

Buy copper futures if prices fall to ₹760

COMMODITY CALL.

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Copper futures on the MCX faced stiff resistance at ₹800 and have declined over the past week. Specifically, the February futures could not rally beyond ₹790 and has moderated to the current level of ₹772.

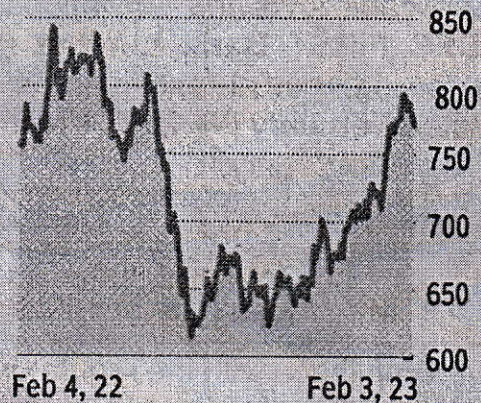
However, the overall trend remains bullish and the recent corrective decline is likely to be arrested between ₹750 and ₹760. We anticipate February copper futures to rebound anywhere within this price region and appreciate to ₹800. There is a good chance for the contract to rally beyond this level and rally to ₹825 in two to three months' time.

A breach of the support, however, at ₹750 can turn the outlook bearish where

MCX Copper

Return 2.0%

₹ per kg



the contract can see a quick decline in price to ₹720 and possibly to ₹700. Although the overall trend is bullish, the contract could extend the corrective decline from the current level of ₹772 to ₹760. So, wait for the price to soften to ₹760 and then initiate fresh long positions. Stop-loss can be placed at ₹740 at first and revise it to ₹785 when the contract crosses over ₹800. When the price touches ₹810, move the stop-loss further up to ₹795. Exit the longs at ₹820.