

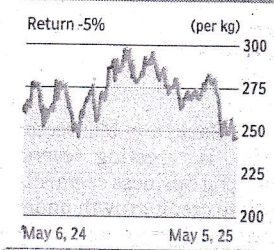
# Zinc: Go short on a break below ₹241, exit at ₹232

**Gurumurthy K**  
bl Research Bureau

Zinc prices have been range-bound over the past four weeks. The contract on the Multi Commodity Exchange (MCX) has been oscillating between ₹243 and ₹257 per kg. It is currently trading near the lower end of the range at ₹245 per kg.

## COMMODITY CALL.

An important trendline support is around ₹241. If the contract manages to bounce back from there, then a rise to ₹250-255 is possible. But a break below ₹241 will be bearish. Such a break will see the MCX contract tumbling towards ₹230-228 in the coming weeks.



The region around ₹228 is a very strong support and a fall beyond ₹228 is less likely. The downtrend could halt there.

## TRADE STRATEGY

Since there is a support coming up, wait and watch for now. Go short on a break below ₹241. Keep the stop-loss at ₹245. Trail the stop-loss down to ₹239 when the price goes down to ₹237. Move the stop-loss to ₹236 when the contract touches ₹234. Exit the short positions at ₹232.