

Cotton Domestic Fundamentals:

Cotton prices remained mixed on Monday as buying activity remained weak due to Bakri-Id holiday. Arrivals remained lower due to Bakri-Id. However, arrivals will increase in this week as harvest is gathering momentum in all states. Crop is in harvest stage in most states.

Cotton Domestic Futures Market:

NCDEX remained closed on the account of Bakri-Id.

Cotton International Fundamentals

Cotton futures moved higher on Friday amid concerns that weak demand for product will overshadow any cuts in production that show up in next week's USDA numbers. Crop production and world agricultural supply demand reports are due to be released Wednesday November 9th 2011. However cotton futures may continue its bearish momentum as ICAC believes that global cotton consumption in the 2011 - 2012 marketing year will grow very little. However, cotton exports has increased supporting markets at lower levels and December contracts ended higher by 0.6% at 98.74 cents a pound on ICE.

Outlook: Domestic and International

In the short term, domestic cotton prices move range bound to weak on higher production estimates, weak demand and fresh arrival expectations.

U.S markets may trade range bound to weak on and lower consumption.

NCDEX Kapas Futures: as on 07th November 2011 (Prices in Rs/20/kg)

Contract	+/-	Open	High	Low	Close
Feb-11	-	Closed	Closed	Closed	Closed
Mar-11	-	Closed	Closed	Closed	Closed
Apr-11	-	Closed	Closed	Closed	Closed

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
12-Feb	Closed	-	Closed	-
12-Mar	Closed	-	Closed	-
12-Apr	Closed	-	Closed	-

Spread	Feb-12	Mar-12	Apr-12
Basis	-	-	-
Feb-12	-	-	-
Mar-12	-	-	-
Apr-12	-	-	-

NB: Spread was done by taking Average of Spot prices at Ahmedabad market for Shankar cotton.

MCX Kapas Futures: as on 07th November 2011 (Prices in Rs/20/kg)

Contract	+/-	Open	High	Low	Close
Mar-11	-	Closed	Closed	Closed	Closed
Apr-11	-	Closed	Closed	Closed	Closed

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
12-Mar	Closed	-	Closed	-
12-Apr	Closed	-	Closed	-

Spread	Mar-12	Apr-12
Basis	-	-
Mar-12	-	-
Apr-12	-	-

NB: Spread was done by taking Average of Spot prices at Ahmedabad market for Shankar cotton.

MCX Cotton Futures (29 mm Variety): Updated price as on 07th November 2011 (Prices in Bales)

Contract	+/-	Open	High	Low	Close
Dec-11	-	Closed	Closed	Closed	Closed
Jan-12	-	Closed	Closed	Closed	Closed
Mar-12	-	Closed	Closed	Closed	Closed

Cotton Prices at Key Spot Markets

Centre	Prices		Change
	07-11-11	05-11-11	
Kadi – Bt Cotton#	4600-4875	4750-5000	-125
Amravati – Vunni Mech-1#	Closed	4400-4600	-
Ahmedabad – Shankar-6#	4000-4550	4000-4100	450
Abhor – J-34*	3490	3490	Unch
Muktsar – J-34*	3490	3490	Unch

*-Rs/maund, #-Rs.qtl

Cotton Arrivals in Key Centers

Centre	Arrivals		Change
	07-11-11	05-11-11	
Kadi –Bt Cotton	975	200	775
Amravati –Vunni Mech-1	Closed	500	-
Ahmedabad – Shankar-6	10000	20000	-10000
Abohar	1700	1700	Unch
Muktsar	300	300	Unch

Kadi-1 Truck-100 Qtls, Amravati-1 Truck-100 kgs, Ahmedabad, Abohar and Muktsar-Bales

Prices of Cotton at Other Centers: As on 07/11/2011

State	Market Center	Arrivals	Variety	Minimum Price	Maximum Price	Modal Price
		Tonnes		Rs/Quintal		
Gujarat	Unava	545	Other	3505	4675	4600
Punjab	Bariwala	10.2	Other	3450	4005	3985

Cotton Association of India Spot Rates: As on 07/11/2011

Trade Name	Staple	Micronaire	Strength/ GPT	Rs. Per Candy
Bengal Deshi (RG)/ Assam Comilla	Below 22mm	5.0 - 7.0	15	Closed
Bengal Deshi (SG)	Below 22mm	5.0 - 7.0	15	Closed
V-797	22mm	4.5 -5.9	19	Closed
J-34	25mm	3.5 - 4.9	23	Closed
H-4/ MECH-1	28mm	3.5 - 4.9	25	Closed
Shankar-6	29mm	3.5 - 4.9	26	Closed
Bunny/ Brahma	31mm	3.5 - 4.9	27	Closed
MCU-5/ Surabhi	33mm	3.3 - 4.5	28	Closed
DCH-32	35mm	2.8 - 3.6	31	Closed

Cotlook Index: As on 04/11/2011

Cotlook Indices	Cents/Pound	Change
A-Index	108.05	-0.05

China Cotton Index: As on 07/11/2011

Index	RMB/Ton	Change
CCIndex(328)	19286	-7
CCIndex(527)	16772	-16
CCIndex(229)	20667	-4

RMB- Renminbi, 1RMB= 0.156769 \$U.S.

USDA Cotton Spot rates: As on 04/11/2011

Growth Area	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
	cents/lb.		bales
Southeast	98.74	100.49	24
North Delta	97.74	98.74	Nil
South Delta	97.74	98.74	Nil
East TX-OK	94.25	97.00	1,496
West Texas	94.25	96.75	1,255
Desert SW	95.24	101.24	Nil
SJ Valley	96.24	105.64	Nil

Spot quotations are for cotton equal to the official standards, net weight, in mixed lots. Upland quotations are FOB car/truck, which includes compression and any brokerage charges. The upland base quality is color 41, leaf grade 4, staple 34 (1.05 to 1.07), mike 3.5, 3.6 and 4.3 to 4.9, strength 26.5 to 28.4 grams per tex and uniformity 80.5 to 81.4

***ICE Cotton Futures: As on 04/11/2011**

Contract	Open	High	Low	Close	Change
Dec-11	98.12	99.82	98.05	98.74	0.62
Mar-12	97.80	99.00	97.40	98.46	0.66
May-12	98.02	98.80	97.55	98.65	0.85
Jul-12	97.92	98.80	97.40	98.61	0.85
Oct-12	98.86	100.25	97.80	99.98	1.34
Dec-12	96.66	97.25	95.79	97.10	0.67

*Prices in USc

Pakistan Cotton Spot rates: As on 07/11/2011 (in Pakistan Rupees)-Closed-Bakri-Id

Product	Rate for	Ex-Gin Price	Up Country Sales	Spot Rate Karachi
Cotton	37.324 Kgs	-	-	-
Equivalent	40 Kgs	-	-	-

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