

Cotton Domestic Fundamentals:

- Cotton prices continued to rule steady to firm at major trading centers on Monday.
- Sentiments remained firm as traders and stockists started buying at lower prices.
- Prices also moved higher as delay in rains has impacted sowings in the South and central zones, particularly in Gujarat, Maharashtra and Andhra Pradesh.
- Cotton sowing area has been down by almost 5 per cent to 26.22 lakh hectares as against 27.53 lakh hectares in the period under review.

Cotton International Fundamentals:

- U.S futures remained weak amid lower global output estimates.
- According to Cotlook global cotton output will be 2.7 per cent lower at 26.195 million metric tons than previously forecast at 26.73 million metric tons.
- Expectation of higher demand might lend support cotton at lower level.

Outlook: Domestic and International

- In the short term, domestic cotton prices move higher on lower rainfall anticipations in important sowing areas.
- U.S Cotton futures may trade higher as Cotlook reduces global production estimates.
- 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	-4.3	665.0	672.0	660.0	671.4
Mar-12	-2.5	665.0	673.9	665.0	673.9
Apr-12	-12.6	680.0	680.0	662.4	670.2

Contract	Volume	Change	OI	Change
Feb-12	7	-15	67	-2
Mar-12	3	-2	20	-1
Apr-12	939	-784	2939	129

Spread	Feb-12	Mar-12	Apr-12
Basis	78.6	76.1	79.8
Feb-12	-	-2.5	1.2
Mar-12	-	-	3.7
Apr-12	-	-	-

ICE Cotton Futures:

Contract	+/-	Open	High	Low	Close
Jul-11	-3.22	161.50	164.09	158.60	162.00
Dec-11	0.07	121.75	123.58	116.92	121.99
Mar-12	-0.64	113.24	114.79	108.82	113.18
May-12	-1.07	106.35	107.95	104.70	107.88
Jul-12	-0.52	103.10	106.00	100.74	104.28

Contract	Volume	Change	OI	Change
Jul -11	6,402	-5,715	2,801	-4,927
Dec-11	8,731	-2,783	1,00,511	-105
Mar-12	892	-251	15,415	324
May-12	133	32	3,641	18
Jul-12	98	-15	5,640	-38

Cotton Prices at Key Spot Markets:

Centre	Prices (Rs/Qtl)		Change
	27-06-11	25-06-11	
Kadi – Bt Cotton	2750-3750	3250-3750	Unch
Amravati – Vunni Mech-1	No Trade	3300-4200	Unch
Ahmedabad – Shankar-6	3250-4250	3260-4250	Unch
Abohar – J-34	3850-3900	3850-3900	Unch
Muktsar – J-34	3850-3900	3920	-20

Cotton Arrivals in Key Centers

Centre	Arrivals		Change
	27-06-11	25-06-11	
Kadi –Bt Cotton	20	40	-20
Amravati –Vunni Mech-1	No Arrivals	100	No Arrivals
Ahmedabad – Shankar-6	4000	3000	1000

Kadi-1 Truck-20 kgs

Amravati-1 Truck-100 kgs

Ahmedabad- in bags

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