



### Bullion sell off continues: China enters into deflation era?

**Please Read this before you trade:** We strongly recommend traders to use some discretion on entry and exit points based on product volatility and multiplier. Outlook, entry and exit points valid for 1-2 days unless specifically mentioned as positional. SL is closing basis or Intraday as per scenario. Levels are indicative.

#### Bullion- Short term calls

Commodity	Strategy	Entry	Target 1	Target 2	Sl is closing basis	Tech Range	Tec. Trend
Gold Feb mini	Existing sell cost@ 62100	Sold @ 62100 Add more @ 63000	61800-850	60900-61000	Given real time	61300-63300	Toppish

**Outlook:** Gold prices took a beating after strong job data. Spot gold soared to all time high around 2146 London spot and fell to 2000 later on. MCX Feb gold jumped to 64400 and settled near 61700 last week. As of now gold traded around 61600.

**Strategy:** We sold @ 62100. Sell more around 63000. Booked 50% profit around 61800-850. 2<sup>nd</sup> profit book tgt is 60800-900. High risk trader may sell again around 62300-400. Overall range is 60500-63500 for 2-5 week.

Commodity	Strategy	Entry	Target 1	Target 2	Stop loss	Tech Range	Tec. Trend
MCX Mini silver Feb*	Sold	74700	Book 50% profit 73500	2 <sup>nd</sup> tgt 71200-71400	Trail SL 73200	71500-73500	Trend Reversal

**Outlook:** London spot silver spied to 25.91 last Monday early morning, now its traded around 22.90- Silver has proven habit to produce failure swings. Perceived fundamentals are strong- real fundamentals are weak. Dikhave pe mat jaa mere yaar. Saal ke 8000-9000 vyaj deke buyer ko kamana thoda tough he. Fil haal range London Silver ke liye 21.73-24.20, MCX Mar silver ke liye 71500-73500. He. Silver ki 6 month ki range 65000-80000 dikhti he. Agar bahut hi kamjor news ya data aaye to 62000 bhi possible he. Silver ko 82000 cross karne ke liye bahut bade teji ke karn jese ki early rate cut- rupee heades towards 85-86. As of now, bias is bearish.

**Strategy:** We are holding short positions around 74700. Booked 50% profit around 73500. Book full profit around 70800-71300. If market bounce again towards 73700-7400- Sell again abv 73700.

#### Base Metals

Commodity	Strategy	Entry	Target 1	Target 2	Stop loss	Tech Range	Tec. Trend
MCX Nov Copper	Sell	716-717 & 721-722	713-714	710-711	Given after entry	707-727	Circular commodity

**Outlook:** Copper lost its recent gains. China inflation data is too ugly. YOY PPI is now minus 0.5%. CPI is minus 0.3 on YOY basis. This is serious economic downturn. LME Copper continuously producing failure swing. This is the story of ummid pe duniya kayam he. Jab teji ke smachar aate he to copper bounce deta he- teji ki ummidde jinda ho jati he. Broking house buy-buy bol ne lagte he. Aur jab mkt reality chack karta he to supply ka swag- ooncha vyajbadla dikhta he. Copper sidi se upar jata he- lift se niche aata he. Bar baar 700-780 ke bich ghummta rehta he.

**Strategy:** humne 717- 722 me do 2 step me sell kiya- average sell cost 719.50 he. Low risk trade may book 50% profit at 714. High risk trader may hold full short. Expected 2-4-week range is 705-739.

Commodity	Strategy	Entry	Target 1	Target 2	Stop loss	Tech Range	Tec. Trend
MCX Dec mini Alu	Buy	197	198	201	Given later	194-207	Oversold

**Outlook:** Aluminum market looks oversold. Chinese alu production is rapidly expanding. Market is well supplied. LME Alu inventory is swelling as several banks are back in cash-carry. Metals trade is feeling fatigue and tiredness of last years scams in Nickle, Zinc, Tin etc. Lot of theft, forged fake shipping docs, over pledging etc. happened. In a broader sense- it's a crash and burn story.

**Strategy:** Bought @ 197. We may exit between 198-201. As of now mkt looks oversold.

Commodity	Strategy	Entry	Target 1	Target 2	Stop loss	Tech Range	Tec. Trend
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<b>MCX Dec Mini-Zinc- Positional</b>	Buy	215.50-216 CMP	217.50-218	220-221	Given later	212-224	Sideways
<b>Outlook:</b> Zinc market is showing some signs of bargain hunting on sharp dips. Market is well supplied. LME Zinc inventory is swelling. Most of material is owned by Citi bank and it looks like Rent-lease deal or may be off balance sheet financing deal often used by distressed end users.							
<b>Strategy:</b> Buy on dips. May buy at CMP of 215.50.							
<b>Bullion Index</b>							
<b>Commodity</b>	<b>Strategy</b>	<b>Entry</b>	<b>Target 1</b>	<b>Target 2</b>	<b>Stop loss</b>	<b>Tech Range</b>	<b>Tec. Trend</b>
MCX Dec Bulldex	Sell	16120-16140	15980	15930	Given later	15780-16370	Hyper volatile & chaotic
<b>Outlook:</b> Bulldex may show wild but random moves. Preferred bias is sell on rise.							
<b>Strategy:</b> Sell on rise.							
<b>Energy Markets as- Digital Betting mkt HIGH Risk calls</b>							
<b>Commodity</b>	<b>Strategy</b>	<b>Entry</b>	<b>Target 1</b>	<b>Target 2</b>	<b>Stop loss</b>	<b>Tech Range</b>	<b>Tec. Trend</b>
MCX Jan crude	Sell	6220-6250	6130-6144	6090-6100	Given later	5800-6500	Betting casino
<b>Outlook:</b> Crude is war commodity. Long term fundamentals are bearish as supply is far exceeding demand amid rise of renewals, ramp up of oil production in North America, not so active hurricane season in US, and demand destruction amid soft manufacturing demand.							
<b>Strategy:</b> Sell on spike.							
<b>Commodity</b>	<b>Strategy</b>	<b>Entry</b>	<b>Target 1</b>	<b>Target 2</b>	<b>Stop loss</b>	<b>Tech Range</b>	<b>Tec. Trend</b>
MCX Dec Gas	No call	NA	NA	NA	NA	178-223	Bearish
<b>Outlook:</b> Europe gas market is saddled with too much stock. Looks like a bear market. Gas is a special commodity- Use it or lose it.							
<b>Strategy:</b> Major trend is bearish. We have strong HUNCH that gas price trading in negative value is not unthinkable. EU power prices recently traded in negative values. Gas is a commodity- Use it or lose it!!!!							

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