

Copper futures: Go long now

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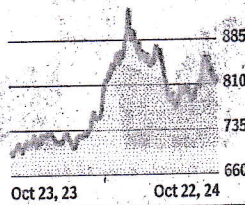
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Copper price continues to trade lower. The copper futures contract on the MCX has been coming down since the beginning of this month and has been in a downtrend. The MCX Copper Futures contract is currently trading at ₹817 per kg.

COMMODITY CALL.

The price action over the last one week indicates that the price has been consolidating. The Copper contract has been oscillating between ₹800 and ₹835 for some time now. The region between ₹810 and ₹800 is a strong support. So, the recent price action indicates that the downtrend could be coming to an end. The sideways consolidation can continue for some more time. But eventu-

Return 17.0% (₹/kg) 960



ally we can expect the contract to breach ₹835 in the coming days. Such a break can take the MCX Copper Futures contract up to ₹850-₹870. The bullish outlook will get negated only if the contract declines below ₹800. If that happens, a fall to ₹790 and lower levels can be seen.

Traders can go long now at ₹817. Accumulate on dips at ₹810. Keep the stop-loss at ₹793 initially. Trail the stop-loss up to ₹822 as soon as the contract goes up to ₹830. Move the stop-loss further up to ₹835 when the price touches ₹845. Exit the long positions at ₹860.