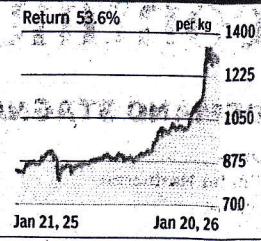


Retain longs in copper at ₹1,300, stop-loss at ₹1,350

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Copper futures, currently trading at ₹1,295 (per kg), have largely been facing a flat trend over the past three weeks. In the preceding weeks, it saw a sharp rally.

COMMODITY CALL.

Although the overall trend remains bullish, the recent consolidation indicates a loss in momentum. Also, there is a resistance ahead at ₹1,350. These factors show that copper might experience a corrective decline, if not a bearish trend reversal.

A potential decline from the current level could drag the contract to ₹1,250. A breach of this could extend the downtick to ₹1,160.

If copper regains traction and sees a daily close above ₹1,350, this could reignite

the uptrend, potentially taking the contract to ₹1,450. A breakout of this could take it further higher to ₹1,500.

Overall, the bull trend has not been negated. However, since copper has seen a sharp rally in the recent months and as there is a barrier ahead, the chances for a price correction are high.

TRADE STRATEGY

We suggested selling the futures (January) at ₹1,300. Retain this trade and maintain stop-loss at ₹1,350. When the contract slips to ₹1,200, trail the stop-loss to ₹1,250.

Book profits at ₹1,160.