

Cotton Domestic Fundamentals:

- Cotton prices noticed mix tone on Wednesday.
- Export demand is less on China announcement to sell some of cotton reserve also low buying from millers which are putting pressure on prices.
- Lower demand of cotton forced downward trend on most markets. With summer heat increasing with each passing day, trading activity is falling across Indian markets. According to market sources, 40 lakh bales are still with farmers across India which will come to markets in coming months till end of this season.
- Exports are slumped due to none buying of China.

Cotton International Fundamentals

- China state reserve off load upset export demand of Indian Cotton.
- China has imported most of its cotton stocks from India, shows data released by agency.
- Cotton futures at NYMEX noticed firm tone amid fresh buying by millers.
- According to China Cotton Association, it will start procuring cotton at same price compared to previous year in order to stabilize domestic production.

Outlook: We expect domestic cotton prices to notice sideways to weak tone amid lack of buying interest from the millers.

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

Contract	+/-	Open	High	Low	Close
Apr-13					
Feb-14					
Mar-14					
Apr-14					

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Apr-13				
Feb-14				
Mar-14				
Apr-14				

Spread	Apr-13	Feb-14	Mar-14	Apr-14
Basis				
Feb-14				
Mar-14				
Apr-14				

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

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

Contract	+/-	Open	High	Low	Close
Apr-13					
Apr-14					
May-14					

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Apr-13				
Apr-14				
May-14				

Spread	Apr-13	Apr-14	May-14
Basis			
April-14			
May-14			

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-Apr-13					
31-May-13					
28-Jun-13					
31-Jul-13					

Cotton Prices at Key Spot Markets

Centre (1 bale = 170 Kg)	Prices (Rs/Qtl)		Change
	24-Apr-13	23-Apr-13	
Amravati–Vunni Mech-1#	4350	-	-
Mahesana-Kadi–Bt Cotton#	4700	4700	Unch
Abohar–J-34*	4030	4020	10
Muktsar–J-34 *(Cotton)	4030	4025	5
*(Kapas BT Cotton)	4600	4500	100
Ahmedabad–Shankar-6#	4950	4900	50
Fajlika *(Cotton New)	-	3860	-
*(Kapas BT Cotton)	-	4475	-
Khandwa-(M.P)	4300	4300	Unch
Khargaon-(M.P)	4300	4300	Unch
Gondal	4500	4855	-355
Rajkot-(B.T)	4950	4910	40
Sri-Ganganagar	3970	3920	50
Bhiwani– *(Cotton)	3870	3870	Unch
*(Kapas BT Cotton)	4600	4500	100
Patan(B.T. Cotton)	-	-	-

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

Cotton Arrivals in Key Centers

Centre (1 bale = 170 Kg)	Arrivals		Change
	24-Apr-13	23-Apr-13	
Amravati –Vunni Mech-1#	1500	-	-
Mahesana-Kadi –Bt Cotton	50	60	-10
Abohar–J-34*	300	250	50
Muktsar–J-34 *(Kapas BT Cotton)	-	35	-
Ahmedabad – Shankar-6#	10000	6000	4000

Fajlika#(Kapas BT Cotton)	-	600	-
Khandwa (M.P)	700	600	100
Khargaon-(M.P)	2500	2500	Unch
Gondal	487	654	-167
Rajkot-(B.T)	1750	850	900
Sri-Ganganagar	2141	2141	Unch
Bhiwani #(Kapas BT Cotton)	200	200	Unch
Patan(B.T. Cotton)	-	-	-

Cotton Association of India Spot Rates: 23/4/2013

Trade Name	Staple	Micronaire	Strength/ GPT	Rs. Per Candy (23/4/2013)	Rs. Per Candy (22/4/2013)	Change
Bengal Deshi (RG)/ Assam Comilla(101)	Below 22mm	5.0 - 7.0	15	33500	33500	Unch
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	34400	34400	Unch
J-34(202)	26mm	3.5 - 4.9	23	36200	35800	+400
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	36700	36700	Unch
Shankar-6(105)	29mm	3.5 - 4.9	28	37200	37000	+200
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	38400	38200	+200
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	39400	39100	+300
DCH-32(107)	34mm	3.0 - 3.8	33	46500	46500	Unch

Cotlook Index: As on 23/4/2013

Cotlook Indices	Cents/Pound	Change
A-Index	92.50	+0.75

China Cotton Index: As on 24/4/2013

Index	RMB/Ton	Change
CCIndex(328)	19369	-1
CCIndex(527)	17008	-3
CCIndex(229)	20076	-1

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

USDA Cotton Spot Rates: As on 22/4/2013

Growth Area	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
	cents/lb.		bales
Southeast	83.4	86.65	1046
North Delta	82.15	84.65	2496
South Delta	82.15	84.65	410
East TX-OK	80.25	83	NIL

West Texas	80.25	83.25	NIL
Desert SW	78.65	85.15	NIL
SJ Valley	79.65	90.3	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 23/4/2013

Contract	Open	High	Low	Close	Change
13-May	84.33	84.36	82.54	82.68	-1.65
13-Jul	86	86.25	84.85	85.1	-1.05
13-Oct	85.08	85.08	85.08	85.08	-1.05
13-Dec	86.18	86.43	85.18	85.41	-0.78
14-Mar	85.98	86.45	85.51	85.58	-0.59
14-May	85.74	85.74	85.74	85.74	-0.47

Pakistan Cotton Spot rates: As on 22/4/2013 (in Pakistan Rupees)

Product	Rate for	Ex-Gin Price	Up Country Sales	Spot Rate Karachi
Cotton	37.32 Kgs	6600	155	6755
Equivalent	40 Kgs	7073	155	7228

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2013 Indian Agribusiness Systems Pvt Ltd.