

Cotton Domestic Fundamentals:

- Cotton prices fell at major centers on weak demand.
- Sentiments remained weak as buyers remained absent from the market.
- Sentiments remained firm as cotton sowing area has been down by 22% per cent to 35.17 lakh hectares as against 45 lakh hectares in the same period last year.
- Meanwhile India will complete allocations for cotton exports of an additional 1.0 million bales for this marketing year through September by 06-07-2011.

Weather Update

- Fairly widespread rain/thundershowers would occur over East M.P Marathwada and Vidarbha.
- Widespread rain would occur over Orissa and Northeastern states.
- Isolated to heavy rainfall would occur over coastal Andhra Pradesh and Telengana over the next 48 hours.
- Scattered rainfall activity would prevail over the southern peninsula.
- Fairly widespread rain would occur over Gujarat region.

Cotton International Fundamentals:

- U.S markets will re-open on 05th July 2011.

Outlook: Domestic and International

- In the short term, domestic cotton prices move lower on weak demand.
- Prices trend in the medium to long term will depend on sowing estimates in India.
- U.S markets may trade lower on higher acreage estimates in U.S.

NCDEX Cotton Futures

Contract	+/-	Open	High	Low	Close
Feb-12	-7.5	676.0	680.0	676.0	680.0
Mar-12	-	-	-	-	-
Apr-12	-5.3	682.0	682.0	675.0	675.5

Contract	Volume	Change	OI	Change
Feb-12	4	-18	68	1
Mar-12	0	-1	17	-
Apr-12	624	-674	3352	33

Spread	Feb-12	Mar-12	Apr-12
Basis	40.0	39.0	44.5
Feb-12	-	1.0	-4.5
Mar-12	-	-	-5.5
Apr-12	-	-	-

MCX Cotton Futures

Contract	+/-	Open	High	Low	Close
Mar-12	-3.8	682.0	689.8	681.0	684.8
Apr-12	-4.0	680.0	682.5	678.0	679.0

Contract	Volume	Change	OI	Change
Mar-12	17	-40	85	-3
Apr-12	57	-52	269	16

Spread	Mar-12	Apr-12
Basis	35.2	41.0
Mar-12	-	-5.8
Apr-12	-	-

ICE Cotton Futures:

Contract	+/-	Open	High	Low	Close
Jul-11					
Dec-11					
Mar-12					
May-12					
Jul-12					

Contract	Volume	Change	OI	Change
Jul-11				
Dec-11				
Mar-12				
May-12				
Jul-12				

This section will be updated the next day.

Cotton Prices at Key Spot Markets:

Centre	Prices (Rs/Qtl)		Change
	04-07-11	03-07-11	
Kadi – Bt Cotton	3400-3600	3250-3750	-150
Amravati – Vunni Mech-1	NA	NA	NA
Ahmedabad – Shankar-6	NA	NA	NA
Abohar – J-34	3725	3725-3750	-25
Muktsar – J-34	3650-3700	3725-3750	-50

Cotton Arrivals in Key Centers

Centre	Arrivals		Change
	04-07-11	03-07-11	
Kadi –Bt Cotton	12	No Arrivals	12
Amravati –Vunni Mech-1	NA	NA	NA
Ahmedabad – Shankar-6	NA	NA	NA

Kadi-1 Truck-20 kgs

Amravati-1 Truck-100 kgs

Ahmedabad- in bags

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