

# Copper: Buy August futures at current level

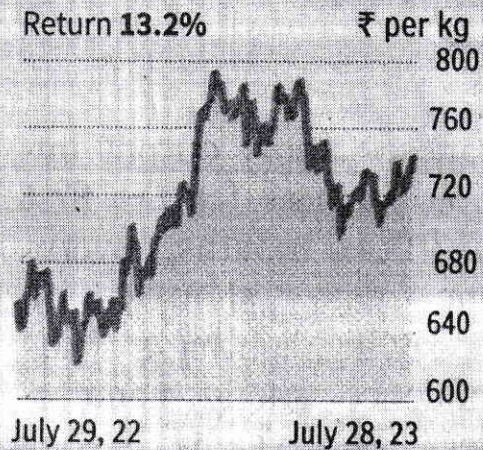
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Copper futures on the MCX bounced off support at ₹720 last week. The continuous contract closed at ₹736.7 on Friday, and opened the week on a positive note rising 0.2 per cent on Monday.

## COMMODITY CALL.

There was a strong rollover of 98 per cent in copper futures by the end of last week and, thus, the uptrend is likely to continue, at least in the near-term. That said, the August futures, currently trading at around ₹745, is right on a resistance. In case the hurdle at ₹745 is breached, the contract can rally to ₹765, the nearest resistance. Subsequent resistance is at ₹780. On the other hand, if the price moderates



from the current level, it can fall to the support band of ₹734-736. A breach of ₹734 can drag the contract to ₹725.

Nevertheless, the overall bias is bullish, and the chance of a fresh breakout is high.

Buy August expiry copper futures at the current level of ₹745. Add more longs in case the price dips to ₹737. Place stop-loss at ₹730 at first. Move the stop-loss up to ₹745 when the contract touches ₹755. Tighten the stop-loss further to ₹752 when the price rises to ₹760. Book profits at ₹765.