

Cotton Domestic Fundamentals:

- Cotton prices remained steady to firm on Wednesday with Amravati, Muktsar, Abohar and Kadi end in the green, Ahmedabad ending steady.
- Markets sentiments remained firm as cotton mills in the country have decided to bring down production by 32%.
- Sources added that demand could improve in the short run as cotton mills have cut production and this may push markets higher in the short term.
- Separately, sources added that the Indian government is likely to allow further shipment of 1.5 million bales in the current season which supports the current uptrend.

Cotton International Fundamentals:

- U.S cotton futures sentiments remained firm as a drought in Texas and storms across the Great Plains threatened crops in the U.S.
- Separately cotton export from Australia may be hurts after the trade union reduced productivity.

Outlook:

- In the short term, cotton prices may remain steady to firm on firm demand.
- Cotton futures may trade range to firm on drought conditions in the U.S.
- In the long term price trend may depend on global production in U.S and India and demand from China.

NCDEX Cotton Futures

Contract	+/-	Open	High	Low	Close
Feb-12	+1.2	847.5	848	829.2	844
Mar-12	-	-	-	-	-
Apr-12	-1.9	840	841	826.1	837

Contract	Volume	Change	OI	Change
Feb-12	12	-2	33	-
Mar-12	0	-4	9	-
Apr-12	137	-132	424	-5

Spread	Feb-12	Mar-12	Apr-12
Spot	106	117	113
Feb-12	-	-11	-7
Mar-12		-	4
Apr-12			-

ICE Cotton Futures:

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

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

This section will be updated the next day

Cotton Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		25-05-2011	24-05-2011	
Cotton				
	Kadi –Bt Cotton	4000-4750	4000-4700	+50
	Amravati –Vunni Mech-1	3400-4200	3400-4100	+100
	Ahmedabad-Shankar	3000-5000	3000-5000	-
	Abohar – J-34	4800	4700	+100
	Muktsar– J-34	4850	4780	+70

Cotton Arrivals in Key Centers

Commodity	Centre	Arrivals in Bags/Qtl		Change
		25-05-2011	24-05-2011	
Cotton				
	Kadi –Bt Cotton	33	40	-7
	Amravati –Vunni Mech-1	50	100	-50
	Ahmedabad-Shankar	8000	8000	-
	Abohar – J-34	Nil	Nil	-
	Muktsar– J-34	Nil	Nil	-

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