

Buy aluminium on dips

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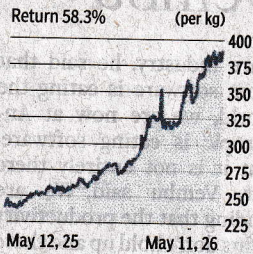
bl. research bureau

Aluminium futures (₹377/kg) have been in an uptrend since the beginning of this year. While the prices have gained about 27 per cent so far in 2026, for nearly a month, the movement has been in a sideways trend.

COMMODITY CALL.

The May futures have largely been oscillating between ₹360 and ₹380 since mid-April. Even as the price has remained flat recently, the broader uptrend is steady. The bulls will hold the advantage as long as the support band of ₹350-360 holds true.

Eventually, aluminium futures will break out of ₹380 and rise quickly to touch ₹400. On other hand, if the contract slips and breaches the support at ₹350, the outlook can turn bearish. In this



case, the price can extend the decline to ₹328, a notable support. But aluminium futures retain a bullish outlook, giving traders the option to initiate fresh longs either on a breakout or on dips.

TRADE STRATEGY

Buy aluminium futures (May) when the price drops to ₹362. Place stop-loss at ₹345. When the contract rises to ₹385, alter the stop-loss to ₹370. Book profits at ₹395.

But instead of a dip to ₹362, if the contract breaks out of ₹380, go long. Target and stop-loss can be ₹400 and ₹370, respectively.