

# Weekly Metal & Energy Outlook

August 19<sup>th</sup> –24<sup>th</sup>, 2013

# MCX GOLD (Oct) OVERVIEW & TECHNICAL OUTLOOK

Exchange	Close	Prev. Close	% change
MCX	30840	27906	+10.51
<b>London Spot</b>	\$1376.00	\$1314.00	+4.72

#### **Technical Outlook and Recommendation**



COMEX Gold highly under-performed in comparison to its MCX counterpart in a week that saw bullion getting into a quick rally. If we compare Gold's rise with Silver then the gap stood much higher...still the yellow metal managed to post a near 5% appreciation at COMEX & a mind blowing 10.51% at MCX, thanks to currency disparities. Technically, the trend looks set to continue the momentum but an overbought status of oscillators & sluggish volume despite such a rise may add to some pressure.

#### **Recommendation:**

MCX Gold Oct: Buy on dips to 30350-30330 with SL below 30195 Targets-30600 & 30900.

Gold (Oct)	1	2	3
Resistance	31000	31220	31400
Support	30305	30200	30030

# MCX SILVER (Sep) OVERVIEW & TECHNICAL OUTLOOK

Exchange	Close	Prev. Close	% change
MCX	50662	42698	+18.65
COMEX	\$23.20	\$20.53	+13.01

#### **Technical Outlook and Recommendation**



Silver displayed the most dramatic weekly rise that equaled the pace & momentum usually seen in a long term rally. The huge 13% rise at COMEX & a superb 18% rise at MCX scored a record for the white metal & after such a grand performance; technical charts have understandably turned more optimistic. However, in between all these recordbreaking times volume has not scored any record and open interest has interestingly fallen which reflects the lack of faith among traders.

#### **Recommendation:**

MCX Silver Sep: Buy on dips to 49600-49550 with SL below 48950, Targets-50700 & 52000.

Silver (Sep)	1	2	3
Resistance	51300	52200	53500
Support	49500	49000	48200

## MCX ZINC (Aug): OVERVIEW & TECHNICAL OUTLOOK.

Exchange	Close	Prev. Close	% change
MCX	124.80	116.00	+7.60

#### **Technical Outlook and Recommendation**



The phenomenal rally in base metals reached new heights last week with momentum getting more vibrant & participation much confident. Among all base metals, Zinc is still looking attractive for this week. After posting gains of nearly 8% last week, momentum indicators have as obviously reached their over-bought stage but on analyzing through a broader perspective things are very much in favor of Zinc & all the base metals.

MCX NG (Aug): OVERVIEW & TECHNICAL OUTLOOK

Exchange	Close	Prev. Close	% change
MCX	212.30	195.40	+8.65

#### **Technical Outlook and Recommendation**



NG displayed the best weekly gains in current August contract taking a gigantic leap of nearly 9%. In a week that could be termed as a trend-changer, NG formed some specific reversal technical patterns. Capitalizing on a reversal hammer candlestick pattern on daily chart, momentum indicators like MACD & RSI shifted into positive territory after a long time with ADX also showing the strength equally. The trend is set to continue this week too and with August contract expiry coming soon, we may get to see electrifying movements.

#### **Recommendation:**

MCX Zinc Aug: Buy on dips to 122.00-121.80 with SL below 119.80 Targets-125.50 & 127.70.

Zinc (Aug)	1	2	3
Resistance	128.00	130.30	133.00
Support	121.60	120.20	119.00

#### **Recommendation:**

MCX NG Aug: Buy at 208.00-207.80 with SL below 203.00, Targets-217.70 & 224.20.

NG (Aug)	1	2	3
Resistance	214.00	218.20	225.00
Support	207.00	204.20	199.00



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