

## COMMODITY CALL.

### Broader trend remains bearish for copper

**Akhil Nallamuthu**  
bl. research bureau



Copper futures on the MCX are moving without an intent. The October contract (expiring on October 31) has been oscillating in the range of ₹635-675 since the beginning of September. It is currently trading around ₹650.

Unless either of ₹635 or ₹675 is breached, we cannot predict the next leg of trend with confidence. Yet, the broader trend remains bearish. The contract can probably turn the short- and medium-term trend positive if it can overcome the barrier at ₹700. Resistances above ₹700 are at ₹720 and ₹760.

If the contract resumes the downtrend and breaches the nearest key support at ₹635, it will most probably fall swiftly to the subsequent support at ₹590. Below that, ₹550 is a strong support against which the contract can see a recovery.

Going forward, tighten the stop-loss to ₹670 if the contract slips below the support of ₹600 and move it further down ₹615 when the price touches ₹585.

Exit the shorts at ₹550. For fresh positions, go short if there is a rally to ₹675.