



MCX GOLD (Oct) OVERVIEW & TECHNICAL OUTLOOK

Exchange	Close	Prev. Close	% change
MCX	31905	30840	+3.50
London Spot	\$1397.10	\$1376.00	+1.53

Technical Outlook and Recommendation



MCX Gold once again benefitted from currency disparities & posted a solid gain of 3.50% on weekly basis in comparison to 1.50% gained by its COMEX counterpart. Our weekly buy strategy also achieved both of its targets. Friday turned out to be the D-day for yellow metal when US' New Home Sales numbers unexpectedly tumbled to multiple year low of 394K. This sharp decline in housing sector fuelled hopes that the beginning of gradual withdrawal of bond purchasing program may be delayed towards end of the year. Buy on dips to 31600-31580.

Recommendation:

MCX Gold Oct: Buy on dips to 31600-31580 with SL below 31480 Targets-31880 & 32200.

Gold (Oct)	1	2	3
Resistance	32032	32220	32495
Support	31600	31500	31290

MCX SILVER (Sep) OVERVIEW & TECHNICAL OUTLOOK

Exchange	Close	Prev. Close	% change
MCX	53469	50662	+5.55
COMEX	\$23.95	\$23.20	+3.23

Technical Outlook and Recommendation



Silver continued to robustly lead the bullion segment rising two fold against Gold's healthy performance. The unprecedented rally scored new highs on Friday when it broke above previous week high on closing basis and thus paved the way for much electrifying movements to come ahead in this week. Our last week's buying strategy was bang on targets giving substantial profit to those who traded. Meanwhile, expiry related volatility at MCX & further currency disparities will play a key role in deciding the right entry point for buyers.

Recommendation:

MCX Silver Sep: Buy on dips to 52720-52700 with SL below 52090, Targets-53900 & 55000.

Silver (Sep)	1	2	3
Resistance	53900	54700	55600
Support	52700	52120	51400

MCX ZINC (Sep): OVERVIEW & TECHNICAL OUTLOOK.

Exchange	Close	Prev. Close	% change
MCX	126.40	126.20	+0.16

Technical Outlook and Recommendation


Our last week's buy strategy worked in line with the high momentum up-trend, perfectly achieving both its targets at 127.70-and also marking last week's high at same time. The gigantic rally in all base metals seems to be reached at a point where the pace may halt a bit but the other side of the story is that the August contract is very near to expiry which may bring-in some high voltage price movements. So, no change in strategy...just look for a suitable buy.

Recommendation:

MCX Zinc Sep: Buy at 126.00-125.90 with SL below 124.90, Targets-128.50 & 130.00.

Zinc (Sep)	1	2	3
Resistance	128.00	130.30	133.00
Support	125.85	125.00	123.60

MCX NG (Sep): OVERVIEW & TECHNICAL OUTLOOK

Exchange	Close	Prev. Close	% change
MCX	228.00	214.80	+6.15

Technical Outlook and Recommendation


NG kept dominating the energy segment last week too with strong technical & fundamental support. The trend reversal factor found on technical charts turned more prudent when NYMEX NG broke above an important falling trend line on daily chart. News of prevailing hot weather also did the favor. For this week, buying strategy needs to be stuffed with some alert as August contract approaches expiry and therefore it would be better to wait for a mild correction from here.

Recommendation:

MCX NG Sep: Buy at 226.00-225.80 with SL below 221.00, Targets-234.60 & 239.00.

NG (Sep)	1	2	3
Resistance	235.00	240.00	247.00
Support	225.50	221.90	217.00

Contact

SMS: 'Arihant' to 56677

Website

www.arihantcapital.com

Email Id

research@arihantcapital.com

**Arihant is Forbes Asia's '200 Best under a \$Billion' Company
'Best Emerging Commodities Broker' awarded by UTV Bloomberg**

Disclaimer: This document has been prepared by Arihant Capital Markets Limited (hereinafter called as Arihant) and its subsidiaries and associated companies. This document does not constitute an offer or solicitation for the purchase and sale of any financial instrument by Arihant. Receipt and review of this document constitutes your agreement not to circulate, redistribute, retransmit or disclose to others the contents, opinions, conclusion, or information contained herein. This document has been prepared and issued on the basis of publicly available information, internally developed data and other sources believed to be reliable. Whilst meticulous care has been taken to ensure that the facts stated are accurate and opinions given are fair and reasonable, neither the analyst nor any employee of our company is in any way is responsible for its contents and nor is its accuracy or completeness guaranteed. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. All recipients of this material should before dealing and or transacting in any of the products referred to in this material make their own investigation, seek appropriate professional advice. The investments discussed in this material may not be suitable for all investors. The recipient alone shall be fully responsible/are liable for any decision taken on the basis of this material. Arihant Capital Markets Ltd (including its affiliates) or its officers, directors, personnel and employees, including persons involved in the preparation or issuance of this material may; (a) from time to time, have positions in, and buy or sell or (b) be engaged in any other transaction and earn brokerage or other compensation in the financial instruments/products discussed herein or act as advisor or lender/borrower in respect of such securities/financial instruments/products or have other potential conflict of interest with respect to any recommendation and related information and opinions. The said persons may have acted upon and/or in a manner contradictory with the information contained here and may have a position or be otherwise interested in the investment referred to in this document before its publication. The user of this report assumes the entire risk of any use made of this data / Report. Arihant especially states that it has no financial liability, whatsoever, to the users of this Report.

ARIHANT Capital Markets Ltd

Commodity Research Desk: 6, Lad Colony, Y.N. Road Indore-3

T: 0731-4217191. Fax: 0731-4217103

Corporate Office: 3rd Floor Krishna Bhavan, 67 Nehru Road, Vile Parle (E), Mumbai-57

T. 022-42254800. Fax: 022-42254880

www.arihantcapital.com

RCH-CMB-00