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MARKET ANALYSIS

Base Metals Price Move - 06th Oct to 10th Oct 2025								
Commodity	Exchange	Contract	High	Low	Close	PCP	Change	% Change
Copper	LME (USD/ Tonne)	3-M Forward	11000	10326	10518	10715.5	-197.5	-1.84%
	MCX (Rs/Kg)	31-Oct-25	1026.45	963.15	969	990.05	-21.05	-2.13%
Lead	LME (USD/ Tonne)	3-M Forward	2046	1996.5	2020.5	2020	0.5	0.02%
	MCX (Rs/Kg)	31-Oct-25	184.45	182.55	183.05	184.1	-1.05	-0.57%
Zinc	LME (USD/ Tonne)	3-M Forward	3080	2970	3001.5	3034.5	-33	-1.09%
	MCX (Rs/Kg)	31-Oct-25	300.1	291.1	291.9	294.65	-2.75	-0.93%
Aluminium	LME (USD/ Tonne)	3-M Forward	2807.5	2694.5	2748	2709.5	38.5	1.42%
	MCX (Rs/Kg)	31-Oct-25	268.2	258.75	261.5	259.7	1.8	0.69%
Nickel	LME (USD/ Tonne)	3-M Forward	15620	15145	15280	15433	-153	-0.99%
	MCX (Rs/Kg)	31-Oct-25	1360	1290	1299.3	1355.9	-56.6	-4.17%

Source - Bloomberg

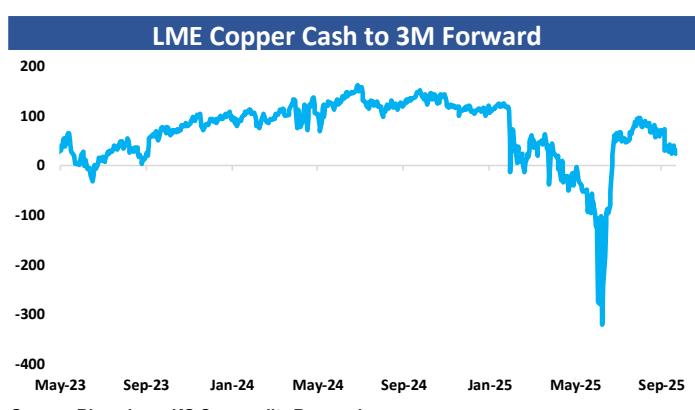
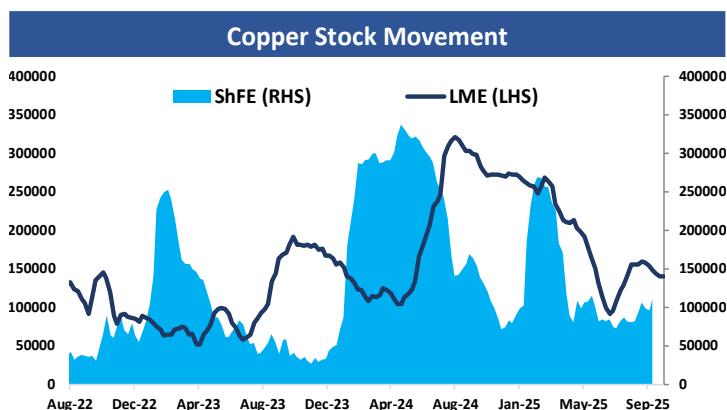
Base metals closed the week on a mixed note, with prices pressured by profit-taking and a firming dollar.

Copper- Copper, after a scorching rally in recent weeks, paused for consolidation in the past week. Earlier, the metal had surged to unprecedented highs of \$11,000/ton on the LME and briefly crossed the psychological ₹1,000/kg mark on the MCX. By week's close, LME copper eased nearly 2% to \$10,518/ton, while MCX copper slipped over 2% to ₹969/kg, pressured by a firmer US dollar above the 99-level following President Trump's warning of a "massive increase" in tariffs on Chinese goods in response to Beijing's rare-earth export restrictions. Despite the pullback, supply-side tensions remained the dominant factor supporting prices. Chile's Codelco posted its lowest monthly output in over two decades, producing just 93,400 tons in August after a fatal mine accident, while Freeport-McMoRan's mine in Indonesia continues under force majeure, with full production not expected before early 2027. Canada's Teck Resources also revised its annual output forecast down to 170,000–190,000 tons from 210,000–230,000 tons. These disruptions have tightened global supply and helped keep copper near multi-month highs, even as SHFE warehouse stocks rose, signaling softer near-term demand. Further highlighting supply concerns, the ICSG revised its forecast for 2025, projecting a smaller-than-anticipated global refined copper surplus, underscoring persistent tightness in the market. While geopolitical tensions, trade policy uncertainties, and a firmer dollar continue to weigh on sentiment, ongoing supply constraints are likely to cushion downside, supporting copper prices and maintaining resilience amid broader macroeconomic pressures. Trading range for the week is 957.50 - 1012.85

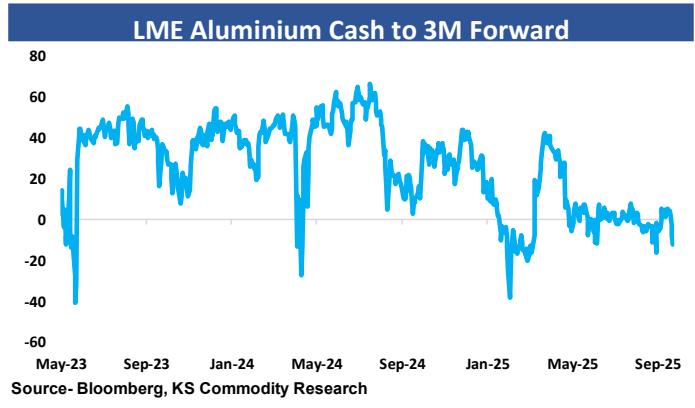
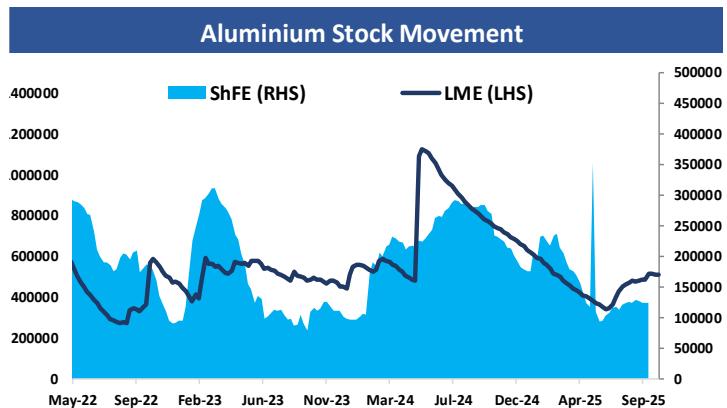
Zinc- A Zinc faced a volatile week, with LME prices falling over 1% to \$3,001/ton and MCX levels hovering near ₹292/kg, despite underlying market strength. The metal continues to navigate a tight supply environment, with LME inventories plunging to around 37,950 tonnes in early October, a two-year low. Supply pressures are driven by smelter bottlenecks, temporary shutdowns, and refined output cuts across key regions, including the closure of Japan's Toho Zinc Annaka plant and lower output from Mitsui Mining. Similarly, production declines were reported at Teck Resources' Red Dog mine and Nyrstar, while China's August output rose to its highest monthly level since Q1 2024, reflecting efforts to stabilize inventories. Market indicators underscore the tightness, with backwardated spreads, surging cancelled warrants, and open stocks dropping from 171,500 tonnes at the start of the year to just 23,000 tonnes, while treatment charges climbed to ₹87.5 per tonne. On the other hand, Ivanhoe Mines' Kipushi mine delivered a 37% quarter-on-quarter increase, maintaining its 2025 production guidance. Zinc prices came under pressure from a stronger dollar, yet ongoing demand from galvanizing and emerging applications such as zinc-ion batteries might continue to provide support. With global supply constraints and inventories at multi-year lows, the market remains structurally supported, keeping prices elevated, albeit with potential near-term volatility. Trading range for the week is 287.50 - 301.50

Weekly Stock Change		LME Stock Change from		ShFE Stock Change from	
Exchange	LME	Shanghai	52-week High	52-week Low	52-week High
Copper	-0.77%	15.42%	-56.56%	34.75%	-67.45%
Aluminum	-0.19%	0.95%	-54.76%	20.70%	-57.18%
Lead	-0.21%	-4.72%	-15.85%	114.14%	-45.58%
Nickel	2.46%	12.21%	16.06%	267.82%	-11.20%
Zinc	-4.65%	9.12%	-86.39%	-68.20%	-18.82%

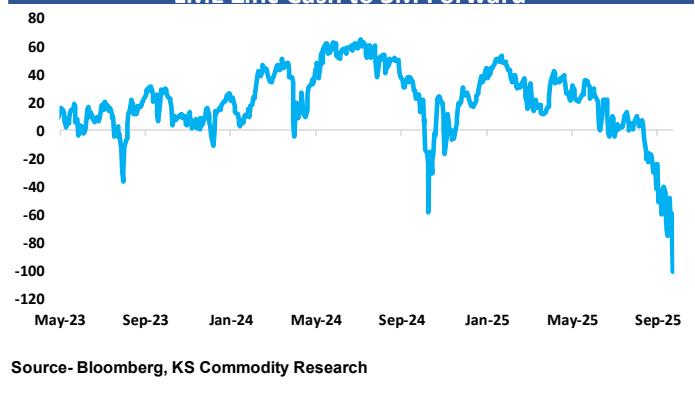
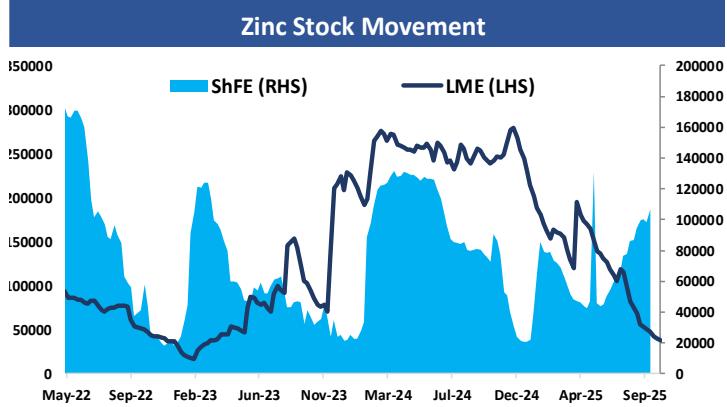
Source - Bloomberg, KS Commodity Research



Source - Bloomberg, KS Commodity Research



Source - Bloomberg, KS Commodity Research



Source - Bloomberg, KS Commodity Research

TECHNICAL OUTLOOK

MCX Copper (OCT) RANGE: 957.5 – 1012.85



On the daily chart, MCX Copper Futures has witnessed a breakout above the upward parallel channel and is currently taking a retest on the upper band of the channel. The Supertrend indicator remains positive, reaffirming that the bullish trend is intact. Furthermore, the price is trading above its 21-day EMA, while the RSI continues to hover above the 60 mark, indicating strengthening bullish momentum. These signals collectively point towards continued upside potential in the near term. Immediate resistance is placed at 1012.85, followed by 1026.50, while on the downside, support is seen at 957.50 and the next key level at 943. Based on the current setup, MCX Copper Futures are expected to trade with a bullish bias, with any dips likely to attract buying interest.

MCX ZINC (OCT) RANGE: 287.50 – 301.50



On the daily chart, MCX Zinc Futures have broken out above the upward parallel channel and are currently taking a retest on the upper band of the channel. The Supertrend (7,3) remains positive, confirming the continuation of the bullish trend. Additionally, the price is trading above its 21-day EMA, while the RSI is holding above the 60 level, indicating strengthening bullish momentum. These signals collectively suggest sustained upside potential. Immediate resistance is placed at 301.50, followed by the next hurdle at 305, while on the downside, support is seen at 287.50 and the key level at 282.50. Based on the current setup, MCX Zinc Futures are expected to maintain a bullish bias, with any dips likely to attract buying interest in the near term.

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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