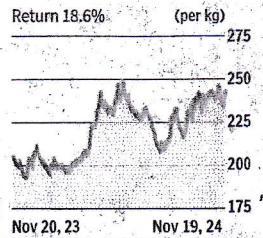


Aluminium futures lack momentum

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Aluminium futures, over the past week, have seen a rise in price.

Nevertheless, the price largely seems to be moving in a range since early October, lacking momentum on both sides.

OUTLOOK

November expiry aluminium futures on the Multi Commodity Exchange (MCX) have been oscillating between ₹233 and ₹248 since the beginning of October.

Although they rebounded from the support at ₹233 last week, they fell short of surpassing the barrier at ₹248.

If this level is breached, aluminium futures can establish a fresh leg of rally to ₹260.

On the other hand, if the contract declines from the current level of ₹243 and slips below the support at ₹233, the outlook can turn negative.

Support levels below ₹233 that can potentially arrest the decline are ₹220 and ₹210.

TRADE STRATEGY

Stay on the sidelines. If the upswing that took off last week builds enough momentum to lift aluminium futures above ₹248, traders can go long with a stop-loss at ₹242. Book profits at ₹260.