

## Cotton Domestic Fundamentals:

- Cotton prices noticed strong tone on Monday.
- Cotton Corporation of India (CCI) has started to off load Cotton from Friday through e-auction. It offered to sell 25,000 bales. In effort to make arrivals in market. This is likely to increase prices as millers have yet to procure for whole year and arrivals are already short.
- Export demand is less on China announcement to sell some of cotton reserve also low buying from millers which are putting pressure on prices.

## Cotton International Fundamentals

- USA export has reached to 2.37 lakh bales (1 bales=218kg), mainly to China which is higher than previous month.
- 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.

**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	-4.5	850.0	856.0	845.5	849.50
Feb-14	-7.0	1,035.0	1,038.5	1,001.0	1010.00
Mar-14	0	0.0	0.0	0.0	0.0
Apr-14	-2.0	1,060.0	1,075.0	1,044.0	1,053.5

## Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Apr-13	570	-1048	1286	-1048
Feb-14	27	3	7	3
Mar-14	0	1	1	1
Apr-14	2043	26	859	26

Spread	Apr-13	Feb-14	Mar-14	Apr-14
Basis	150.5			
Feb-14		-10.0		
Mar-14			0	
Apr-14				-53.50

**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	-5.60	840	843	836.2	836.30
Apr-14	-9.10	1050	1050	1021	1026.00
May-14	-2.00	1060	1071.7	1042.1	1051.50

## Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Apr-13	188	131	668	-263
Apr-14	72	19	103	-4
May-14	192	115	352	-6

Spread	Apr-13	Apr-14	May-14
Basis	163.70		
April-14		-26.00	
May-14			-51.50

**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	1.11	17950	18140	17900	18140
31-May-13	1.32	18240	18430	18140	18430
28-Jun-13	1.14	18450	18670	18360	18640
31-Jul-13	1.29	18650	18880	18610	18870

**Cotton Prices at Key Spot Markets**

Centre (1 bale = 170 Kg)	Prices (Rs/Qtl)		Change
	29-Apr-13	26-Apr-13	
Amravati-Vunni Mech-1#	4400	4400	Unch
Mahesana-Kadi-Bt Cotton#	4600	-	-
Abohar-J-34*	4070	3990	80
Muktsar-J-34 *(Cotton )	4070	4000	70
*(Kapas BT Cotton)	4710	4500	210
Ahmedabad-Shankar-6#	5000	4950	50
Fajlika *(Cotton New)	3910	3890	20
*(Kapas BT Cotton)	4475	4445	30
Khandwa-(M.P)	4300	-	-
Khargaon-(M.P)	4300	-	-
Gondal	4680	-	-
Rajkot-(B.T)	4980	4940	40
Sri-Ganganagar	3930	3910	20
Patan(B.T. Cotton)	4870	-	-
Bhiwani- *(Cotton )	3920	3870	50
*(Kapas BT Cotton)	4625	4550	75

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

**Cotton Arrivals in Key Centers**

Centre (1 bale = 170 Kg)	Arrivals		Change
	29-Apr-13	26-Apr-13	
Amravati -Vunni Mech-1#	3500	3000	500
Mahesana-Kadi -Bt Cotton	50	-	-
Abohar-J-34*	100	50	50
Muktsar-J-34 *(Kapas BT Cotton)	-	-	-
Ahmedabad - Shankar-6#	12000	12000	Unch
Fajlika*(Kapas BT Cotton)	600	600	Unch

Khandwa (M.P)	300	-	-
Khargaon-(M.P)	1500	-	-
Gondal	443	-	-
Rajkot-(B.T)	1450	2450	-1000
Sri-Ganganagar	1285	1713	-428
Patan(B.T. Cotton)	2000	-	2000
Bhiwani #(Kapas BT Cotton)	200	200	Unch

**Cotton Association of India Spot Rates: 27/4/2013**

Trade Name	Staple	Micronaire	Strength/ GPT	Rs. Per Candy (27/4/2013)	Rs. Per Candy (26/4/2013)	Change
Bengal Deshi (RG)/ Assam Comilla(101)	Below 22mm	5.0 - 7.0	15	33300	33300	Unch
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	34200	34200	Unch
J-34(202)	26mm	3.5 - 4.9	23	36000	36000	Unch
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	36600	36400	+200
Shankar-6(105)	29mm	3.5 - 4.9	28	37200	37200	Unch
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	38700	38700	Unch
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	39600	39600	Unch
DCH-32(107)	34mm	3.0 - 3.8	33	47500	47500	Unch

**Cotlook Index: As on 26/4/2013**

Cotlook Indices	Cents/Pound	Change
A-Index	90.80	+0.20

**China Cotton Index: As on 29/4/2013**

Index	RMB/Ton	Change
CCIndex(328)	19362	-1
CCIndex(527)	16999	-3
CCIndex(229)	20072	-1

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

**USDA Cotton Spot Rates: As on 26/4/2013**

Growth Area	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
	cents/lb.		bales
Southeast	80.48	83.73	NIL
North Delta	79.48	81.98	NIL
South Delta	79.48	81.98	NIL

East TX-OK	78	80.75	<b>1055</b>
West Texas	78	81	<b>NIL</b>
Desert SW	75.73	82.23	<b>NIL</b>
SJ Valley	76.73	87.38	<b>NIL</b>

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 26/4/2013**

Contract	Open	High	Low	Close	Change
13-May	82.17	82.42	81.11	82.25	<b>0.92</b>
13-Jul	83.32	84.48	83.32	84.25	<b>1.02</b>
13-Oct	83.73	83.73	83.73	83.73	<b>0.72</b>
13-Dec	83.63	83.9	83	83.58	<b>0.3</b>
14-Mar	83.72	83.89	83.31	83.85	<b>0.39</b>
14-May	83.63	84.06	83.63	84.06	<b>0.38</b>

**Pakistan Cotton Spot rates: As on 26/4/2013 (in Pakistan Rupees)**

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

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