

Cotton Domestic Fundamentals:

- Cotton prices remained mixed on Monday with Kadi, Ahmedabad Abohar ending in the green, Amravati and Muktsar ending lower.
- Prices were weighed down by higher anticipations of cotton acreage this Kharif 2011.
- As per the latest report of Ministry of Agriculture, as on 10th June 2011 sown area under cotton has increased by 40.4% compared to last year's area.
- Cotton has been sown in 21.65 lakh hectare as compared to 15.42 lakh hectare last year.
- It represents an increase of 6.23 lakh hectare over the last year's acreage.

Cotton International Fundamentals:

- U.S futures moved higher on speculation that production will drop in the U.S.
- USDA will release the official statement on June 30th 2011.
- Sentiments remained firm as acreage and production will be lower this year due to after drought in Texas and floods in areas along the Mississippi River damaged crops or delayed plantings.

Outlook: Domestic and International

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

NCDEX Cotton Futures

Contract	+/-	Open	High	Low	Close
Feb-12	8.6	649.0	687.0	640.6	675.8
Mar-12	-25.2	656.9	656.9	650.2	650.0
Apr-12	-16.8	651.2	655.0	630.1	638.8

Contract	Volume	Change	OI	Change
Feb-12	468	455	363	304
Mar-12	19	18	20	7
Apr-12	2522	971	2521	954

Spread	Feb-12	Mar-12	Apr-12
Spot	24.2	50	61.2
Feb-12	-	25.8	37
Mar-12	-	-	11.2
Apr-12	-	-	-

ICE Cotton Futures:

Contract	+/-	Open	High	Low	Close
Jul-11	3.55	145.40	150.60	144.10	148.73
Dec-11	0.30	123.77	126.66	121.55	124.07
Mar-12	0.23	117.75	119.80	115.52	117.94
May-12	-0.52	112.00	113.38	110.62	111.99
Jul-12	-0.18	108.30	109.50	106.65	108.09

Contract	Volume	Change	OI	Change
Jul -11	5,982	-2,487	25,956	-738
Dec-11	14,458	1,261	97,236	988
Mar-12	1,947	-38	14,459	142
May-12	310	-168	3,597	-43
Jul-12	491	-373	5,885	39

Cotton Prices at Key Spot Markets:

Centre	Prices (Rs/Qtl)		Change
	20-06-11	18-06-11	
Kadi – Bt Cotton	3000-3500	2875-3175	325
Amravati – Vunni Mech-1	2400-3100	2400-3200	-100
Ahmedabad – Shankar-6	3000-4125	3000-4000	125
Abohar – J-34	4200-4250	4050-4100	150
Muktsar – J-34	3800-3900	4050-4100	-200

Cotton Arrivals in Key Centers

Centre	Arrivals		Change
	20-06-11	18-06-11	
Kadi –Bt Cotton	25	25	Unch
Amravati –Vunni Mech-1	100	100	Unch
Ahmedabad – Shankar-6	2000	3000	-1000

Kadi-1 Truck-20 kgs

Amravati-1 Truck-100 kgs

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