

Accumulate shorts in MCX zinc futures at ₹290

COMMODITY CALL

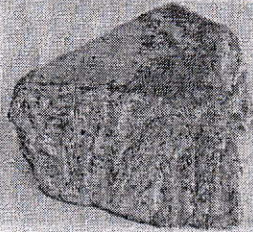
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Bl. Research Bureau

The Zinc Futures contract on the Multi Commodity Exchange (MCX) is currently on a corrective bounce within its broad downtrend.

Charts show that the contract has been in a strong downtrend since April this year. The recent corrective rise has room to move up further from current levels.

The MCX Zinc futures contract is currently trading at ₹284 per



tonne. Strong resistance is in the ₹287-₹290 region. The contract can rise in the next couple of days to test this resistance zone. We expect the corrective rally to halt anywhere in the ₹287-₹290 region and reverse lower. The region around ₹290 is the neckline support level of the head and shoulder reversal pattern visible on the chart.

So, a break above ₹290 might not be easy and would need some strong trigger. So, a reversal will mark the beginning of a fresh leg of down move. That move can take the contract down to ₹280 initially. A break below ₹280 will have the potential to drag the MCX Zinc futures contract lower to ₹270 and ₹260 over the next two-three weeks.

Since the broader trend is down, it is preferable to be on the sell side of the market rather

than going long at current levels.

Trading strategy

Traders can wait for a rise and go short at ₹287 and accumulate shorts at ₹290. Keep the stop-

loss at ₹294. Trail the stop-loss down to ₹285 as soon as the contract falls to ₹281. Move the stop-loss further down to ₹282 as soon as the contract touches ₹278. Exit the short positions at ₹276.



TATA POWER

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NOTICE INVITING TENDER (NIT)

The Tata Power Company Limited invites tender from eligible vendors for the following tender packages (Two-part Bidding) in Mumbai.

- (A) Outline Agreement / Rate Contract (2 years) for supply of 22KV, 25KA, 3WAY & 4WAY Ring Main Unit (Tender Ref CC23PNR014).
- (B) Outline Agreement / Rate Contract (2 years) for supply of 22KV, 21KA, 3WAY & 4WAY Ring Main Unit (Tender Ref CC23PNR015).
- (C) Outline Agreement / Rate Contract (2 years) for Supply of 11KV & 22KV Oil filled DTs (Tender Ref CC23VJS020).
- (D) Outline Agreement / Rate Contract (2 years) for Supply of 11KV & 22KV Dry Type DTs (Tender Ref CC23VJS021).

Interested bidders to submit Tender Fee and Authorization Letter up to 15:00 hrs. Saturday, 6th August 2022.

For detailed NITs, please visit Tender section on website <https://www.tatapower.com>. Also, all future corrigendum's (if any), to the above tenders will be informed on Tender section on website <https://www.tatapower.com> only.