



Riveting Metals



Punter's Call

Crucial day for gold

Today is a very important day for the precious metals, as today's close would give the weekly close and present gold at the wedge support. Yesterday, gold lost almost \$15 and created a new low of the last four weeks. Gold has support at \$664 and \$660, which are wedge trend line support and 20-weekly exponential moving average respectively. If today this metal breaches and closes below \$660 then we can see a free-fall in the next week, but this weekend, we can expect some profit booking also. Any bounce-back is a good selling opportunity. Resistance can be faced at \$670 and \$682 levels. If gold breaches the \$660 range, then we can confirm the long-term wedge on the weekly chart. The technical indicator "Know Sure Thing (KST)" triggered a sell signal on the weekly chart.

On count side, we can finish minor wave "B" at the recent high of \$693.60 and the target for the minor wave "C" is pegged at around \$520 levels (ie "A" = "C".) We are counting "A" from last year's high of \$730 to \$543 levels. From \$543 to \$693.60 is the minor "B" wave, which was formed in the wedge shape. For the short term to medium term, gold has supports at \$632 and \$601 levels.

On MCX June Gold has breached the support of Rs9,050 and this can act as a resistance in the near term. The downside targets for this metal are Rs8,950, Rs8,780 and Rs8,600.

Gold








Short Term Trend

	Target	Trend	Reversal	Support/Resistance
Gold Mcx June	8700	↓	9250	8700/9250
Silver Mcx July	17900	↓	19000	17900/19000
Crude Mcx May	2480	↓	2600	2600/2600
Copper Mcx June	343	↑	328	328/343
Zinc Mcx May	170	↑	163	163/170
Nickle Mcx May	2180	↑	2030	2030/2180

Medium Term Trend

	Target	Trend	Reversal	Support/Resistance
Gold Cash US \$	656	↓	695	656/695
Silver Cash US \$	12.6	↓	13.8	12.85/13.80
Crude US \$	59	↓	64.5	59/64.5
Copper Mcx June	360	↑	315	315/360
Zinc Mcx Apr	175	↑	149	149/175
Nickle Mcx Apr	2250	↑	1950	1950/2250

Icon guide

 Up	 Down	 Sideways	 Downswing matures	 Upswing matures
--	--	--	--	---

Day Trader's HIT List

For May 11, 2007

Instrument	Support Levels		LTP (Rs)	Resistance Levels		Action
	S1	S2		R2	R1	
Gold Cash US \$	655	660	667	670	675	Sell at R2 with stop loss below R1.
Gold MCX (June)	8870	8950	9000	9050	9090	Sell at R2 with stop loss below R1.
Silver Cash US \$	12.65	12.83	13	13.1	13.31	Sell at R2 with stop loss below R1.
Silver MCX (July)	18080	18280	18360	18420	18550	Sell at R2 with stop loss below R1.
Copper MCX (June)	318	323	325	327	329.5	Sell at R2 with stop loss below R1.
Zinc MCX (May)	162	163.5	164.6	165.5	167	Sell at R2 with stop loss below R1.
Nickle MCX (May)	2080	2110	2115	2140	2160	Sell below S2.
Crude Oil US \$	60.6	61.3	62.1	62.6	63.1	Sell at R2 with stop loss R1.
Crude Oil MCX (May)	2510	2540	2565	2580	2610	Sell at R2 with stop loss R1.

[Home](#)

For Private Circulation only

"This document has been prepared by Sharekhan Commodities Pvt. Ltd. and is intended only for the person or entity to which it is addressed to and may contain confidential and/or privileged material and is not for any type of circulation. Any review, retransmission, or any other use is prohibited. Kindly note that this document does not constitute an offer or solicitation for the purchase or sale of any financial instrument or as an official confirmation of any transaction. If you have received this in error, please contact the sender and delete the material immediately from your computer/mailbox. The information contained herein is from sources believed reliable. We do not represent that it is accurate or complete and it should not be relied upon as such. We may from time to time have positions in, or options on, and buy and sell securities referred to herein. We may from time to time solicit from, or perform investment banking, or other services for, any company mentioned. Any comments or statements made herein do not necessarily reflect those of Sharekhan Commodities Pvt. Ltd."