



Tuesday, March 11, 2008

Metals: Weak Chinese copper import and smaller than expected trade balance weigh on USD.

Read this before you trade: Markets are hyper volatile. Entry, target prices and SL given here are indicative and use your own relaxation in order and trade execution.

Example- If buy entry in gold is Rs 10000 and market opened at 10020, use discretion of Rs 10 to 20 when making buy, sell or SL exit. Do not stick to **EXACT** levels. Likewise if take profit level in chana is Rs 2200 and market is quoting at 2185-95, do not wait for the exact level of 2200 and take profit around 2185-90. Extended this level according to yr risk appetite if trade is in yr favor. This flexibility should not be resulted in indiscipline.

Abbreviations: Target 1 is conservative target. Target 2 is best-case profit objective and full profit may be taken. These levels must be used with a trailing stop loss order if positions are carrying forward. We strongly recommend our clients to verify calls and ask us if any confusion arises. These calls are good for up to 3 days. **TP:** Take Profit, **TPP** Take part profit, **Hold:** Hold previous positions. **SL:** Stop Loss, **TSL:** Trailing Stop loss, **ST-** Short, **MT:** medium term. **LT:** Long term, **Break out calls:** Buy above. Sell below, exit long. Exit short. Etc calls. **Stop & Reverse-** Exit earlier positions and entered opposite positions. **CMP-** current market price.

Metals

Gold:

Commodity	Strategy	Entry	Target 1	Target 2	Stop loss	Tech rng	Tec.trend
MCX Apr gold	Buy	12600	12700	12770	12534	12600-12800	Volatile

Outlook: NY futures continued to trade volatile. Prices tumbled in the early trade but staged powerful rebound as oil surge past 107. Surging yen kept dollar under pressure. A larger degree correction is overdue but gold has become global currency in today's troubled time.

Strategy: We have given a sell call @ 12760. Both tgt 12700 and 12620 achieved.

Silver

Commodity	Strategy	Entry	Target 1	Target 2	Stop loss	Tech rng	Tec.trend
MCX May Silver	High Risk call Buy	25350	25700	26000	25140	25000-26000	Hyper volatile

Outlook: Silver futures hit lower circuit due to active sell off. Market bounced back and retrace most of the losses due to rebound in oil. Funds are active and using options to play out volatility.

Strategy: Stay away. No call given.

Copper

Commodity	Strategy	Entry	Target 1	Target 2	Stop loss	Tech range	Tec.trend
MCX Apr copper	Hold	Hold long	342	346	331	336-348	Choppy

Outlook: LME copper futures edged lower on active sell off. Chinese copper import decreased 5 percent in Feb 2008. Trade balance was seen sharply down at 8 bln dollar against expectation of 20 bl USD thus suggest weak US may affect Chinese external balance.

Strategy: We have given a buy call @ 340. Stay long with SL@ 331.

Aluminum

Commodity	Strategy	Entry	Target 1	Target 2	Stop loss	Tech range	Tec.trend
MCX Mar Alum	Buy	124.20	126	128	121.70	122-128	Choppy

Outlook: Taking cue from other metals, Aluminum also ended lower. China has indicated to resume coal exports. Nearby Aluminum may slip into backwardation.

Strategy: SL triggered on the long call.