

Retain long positions in zinc, stop-loss at ₹275

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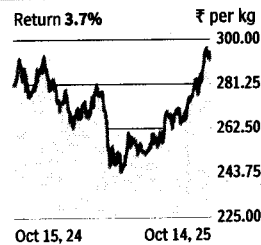
Zinc futures, currently trading at ₹291 (per kg), registered a high of ₹300.10 on Thursday before moderating.

COMMODITY CALL.

Although the price has softened, it has not altered the broader uptrend.

The contract, which broke out of the barrier at ₹290 nearly a couple of weeks ago, opened the door for further strengthening. The recent price correction is only a temporary move, and we expect zinc futures to resume the rally soon.

Once the uptrend begins, the contract could rise to ₹315, a potential resistance. On the other hand, if zinc futures decline from the current level of ₹291, it could find support at ₹285. Not-



able support below ₹285 is at ₹282.

Overall, we expect zinc futures to resume the uptrend either from the current level of ₹291 or after extending the correction to ₹285.

TRADE STRATEGY

We suggested buying zinc futures at ₹290 last week. Retain this trade and add longs if the price dips to ₹285. Place the stop-loss at ₹275. When the contract surpasses ₹300, trail the stop-loss to ₹288.

On a rally to ₹308, trail the stop-loss to ₹298. Book profits at ₹315.