

Cotton Domestic Fundamentals:

- Cotton prices noticed week tone on Tuesday.
- Cotton Consumption by SSI mill consumption stood at 1.94 lakh bales, 70 thousand more than same period last year. Consumption by non-SSI was 20.8 lakh bales in January -2013 up by 13.6 percent from same period last year. Total mill consumption was at 22.7 lakh bales which is 2.4 lakh bales more than last year, as per data from Textile Commissioner Office.

Cotton International Fundamentals

- China kept volumes of cotton offered from its state reserves steady on Monday, defying expectations that it could ramp up sales to help ease tight domestic supplies after stockpiling most of the domestic crop reported Reuters.
- US cotton raised on the speculations of lower than expected harvested area for cotton in upcoming USDA plantation report.
- Pakistan levied 2 percent duty on imported cotton, which is likely to affect Indian exports to same.
- There is power shortage in Australia that could hamper production hence giving gap for importers.

Outlook: We expect domestic cotton prices to notice steady to weak tone in the coming days amid lack of demand in the spot market.

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

Contract	+/-	Open	High	Low	Close
Apr-13	-10.0	948.0	948.0	937.0	943.5

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

Contract	+/-	Open	High	Low	Close
Apr-13	-7.50	945	948	935.1	942

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Apr-13	6006	29	8471	29

Volumes and OI lots

Contract	Volume	Change	OI	Change
Apr-13	1499	708	1486	25

Spread	Feb-13	Apr-13
Basis	-170	
April-13		

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

Spread	Feb-13	Apr-13
Basis	142.6	
April-13		

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Contract	% Change	Open	High	Low	Close
30-Apr-13	-0.67	19260	19300	19120	19220
31-May-13	-0.76	19590	19630	19430	19540
28-Jun-13	-0.8	19800	19820	19630	19720
31-Jul-13	-0.65	20000	20000	19830	19930

Cotton Prices at Key Spot Markets

Centre (1 bale = 170 Kg)	Prices (Rs/Qtl)		Change
	2-Apr-13	1-Apr-13	
Amravati–Vunni Mech-1#	-	4750	-
Mahesana-Kadi–Bt Cotton#	5200	5200	Unch
Abohar–J-34*	4220	-	-
Muktsar–J-34 *(Cotton)	4240	4280	-40
#(Kapas BT Cotton)	4950	5100	-150
Ahmedabad–Shankar-6#	-	-	-
Fajlika #(Cotton New)	4210	4200	10
#(Kapas BT Cotton)	4985	5040	-55
Khandwa-(M.P)	4800	-	-
Khargaon-(M.P)	4800	-	-
Gondal	5020	-	-
Rajkot-(B.T)	5125	-	-
Sri-Ganganagar	4125	4150	-25
Patan(B.T. Cotton)	5125	-	-

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

Cotton Arrivals in Key Centers

Centre (1 bale = 170 Kg)	Arrivals		Change
	2-Apr-13	1-Apr-13	
Amravati –Vunni Mech-1#	-	1000	-
Mahesana-Kadi –Bt Cotton	100	50	50
Abohar–J-34*	500	-	-
Muktsar–J-34 #(Kapas BT Cotton)	300	300	Unch
Ahmedabad – Shankar-6#	-	-	-
Fajlika#(Kapas BT Cotton)	1000	175	825
Khandwa (M.P)	-	-	-
Khargaon-(M.P)	-	-	-

Gondal	564	-	-
Rajkot-(B.T)	1050	-	-
Sri-Ganganagar	6423	6423	Unch
Patan(B.T. Cotton)	2286	-	-

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

Cotton Association of India Spot Rates: 1/4/2013

Trade Name	Staple	Micronaire	Strength/ GPT	Rs. Per Candy (29/03/2013)	Rs. Per Candy (29/03/2013)	Change
Bengal Deshi (RG)/ Assam Comilla(101)	Below 22mm	5.0 - 7.0	15	35100	35300	-200
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	36000	36100	-100
J-34(202)	26mm	3.5 - 4.9	23	38500	37800	+700
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	38500	38300	+200
Shankar-6(105)	29mm	3.5 - 4.9	28	39200	38800	+400
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	40500	40000	+100
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	-	-	-
DCH-32(107)	34mm	3.0 - 3.8	33	50000	50000	+500

Cotlook Index: As on 28/03/2013

Cotlook Indices	Cents/Pound	Change
A-Index	94.80	+0.20

China Cotton Index: As on 2/4/2013

Index	RMB/Ton	Change
CCIndex(328)	19380	+3
CCIndex(527)	16995	0
CCIndex(229)	20077	0

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

USDA Cotton Spot Rates: As on 1/4/2013

Growth Area	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
	cents/lb.		bales
Southeast	85.14	88.39	NIL
North Delta	83.89	86.39	NIL
South Delta	83.89	86.39	NIL
East TX-OK	80.50	83.25	417
West Texas	80.50	83.50	167

Desert SW	80.89	87.39	NIL
SJ Valley	81.89	92.54	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 1/4/2013

Contract	Open	High	Low	Close	Change
13-May	88.71	89.28	87.26	87.39	-1.07
13-Jul	89.95	90.57	88.72	88.84	-0.97
13-Oct	87.73	87.73	87.35	87.35	-0.38
13-Dec	87.00	88.25	86.73	86.93	-0.44
14-Mar	87.05	88.00	86.63	86.67	-0.51
14-May	86.78	87.18	86.19	86.39	-0.43

Pakistan Cotton Spot rates: As on 1/4/2013 (in Pakistan Rupees)

Product	Rate for	Ex-Gin Price	Up Country Sales	Spot Rate Karachi
Cotton	37.32 Kgs	6900	155	7055
Equivalent	40 Kgs	7395	155	7550

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