

Aluminium: Go short if futures break below ₹200

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Aluminium prices have been coming down since the beginning of this month. The aluminium futures contract on the MCX reached a high of ₹204.75 per kg on Wednesday last week and has come off from there. It is currently trading at ₹200.25 per kg.

COMMODITY CALL.

The near-term outlook is weak. The contract has just broken below the support at ₹200.70. If this break sustains, then further fall is possible this week. A fall below ₹200 can take the contract down to ₹198 initially. A further break below ₹198 will increase the selling pressure. In that case, the downside can extend up to ₹196.

To avoid this fall, the contract has to bounce back immediately from current

Return -9.61%

₹ per kg

