapore	Straits Times	01/10	3,130.24	+15.16	+0.49
United States	NASDAQ	01/10	10,575.62	-161.89	-1.51
United States	DJIA	01/10	28,725.51	-500.10	-1.71
United States	S&P 500	01/10	3,585.62	-54.85	-1.51
Japan	Nikkei 225	01/10	25,937.21	-484.84	-1.84
United Kingdom	FTSE 100	01/10	6,893.81	+12.22	+0.18
Malaysia	KLSE Composite	01/10	1,394.63	-2.87	-0.21
Indonesia	Jakarta Composite	01/10	7,040.80	+4.60	+0.07
Thailand	SET	01/10	1,589.51	-2.86	-0.18
France	CAC 40	01/10	5,762.34	+85.47	+1.51
Germany	DAX	01/10	12,114.36	+138.81	+1.16
Argentina	MerVal	01/10	139,115.13	+1,110.65	+0.80
Brazil	Bovespa	01/10	110,036.79	+2,372.44	+2.20
Mexico	IPC	01/10	44,626.80	-475.75	-1.05
Austria	ATX	01/10	2,691.95	+44.52	+1.68
Belgium	BEL-20	01/10	3,370.21	+45.22	+1.36
Netherlands	AEX General	01/10	640.62	+7.07	+1.12
Spain	Madrid General	01/10	732.38	+6.21	+0.86
Switzerland	Swiss Market	01/10	10,267.55	+140.56	+1.39
Australia	All Ordinaries	01/10	6,678.70	-81.87	-1.21
China	Shanghai Composite	01/10	3,024.39	-16.82	-0.55
Philippines	PSE Composite	01/10	5,741.07	-193.18	-3.26
Sri Lanka	All Share	01/10	9,931.07	-20.41	-0.21
Taiwan	Taiwan Weighted	01/10	13,424.58	-109.68	-0.81
South Korei	KOSPI	01/10	2,155.49	-15.44	-0.71

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