

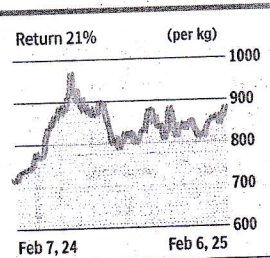
Copper: Wait for dip to go long at ₹853, ₹847

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The price of copper has surged this week. The copper futures contract traded on the MCX touched a low of ₹820 per kg on Monday. From there, the price has risen sharply by about 5 per cent. It is currently trading at ₹858 per kg. The strong rise this week made a bullin breakout above a key resistance. It has taken the copper futures contract well above the resistance level of ₹845.

COMMODITY CALL.

A daily close above ₹862 will boost the momentum. That can take the copper contract up to ₹900 in the coming weeks. The big picture is if the recent breakout sustains, then there is potential to see ₹950 on the upside over the medium term. Fail-



ure to breach ₹862 on its first attempt can trigger a corrective dip to ₹850-₹845 again. The contract will come under pressure only if it declines below ₹845 again. If that happens, the contract can fall to ₹830.

Considering the strong rise and the resistance at ₹862, we suggest traders to wait for dip. Go long at ₹853 and ₹847. Keep the stop-loss at ₹825. Trail the stop-loss up to ₹865 as soon as the contract goes up to ₹875. Move the stop-loss further up to ₹880 when the contract touches ₹890. Exit the long positions at ₹900.