

**Cotton Domestic Fundamentals:**

- Cotton prices witness Steady tone on Tuesday.
- Marginal Arrivals was registered in spot markets.
- Damage reported in Maharashtra cotton crop due to heavy rains.
- Demand is mainly pushed by denim manufacturers in Gujarat, where demand it is steady.
- Rajasthan Agriculture dept. Issued first advanced estimated for cotton. Area at 482768 hectares, Production 1232478 tonnes., 434 bales/hect. (1 bales=170 kg)
- Haryana Agriculture dept. Issued first advanced estimated for cotton. Area 525,000 hectares, Production 2162,000 tonnes, Yield 700 kg/ hectares for Cotton Lint.

**Cotton International Fundamentals**

- China cotton imports increased by 48 percent till August 2012. Increased reserves by China are likely to affect international price downwards.
- China also started stockpiling cotton to protect domestic farmers as the international prices are 40 percent lower than domestic market.

We expect domestic cotton price to trade on bearish phase.

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

Contract	+/-	Open	High	Low	Close
Feb-13	4.00	984.00	990	982	990
Apr-13	5.00	1015.50	1029	999	1021.5

**Volumes and OI in Lots**

Contract	Volume	Change	OI	Change
Feb-13	13	5	85	0
Apr-13	8,302	1,275	5922	108

**Spread Feb-13 Apr-13**

Basis	-65	
Feb-13		31.50
April-13		

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

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

Contract	+/-	Open	High	Low	Close
Feb-13	4.90	1010	1020	996	1014.9
Apr-13	4.40	1015	1029.5	1002	1023

**Volumes and OI lots**

Contract	Volume	Change	OI	Change
Feb-13	250	-97	215	-27
Apr-13	236	16	393	-16

**Spread Feb-13 Apr-13**

Basis	-86.5	
Feb-13		5.50
April-13		

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

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

Contract	% Change	Open	High	Low	Close
31-Oct-12	-0.17	17550	17600	17450	17530
30-Nov-12	-0.23	17240	17270	17130	17210
31-Dec-12	-0.35	17290	17320	17180	17250
31-Jan-13	-0.11	17470	17540	17450	17500

**Cotton Prices at Key Spot Markets**

Centre (1 bale = 170 Kg)	Prices (Rs/Qtl)		Change
	11-9-2012	10-9-2012	
Amravati-Vunni Mech-1#	4600	4700	-100
Kadi-Bt Cotton#	-	-	-
Ahmedabad-Shankar-6#	4500-4750	4500-4750	Unch
Gondal1	3755-4680	3955-4635	+45
Rajkot-(B.T)	3850-4770	3825-4750	+20
Abohar-J-34*	3810	3800	+10
Muktsar-J-34*	3810	3800	+10
Fajlika#	3800	3800	Unch
Khandwa M.P.	4600	4600	Unch
Patan-(B.T)	-	-	-
Sri-Ganganagar	3720	3700	+20

\*-Rs/maund, #-Rs.qtl

**Cotton Arrivals in Key Centers**

Centre (1 bale = 170 Kg)	Arrivals		Change
	11-9-2012	10-9-2012	
Amravati -Vunni Mech-1#	1000	700	+300
Kadi -Bt Cotton	-	-	-
Ahmedabad - Shankar-6#	2000	2000	Unch
Gondal	57	39	+18
Rajkot-(B.T)	350	410	-60
Abohar	-	-	-
Muktsar	-	-	-
Fajlika	-	-	-
Khandwa M.P.	-	-	-
Patan-(B.T)	-	-	-
Sri-Ganganagar	-	-	-

Khandwa, Kadi, Fajlika-1 Truck-100 Qtls, Amravati-1 Truck-100 kgs, Ahmadabad, Abohar and Muktsar-Bales

**Cotton Association of India Spot Rates: 10/9/2012**

Trade Name	Staple	Micronaire	Strength/ GPT	Rs. Per Candy (8/9/2012)	Rs. Per Candy (8/9/2012)	Change
Bengal Deshi (RG)/ Assam Comilla(101)	Below 22mm	5.0 - 7.0	15	39200	39500	--300
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	39800	40100	-300
J-34(202)	26mm	3.5 - 4.9	23	33900	33900	Unch
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	35800	35800	Unch
Shankar-6(105)	29mm	3.5 - 4.9	28	36400	36600	-200
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	39500	39500	Unch
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	40500	40500	Unch
DCH-32(107)	34mm	3.0 - 3.8	33	53000	53000	Unch

**Cotlook Index: As on 10/9/2012**

Cotlook Indices	Cents/Pound	Change
A-Index	85.85	+025

**China Cotton Index: As on 11/9/2012**

Index	RMB/Ton	Change
CCIndex(328)	18636	+1
CCIndex(527)	16323	+1
CCIndex(229)	19577	0

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

**USDA Cotton Spot Rates: As on 10/9/2012**

Growth Area	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
	cents/lb.		bales
Southeast	73.23	76.23	566
North Delta	72.23	73.73	NIL
South Delta	72.23	73.73	NIL
East TX-OK	69.50	74.25	1919
West Texas	69.00	74.75	NIL
Desert SW	70.23	76.73	NIL
SJ Valley	70.98	81.63	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 10/9/2012**

Contract	Open	High	Low	Close	Change
Oct-12	75.74	75.93	74.98	74.98	-0.74
Dec-12	76.18	76.60	75.23	75.63	-0.67
Mar-13	77.20	77.30	76.12	76.47	-0.71
May-13	78.17	78.19	77.41	77.46	-0.81
Jul-13	79.21	79.25	78.45	78.53	-0.88
Oct-13	79.63	79.63	79.63	79.63	-0.80

**Pakistan Cotton Spot rates: As on 10/9/2012 (in Pakistan Rupees)**

Product	Rate for	Ex-Gin Price	Up Country Sales	Spot Rate Karachi
Cotton	37.32 Kgs	5650	155	5805
Equivalent	40 Kgs	6055	155	6210

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