

# Copper: Go long on dips

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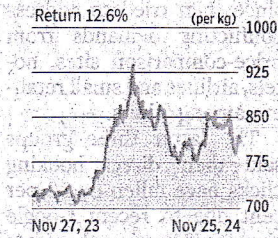
Copper prices have fluctuated widely for over three months.

The MCX copper futures contract has remained range-bound between ₹765 and ₹868 per kg since mid-July and is currently trading at ₹810.

## COMMODITY CALL.

The outlook is unclear. In the near-term, the contract has been coming down, failing to breach ₹830. That leaves the chances high for the contract to see a fall to ₹800-₹790 in the near-term. A bounce from the ₹800-₹790 region could be bullish and could take the price up to ₹830 again.

An eventual break above ₹830 will boost the bullish momentum and trigger a rise



to ₹855-₹860 in the coming weeks.

If the contract breaks below ₹790, the downside can extend up to ₹780. Considering the recent price action on the daily chart, we expect the contract to rise from the ₹800-₹790 support zone.

## TRADING STRATEGY

Traders can wait for dips. Go long at ₹805 and ₹795. Keep the stop-loss at ₹775. Trail the stop-loss up to ₹815 as soon as it moves up to ₹820.

Move the stop-loss further up to ₹822 when it touches ₹826. Exit the long positions at ₹830.