

**Cotton Domestic Fundamentals:**

- Cotton prices remained steady to weak on Wednesday with Kadi remained steady and Abohar and Muktsar ended lower.
- There was no trade in Amravati due to heavy rainfall in the area.
- Sentiments may remain weak as cotton acreage in Gujarat is expected to increase by around 80,000 hectares this year.
- The cotton acreage last year was 26.33 lakh hectares and this year the acreage is expected to cross 27 lakh hectares.

**Cotton International Fundamentals:**

- U.S futures fell amid lower US crop for 2011-12 due to the drought conditions in the Texas, the largest growing area in the U.S.
- The revised estimates for 2011-12 U.S. cotton output is 17 million (480-lb) bales from the 18 million bales forecast last month.
- Meanwhile, china cotton imports are likely to be 2.8 million metric tons lower compared to the previous estimate of 3 million metric tons.

**Outlook:**

- **In the short term, domestic cotton prices may trade weak due to higher acreage estimates and weak millers demand.**
- **U.S Cotton futures may trade higher on lower U.S and Chinese crop expectations.**
- **In the long term price trend may depend on global production and demand from China and India.**

**NCDEX Cotton Futures**

Contract	+/-	Open	High	Low	Close
Feb-12	<b>-11.9</b>	741.0	743.0	731.3	731.3
Mar-12	<b>-25.5</b>	735.3	735.3	732.5	732.5
Apr-12	<b>-0.70</b>	741.0	744.0	731.4	739.8

Contract	Volume	Change	OI	Change
Feb-12	11	<b>-13</b>	47	<b>-3</b>
Mar-12	3	<b>-28</b>	18	<b>1</b>
Apr-12	478	<b>-170</b>	819	<b>-16</b>

Spread	Feb-12	Mar-12	Apr-12
Spot	-6.3	-7.5	-14.8
Feb-12	-	1.2	8.5
Mar-12	-	-	7.3
Apr-12	-	-	-

**ICE Cotton Futures:**

Contract	+/-	Open	High	Low	Close
Jul-11	<b>-3.58</b>	155.50	158.00	150.29	151.96
Dec-11	<b>-5.98</b>	130.89	132.24	125.78	125.80
Mar-12	<b>-5.51</b>	123.47	125.02	119.11	119.60
May-12	<b>-4.42</b>	115.47	117.02	111.90	112.69
Jul-12	<b>-5.22</b>	109.87	112.20	106.00	106.75

Contract	Volume	Change	OI	Change
Jul -11	13,639	<b>-8,753</b>	31,057	<b>-5,259</b>
Oct-11	11,689	<b>-1,910</b>	92,556	<b>1,868</b>
Dec-11	1,069	<b>-331</b>	13,726	<b>517</b>
Mar-12	264	<b>89</b>	3,589	<b>198</b>
May-12	40	<b>16</b>	5,995	<b>8</b>

**Cotton Prices at Key Spot Markets:**

Centre	Prices (Rs/Qtl)		Change
	15-06-11	14-06-11	
<b>Kadi – Bt Cotton</b>	2875-3625	2875-3625	<b>Unch</b>
<b>Amravati – Vunni Mech-1</b>	No Trade	2700-3300	<b>Unch</b>
<b>Abohar – J-34</b>	4403-4453	4425-4480	<b>-27</b>
<b>Muktsar – J-34</b>	4473	4480-4500	<b>-27</b>

**Cotton Arrivals in Key Centers**

Centre	Arrivals		Change
	15-06-11	14-06-11	
<b>Kadi –Bt Cotton</b>	80	40	<b>+40</b>
<b>Amravati –Vunni Mech-1</b>	No Trade	50	<b>No Trade</b>

**Kadi-1 Truck-20 kgs**

**Amravati-1 Truck-100 kgs**

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