

## Cotton Domestic Fundamentals:

- Cotton prices remained steady to firm at major trading centers on Friday.
- Cotton has been sown in 26.22 lakh hectare as on 24<sup>th</sup> June 2011.
- Sentiments remained weak as cotton has been sown over an area of 6.01 lakh hectares in Haryana and 4.63 lakh hectares in Rajasthan.
- India's cotton yarn exports declined 33 per cent in the first two months of the current financial year, due to low demand.

## Cotton International Fundamentals:

- U.S futures remained weak as demand from China will be weak.
- Prices also fell as on signs of declining demand for U.S. supplies.
- However bad weather condition in Texas and along the Mississippi River could decline U.S output.

## Outlook: Domestic and International

- In the short term, domestic cotton prices move lower on higher acreage estimates and weak yarn exports.
- U.S Cotton futures may trade lower on lower Chinese demand.
- In the long run, prices may trade higher due to lower U.S crop anticipations.

### NCDEX Cotton Futures

Contract	+/-	Open	High	Low	Close
Feb-12	0.2	671.9	675.1	670.0	671.5
Mar-12	5.6	668.0	676.0	668.0	672.0
Apr-12	3.7	668.4	677.9	665.0	670.1

Contract	Volume	Change	OI	Change
Feb-12	15	-17	62	-9
Mar-12	11	11	21	-6
Apr-12	586	-277	2742	-3

Spread	Feb-12	Mar-12	Apr-12
Spot	65.5	65.0	66.9
Feb-12	-	-0.5	1.4
Mar-12		-	1.9
Apr-12			-

### ICE Cotton Futures:

Contract	+/-	Open	High	Low	Close
Jul-11					
Dec-11					
Mar-12					
May-12					
Jul-12					

Contract	Volume	Change	OI	Change
Jul -11				
Dec-11				
Mar-12				
May-12				
Jul-12				

This section will be updated the next day.

**Cotton Prices at Key Spot Markets:**

Centre	Prices (Rs/Qtl)		Change
	24-06-11	23-06-11	
Kadi – Bt Cotton	3125-3685	2875-3500	185
Amravati – Vunni Mech-1	3100-4200	3100-3700	500
Ahmedabad – Shankar-6	3260-4260	3250-4250	10
Abohar – J-34	3775-3850	3750-3800	50
Muktsar – J-34	3850	3800	50

**Cotton Arrivals in Key Centers**

Centre	Arrivals		Change
	24-06-11	23-06-11	
Kadi –Bt Cotton	25	40	-15
Amravati –Vunni Mech-1	100	100	Unch
Ahmedabad – Shankar-6	3000	4000	-1000

Kadi-1 Truck-20 kgs

Amravati-1 Truck-100 kgs

Ahmedabad- in bags

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