

Cotton Domestic Fundamentals:

- Cotton prices remained mixed on Tuesday with Kadi ending lower, Muktsar, Amravati and Abohar ending in the green.
- Sentiments remained weak as cotton regions in India get early monsoon, aiding in crop sowing.
- Acreage in 3 major producing states Punjab, Rajasthan and Haryana has increased by 200,000 hectares to 1.50-1.55 million hectares as on date, up from 1.35 million hectares in the previous year.

Cotton International Fundamentals:

- Cotton futures slip after U.S government data demonstrated that U.S. crop conditions improved last week.
- The USDA said in its weekly crop-progress report that roughly 87% of U.S. cotton crops were planted as of June 5th 2011, up from 73% a week earlier.

Outlook:

- In the short term, cotton prices may trade weak on higher acreage anticipations this year.
- Cotton futures may trade weaker as crop progress is higher.
- 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	-16.4	783	783	771	772
Mar-12	-	-	789.6	789.6	789.6
Apr-12	-16.2	782	787	770	773.4

Contract	Volume	Change	OI	Change
Feb-12	10	3	42	4
Mar-12	-	-	6	-
Apr-12	262	130	546	28

Spread	Feb-12	Mar-12	Apr-12
Spot	-42	-59.6	-43.4
Feb-12	-	17.6	1.4
Mar-12	-	-	-16.2
Apr-12	-	-	-

ICE Cotton Futures:

Contract	+/-	Open	High	Low	Close
Jul-11	-7.00	155.00	156.00	148.63	148.63
Dec-11	-7.00	135.78	137.28	129.93	129.93
Mar-12	-5.87	127.57	128.89	121.29	122.12
May-12	-5.20	119.00	120.31	114.25	115.01
Jul-12	-4.82	113.81	114.00	108.28	108.82

Contract	Volume	Change	OI	Change
Jul -11	12,984	-3,807	57,322	-2,893
Oct-11	10,398	-3,175	80,196	2,824
Dec-11	803	-632	11,608	312
Mar-12	168	-317	3,050	86
May-12	139	-239	5,763	135

Cotton Prices at Key Spot Markets:

Centre	Prices (Rs/Qtl)		Change
	07-06-11	06-06-11	
Kadi – Bt Cotton	3000-3650	3000-3750	-100
Amravati – Vunni Mech-1	2500-3300	2700-3000	+300
Abohar – J-34	4755	4700	+55
Muktsar – J-34	4750	4700	+50
Ahmedabad - Shankar	-	-	-

Cotton Arrivals in Key Centers

Centre	Arrivals		Change
	07-06-11	06-06-11	
Kadi –Bt Cotton	15-17	25-30	-13
Amravati –Vunni Mech-1	100	100	-
Ahmedabad-Shankar	-	-	-
Abohar – J-34	Nil	Nil	-
Muktsar– J-34	Nil	Nil	-

Kadi-1 Truck-20 kgs

Amravati-1 Truck-100 kgs

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