

Cotton Domestic Fundamentals:

- Cotton prices remained mixed on Thursday with Kadi prices ending lower, Amravati, Abohar and Muktsar remained steady and Ahmedabad ending higher.
- Sentiments remained weak as cotton has been sown over an area of 5.98 lakh hectares in Haryana.
- The total production for 2011-12 will be estimated at 50.40 lakh quintals comped to 36 lakh quintals in the last year.
- 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	1.1	669.9	673.9	667.0	671.3
Mar-12	-	-	674.9	674.9	674.9
Apr-12	-3.9	667.0	674.0	660.1	666.4

Contract	Volume	Change	OI	Change
Feb-12	32	-21	71	-7
Mar-12	-	-34	27	-
Apr-12	863	-1058	2745	221

Spread	Feb-12	Mar-12	Apr-12
Spot	28.7	25.1	33.6
Feb-12	-	-3.6	4.9
Mar-12		-	8.5
Apr-12			-

ICE Cotton Futures:

Contract	+/-	Open	High	Low	Close
Jul-11	3.33	162.00	166.70	162.00	164.55
Dec-11	-2.05	120.77	123.02	118.69	119.40
Mar-12	-2.53	113.30	115.79	111.53	111.59
May-12	-1.85	108.00	112.00	106.88	106.90
Jul-12	-1.56	104.35	107.03	103.33	103.35

Contract	Volume	Change	OI	Change
Jul -11	9,639	5,123	15,753	-4,870
Dec-11	10,937	10,912	1,02,201	848
Mar-12	797	-8,258	15,045	76
May-12	165	-559	3,671	63
Jul-12	316	174	5,694	86

Cotton Prices at Key Spot Markets:

Centre	Prices (Rs/Qtl)		Change
	23-06-11	22-06-11	
Kadi – Bt Cotton	2875-3500	3125-3750	-250
Amravati – Vunni Mech-1	3100-3700	2900-3700	Unch
Ahmedabad – Shankar-6	3250-4250	3000-4125	125
Abohar – J-34	3750-3800	3750-3800	Unch
Muktsar – J-34	3800	3800	Unch

Cotton Arrivals in Key Centers

Centre	Arrivals		Change
	23-06-11	22-06-11	
Kadi –Bt Cotton	40	44	-4
Amravati –Vunni Mech-1	100	100	Unch
Ahmedabad – Shankar-6	4000	3000	1000

Kadi-1 Truck-20 kgs

Amravati-1 Truck-100 kgs

Ahmedabad- in bags

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