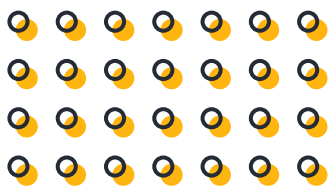


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## QUERY AND SOLUTION

### 1. Mr. Manjunath Setty

**Q. Sir, I am holding GRSE 3250 shares @ 208.25. Shall I book profit or hold it.**

**Answer:** Settyji, it depends on your investment horizon. I am informing here every week that don't mix your trading/short term investing and long term investment. If you do it, you will lose a bigger opportunity of wealth creation. So don't mix short term and long term investment. GRSE is a shipbuilding company in India under the administrative control of the MoD, primarily catering to the shipbuilding requirements of the Indian Navy and the Indian Coast Guard. We all know that the future of local defence manufacturing companies are bright so if you bought it for a long term investment then don't see a rate every day hold it for next 18-24 months. It will give you superb returns but if you bought it for short term investment then keep stop loss of 195 and hold and whenever you see price hike, revise your stop loss at higher side. Closing above 220 will take the stock to 240-250 levels in the next 3 months.

### 2. Mr. Laxanapandi

**Q. Hello Sir, I am holding ONGC at 81. What is the short term view on ONGC?**

**Answer:** Till now there is no positive sign for the short term in ONGC. Stock is trading in a consolidation range between 75-85. Once it crosses 85 with volumes, it will come in momentum and in that scenario it may go up to 93-100 levels in the short term. So as of now it is no trending stock. My advice is try to buy above 85. And still if you want to hold for longs keep a stop loss of 78.

### 3. Mr. Rupesh - Pune

**Q. Hi, I bought HCL TECH @ 710. I kept my target at 750 and stop loss at 680. What's your view for this month? Should I hold?**

**Answer:** Sir when you decide your stop loss and target then don't ask anyone for a decision already taken by you. Otherwise you will become confused. After a massive run up stock is in the consolidation zone but hold your position with your defined stop loss for your defined target.

### 4. Mr. Mahesh

**Q. Your view on Goodricke Group. Should I hold? My average price is 307.**

**Answer:** Goodricke Group is engaged in the manufacture and cultivation of tea. The Company operates within 18 tea estates spread across West Bengal and Assam and sells bulk tea both in domestic and international markets. The Company also produces Instant Tea at its plant located in Dooars, West Bengal primarily for the international market and has got a strong presence in Packet Tea domestic market through its various Brands.

Tea manufacturing companies are not long term investment worthy ideas. Company earned Rs.45 crore in FY10 and earned only Rs.16 crore in FY20. These are cyclic sectors in which you are looking for short term investing. Stock has already shown a decent runup from Rs.90 to Rs.320 in 5 months. So it is not advisable to invest at higher levels. Must keep a stop loss 280 on closing basis if you want to hold this stock and try to book profit at higher levels. We are not expecting a big up side from the current price.





## QUERY AND SOLUTION

### 5. Mr. Sumeet Singh

**Q. What's your opinion about the IDFC FIRST BANK? (For long term and short term also)**

**Answer: On 5th July our view was on IDFC FIRST BANK on Kushankji's query...**

IDFC First bank is one of the growing private sector banks in India led by dynamic V Vaidyanathan. We are quite confident in the leadership of V Vaidyanathan Sir and he can grow the bank rapidly from here. IDFC First bank has already entered in retail banking under his leadership but this is a tough time for retail bankers as most of retail clients opt for moratorium. So the next 2-3 quarters will be challenging for the bank but when you talk for 3-5 years, Bank may give good returns.

At that time stock was trading around 26 levels. Now it is trading around 34 levels. In a longer run it may give steady returns but don't expect any magic because the bank has equity of 4810 crore means if a bank generates profit of 1200 crore its EPS will be around Rs.2.5 only. So it will take long time to generate bigger returns. In short term stock will face strong resistance around 36-38 levels.

### 7. Mr. Kunal - Pune

**Q. Sir, what is your view on the Federal Bank? I bought at 56.**

**Answer:** Dear Kunal, we are bullish on Federal Bank since Rs.47-49 levels. Still we are expecting that stock may touch 75-80 levels in next 6-9 months. Hold with a stop loss of 52.

### 6. Mr. Jatin - Gurugram

**Q. I have 500 shares of ITC at 203. What should be my strategy for ITC? Should I sell now or will ITC give returns from the current price?**

**Answer:** Sir it depends on your horizon. If you are a long term investor then put ITC in your locker and don't see price everyday and also don't read any memes on social media. Today many people criticize ITC but they forgot HUL was in the consolidation zone for 2 years between 775-995 during 2015 to 2017 and before that it was in the consolidation zone between 120-320 during 1997 to 2011. So don't hesitate from ITC's current price movement. It will give superb returns to patience investors in the long term.

If you bought for a short term then nothing will happen until the price crosses 210. It will remain range bound between 190-210 till it crosses 210 levels.

### 8. Mr. Sumedh Bagade - Beed

**Q. I am holding 100 shares of TATA STEEL at 368 for a target of 445. Shall I book profit now and enter again at lower levels or wait for my target?**

**Answer:** Sir, I think it gave an opportunity to book profit near your expected target 2-3 times. If you are doing short term trading then don't mischief with your stop loss and targets. If you don't trade with discipline then the market will not respect you. Stock has strong support at 420. Close below 420 will take the stock up to 409-405 levels and if close below 405 then it may go up to 385 levels. On the upper side 445 will act as a strong hurdle. Close above 445 will take the stock up to 465-480 levels.





## QUERY AND SOLUTION

### 9. Mr. Balaji - Chennai

**Q. HDFC AMC for long term view. Why not participate in any rally?**

Answer: Sir, in a bank we are getting 6-7 percent per year. NIFTY has given 50 percent returns in 5 months but when you convert into 15 years it should be 11-12 percent CAGR, HDFC AMC came out with an IPO at Rs.1100 per share in July 2018 and after 2 years it is trading at Rs.2500. Stock is already trading above double price in 2 years then what should you expect more? Think always with logic. Stock was already high priced and due to covid its business impacted in the short term then why wise investors give higher premium from here? It is the best investment stock for a longer term investment but in the short term it will remain in consolidation range.

When you want multibagger returns you have to hold stock for longer term and remember it will trade every day so you must have to control your fear and greed and do conviction on your invested stock.

### 10. Mr. Amruth - Hyderabad

**Q. Your valuable view on Granules for positional trade.**

Answer: We are highly bullish on Granules since Rs.125 levels and many times we recommended this stock at many levels on the telegram channel. After a massive run up in the short term, stock entered into a consolidation zone for some times. It will remain in the consolidation zone for some more time between 330-285 levels. So your view is for short term then wait to cross 330 levels or try to buy near 290 levels.





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