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MARKET ANALYSIS

Base Metals Price Move - 02nd Feb 2026 to 06th Feb 2026

Commodity	Exchange	Contract	High	Low	Close	PCP	Change	% Change
Copper	LME (USD/ Tonne)	3-M Forward	13526	12414.5	12994	13157.5	-163.5	-1.24%
	MCX (Rs/Kg)	27-Feb-26	1302.55	1156	1242.85	1335.5	-92.65	-6.94%
Lead	LME (USD/ Tonne)	3-M Forward	2003.5	1945	1960	2009	-49	-2.44%
	MCX (Rs/Kg)	27-Feb-26	195.35	187	189.85	199	-9.15	-4.60%
Zinc	LME (USD/ Tonne)	3-M Forward	3387.5	3238	3345.5	3402	-56.5	-1.66%
	MCX (Rs/Kg)	27-Feb-26	331.6	312	325.65	329	-3.35	-1.02%
Aluminium	LME (USD/ Tonne)	3-M Forward	3134	2979.5	3085	3144	-59	-1.88%
	MCX (Rs/Kg)	27-Feb-26	318.9	300	312.2	327	-14.8	-4.53%
Nickel	LME (USD/ Tonne)	3-M Forward	17680	16495	17090	17954	-864	-4.81%
	MCX (Rs/Kg)	27-Feb-26	1603	1483	1537.9	1569.2	-31.3	-1.99%

Source - Bloomberg

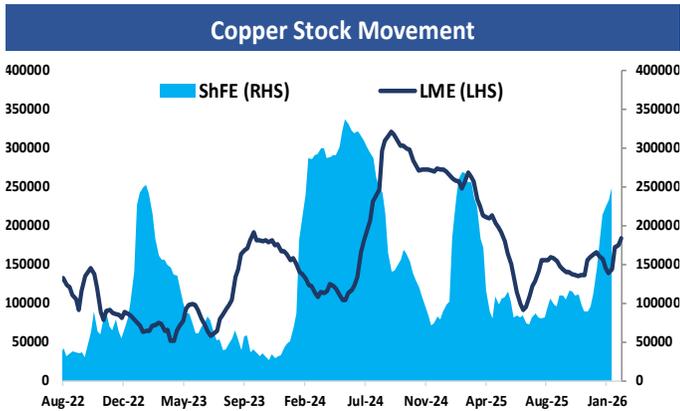
Base metals concluded lower for the week, as profit-taking and seasonal demand softness weigh.

Copper- Copper prices paused during the recently concluded week, slipping a little over 1% to settle just below the \$13,000/ton mark as markets consolidated following the sharp rally seen earlier in the year. The pullback was largely driven by profit-taking and rising inventories across major trading hubs, particularly in Asia, pointing to softer near-term demand conditions. Buying interest from Chinese fabricators slowed ahead of the Lunar New Year holidays, while elevated price levels curtailed spot purchases and contributed to a temporary build-up in stocks. Sentiment was further weighed down by expectations of higher refined copper output in China this year and a redirection of stocks previously destined for the U.S. back into Asian markets. A firmer dollar also added pressure across the base metals complex. Looking ahead, the recent correction appears more reflective of positioning and seasonal demand adjustments rather than a shift in underlying fundamentals. Structural demand drivers linked to power grid investment, renewable energy, electric vehicles, and data-center expansion remain intact, while supply risks continue to linger after years of underinvestment in new mining capacity. As holiday-related demand disruptions fade and physical consumption gradually normalizes, copper is likely to trade with elevated volatility but retain a constructive bias. Trading range for the week is ₹1185.5 – ₹1,305.

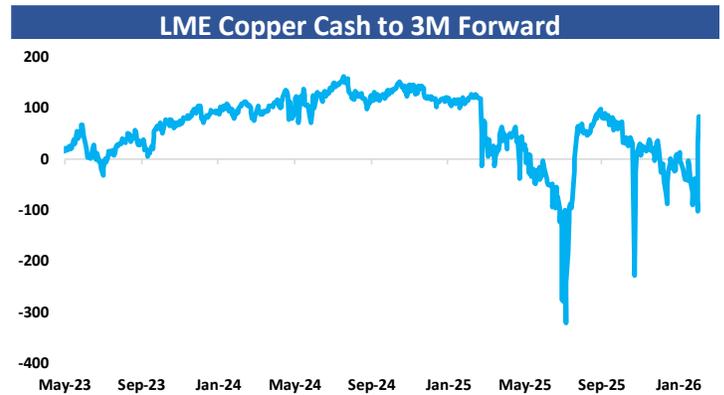
Aluminium- Aluminium began the week on a softer footing, emerging as one of the weaker performers as prices declined nearly 2% to settle around \$3,085/ton, retreating from the recent three-year high of \$3,356. The correction largely reflected a broader pullback across base metals following an extended rally, with speculative positions unwound as elevated trading activity in China prompted investors to lock in profits near peak levels. A firmer U.S. dollar and evolving macro expectations further weighed on sentiment. Despite this setback, the underlying supply backdrop remains supportive. China's continued adherence to its 45-million-ton production cap and delays in overseas smelting expansion, particularly in Indonesia, point to limited scope for meaningful supply growth even as markets reassess short-term demand trends. Looking ahead, aluminium's price direction is likely to be increasingly driven by macro developments in the near term, with currency movements and policy signals shaping volatility following the recent speculative unwind. However, the broader outlook remains constructive as structural constraints, including capped capacity growth, energy-related production challenges, and tightening availability, continue to underpin the market. While consolidation at higher levels cannot be ruled out as risk sentiment stabilizes and manufacturing signals remain mixed, steady demand from power infrastructure, electrification, and packaging sectors is expected to provide support. As a result, aluminium may continue to trade with a firm underlying bias, with supply-side tightness limiting deeper downside risks in the weeks ahead. Trading range for the week is ₹300 – ₹323.

Weekly Stock Change			LME Stock Change from		ShFE Stock Change from	
Exchange	LME	Shanghai	52-week High	52-week Low	52-week High	52-week Low
Copper	4.74%	6.83%	-42.89%	77.16%	-26.13%	651.32%
Aluminum	-0.96%	13.09%	-56.35%	16.46%	-30.60%	153.67%
Lead	13.27%	-36.05%	-79.30%	110.39%	-91.34%	29.16%
Nickel	-0.35%	3.72%	-74.63%	342.05%	-83.73%	326.75%
Zinc	-2.18%	8.50%	-90.43%	-9.84%	-79.99%	244.84%

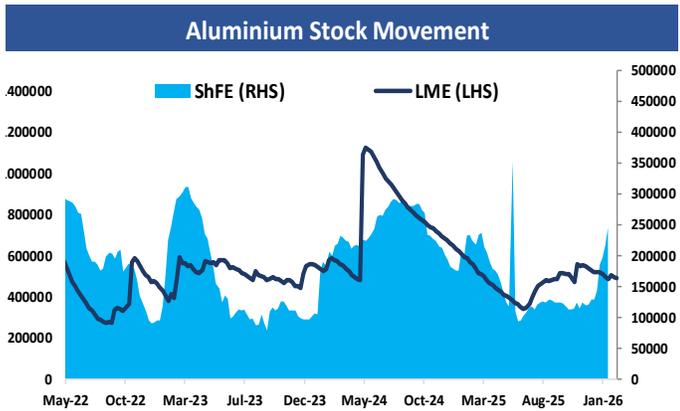
Source - Bloomberg, KS Commodity Research



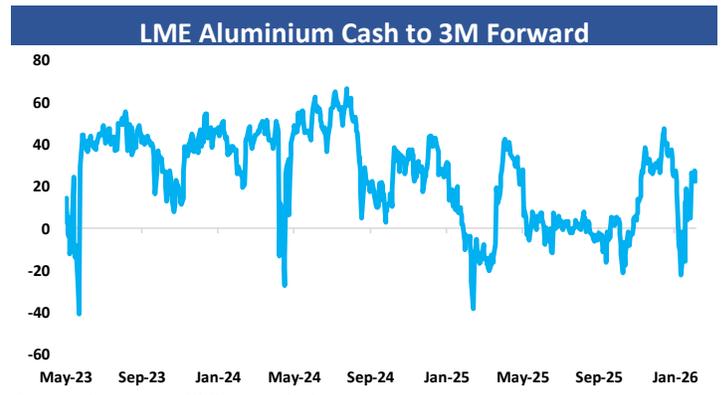
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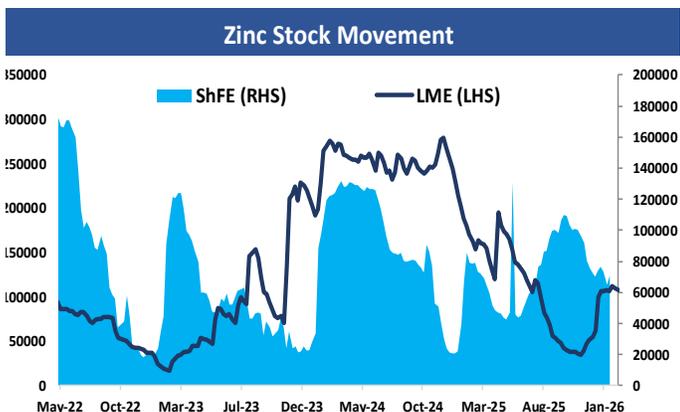
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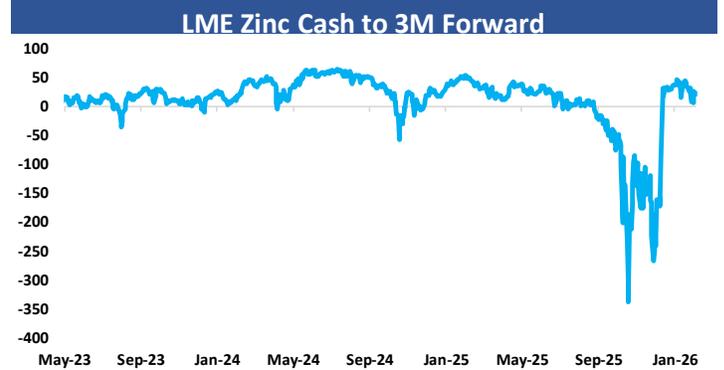
Source - Bloomberg, KS Commodity Research



Source - Bloomberg, KS Commodity Research



Source - Bloomberg, KS Commodity Research



Source - Bloomberg, KS Commodity Research

TECHNICAL OUTLOOK



Source:- Tradingview.com, KS Commodity Research

On the 4-H chart, MCX Copper Futures, after witnessing a sharp correction, have now entered a consolidation phase, indicating that the market is stabilizing following the recent decline. Prices have taken strong support near the 200 EMA, which is currently acting as a crucial support zone and preventing further downside pressure. However, the Supertrend indicator remains negative, reflecting that selling pressure is still present in the broader short-term structure. Meanwhile, the RSI is trading below the 50-mark but remains above its 21 EMA, suggesting that downside momentum is gradually weakening and underlying strength is beginning to build. This setup indicates that while the broader bias remains cautious, the market is attempting to form a base. At present, price action reflects a sideways bias in the near term. A decisive breakout above 1300 could trigger fresh bullish momentum and shift the short-term structure positively. Immediate resistance levels are placed at 1305, followed by 1345. On the downside, key support levels are seen at 1185.50



Source:- Tradingview.com, KS Commodity Research

On the 4-hour chart, MCX Aluminium Futures, after witnessing a sharp correction, are now taking support near the 200 EMA, which is acting as a crucial dynamic support level. This suggests that the recent decline is encountering buying interest at lower levels. However, the Supertrend indicator continues to remain negative, indicating that some selling pressure persists in the short-term structure. Meanwhile, the RSI is trading above the 50 mark and also holding above its 21 EMA, reflecting improving momentum and underlying strength in prices. This combination signals that while the broader short-term trend is still cautious due to the negative Supertrend, momentum indicators are gradually turning supportive. These technical signals suggest a neutral to slightly positive bias in the near term. Immediate support levels are placed at 300, followed by 294. On the upside, major resistance levels are seen at 323 and 332. Overall, MCX Aluminium Futures are expected to trade within the 300–323 range in the near term, with a positive bias emerging if prices sustain above the 200 EMA and build momentum toward higher resistance levels.

RATING SCALE FOR WEEKLY REPORT

BUY	We expect the commodity to deliver 2% or more returns
SELL	We expect the commodity to deliver (-2%) or more returns
SIDEWAYS	We expect the commodity to trade in the range of (+/-) 2%
NOTE - The recommendations are valid for one week from the date of issue of the report, subject to mentioned stop loss, if any	

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