

Cotton Domestic Fundamentals:

- The Cotton spot markets declined except Ahmadabad on back of higher supplies on Monday.
- Almost higher arrivals have been reported in the market.
- CCI has procured total 1,11,000 bales of cotton so far in 2011/12. Further Textile ministry directed CCI to buy best quality of cotton at the rate of Rs.900 per maund (1 maund = 20 kgs).
- DGFT is likely to complete its revalidation process almost by Tuesday. According to the government 10 lakh bales of cotton have been approved followed by revalidation process and rest of cotton i.e. 9 lakh bales will be revalidated by Tuesday.
- India has exported totaled 100 lakh bales of cotton so far in the 2011/12.
- There will be a review meeting on supply and demand situation of the raw cotton 2011/12 in presence of Textiles ministry and Cotton Advisory Board as on 18th April 2012.

Cotton International Fundamentals

- Bangladesh' Cotton consumption is estimated to be down by 5.5 % to approx. 3.5 million bales from the last fiscal year consumption on account of lower spinners demand as showed in USDA report.
- Bangladesh government is likely to meet with Indian Textile Minister Mr. Anand Sharma as on 5th May 2012 to discuss on India's export status.

Outlook: Domestic and International

The Cotton prices may trade in sideways in upcoming days.

NCDEX Kapas Futures: (Prices in Rs/20/g)

Contract	+/-	Open	High	Low	Close
Apr-12	-5.00	796.00	800.00	787.00	789.00
Apr-13	6.50	940.00	963.00	940.00	950.00

MCX Kapas Futures: (Prices in Rs/20/kg)

Contract	+/-	Open	High	Low	Close
Apr-12	-5.60	780.10	780.10	772.50	776.00

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Apr-12	1265	-2599	5872	-260
Apr-13	36	-11	209	103

Volumes and OI lots

Contract	Volume	Change	OI	Change
Apr-12	193	-460	2671	-1

Spread	April-12	April-13
Basis	41.00	
Apr-12		161.00

NB: Spread was done by taking avg spot prices at Ahmedabad – Shankar-6 market. Basis = Spot- April

Spread	April-12
Basis	54.00
Apr-12	

NB: Spread was done by taking avg spot prices at Ahmedabad – Shankar-6 market Basis = Spot - April

MCX Cotton Futures (29 mm Variety): Prices in Bales

Contract	% Change	Open	High	Low	Close
30-Mar-12	-0.47	17000	17020	16890	16940
30-Apr-12	-0.63	17280	17400	17280	17300
31-May-12	-1.01	17680	17750	17630	17630
29-June-12	-1.38	18000	18070	17900	17900

Cotton Prices at Key Spot Markets

Centre (1 bale = 170 Kg)	Prices (Rs/Qtl)		Change
	16-4-2012	14-4-2012	
Kadi – Bt Cotton	3535-4300	3900-4400	-100
Amravati – Vunni Mech-1	3750	-	-
Ahmedabad – Shankar-6	4000-4300	4000-4250	+50
Abhor – J-34	3550-3575	3600	-25
Muktsar – J-34	3565	3600	-35
Fajlika Punjab	3750-4125	3750-4160	-35
Khandwa M.P	3250-3800	-	-

Cotton Arrivals in Key Centers

Centre (1 bale = 170 Kg)	Arrivals		Change
	16-4-2012	14-4-2012	
Kadi –Bt Cotton (truck)	125	150	-25
Amravati –Vunni Mech-1 (bales)	3000	-	-
Ahmedabad – Shankar-6	30000	15000	+15000
Abohar (bales)	800	600	+200
Muktsar (bales)	300	250	+50
Fajlika Punjab (quintal)	1800	2000	-200
Khandwa M.P (Qtl)	3000	-	-

Cotton Association of India Spot Rates: 14/4/2012

Trade Name	Staple	Micronaire	Strength/ GPT	Rs. Per Candy (14/4/2012)	Rs. Per Candy (13/4/2012)	Change
Bengal Deshi (RG)/ Assam Comilla	Below 22mm	5.0 - 7.0	15	33700	33300	+400
Bengal Deshi (SG)	Below 22mm	5.0 - 7.0	15	34700	34300	+400
J-34	25mm	3.5 - 4.9	23	29900	29700	+200
H-4/ MECH-1	28mm	3.5 - 4.9	25	32600	32400	+200
Shankar-6	29mm	3.5 - 4.9	26	33800	33600	+200
Bunny/ Brahma	31mm	3.5 - 4.9	27	34900	34700	+200
MCU-5/ Surabhi	33mm	3.3 - 4.5	28	N.Q.	N.Q.	-
sDCH-32	35mm	2.8 - 3.6	31	45000	45000	Unch

Cotlook Index: As on 13/4/2012

Cotlook Indices	Cents/Pound	Change
A-Index	99.80	+1.30

China Cotton Index: As on 16/4/2012

Index	RMB/Ton	Change
CCIndex(328)	19391	-9
CCIndex(527)	16841	-11
CCIndex(229)	20781	-2

RMB - Renminbi, 1RMB = 0.16 \$U.S.

USDA Cotton Spot Rates: As on 13/4/2012

Growth Area	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
	cents/lb.		bales
Southeast	87.33	90.33	NIL
North Delta	86.58	87.58	NIL
South Delta	86.58	87.58	NIL
East TX-OK	82.25	87.00	NIL
West Texas	82.50	88.75	581
Desert SW	84.33	90.83	NIL
SJ Valley	85.58	95.98	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 (Prices in cents/lb.): As on 13/4/2012

Contract	Open	High	Low	Close	Change
May-12	93.01	93.75	91.01	92.08	-0.92
Jul-12	90.05	90.60	88.55	89.73	-0.07
Oct-12	90.43	90.43	90.43	90.43	+0.82
Dec-12	88.43	88.86	86.85	88.68	+0.38
Mar-13	89.00	89.69	87.96	89.54	+0.29
May-13	89.20	89.84	88.15	89.77	+0.24

Pakistan Cotton Spot rates: As on 12/4/2012 (in Pakistan Rupees)

Product	Rate for	Ex-Gin Price	Up Country Sales	Spot Rate Karachi
Cotton	37.32 Kgs	5600	130	5730
Equivalent	40 Kgs	6002	130	6132

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