

Cotton Domestic Fundamentals:

- Cotton prices noticed firm tone on Monday.
- Cotton Plantation has reached 28.13 lakh hectares for 2013-14 amid good rainfall received in growing areas of cotton. This is above than the normal cropping area of 24.59 lakh hectares.
- Good buying from the local mills and export demand supported prices.
- Lack of stocks in the ready market added to the positive tone of the market.
- Due to heavy rainfall in cotton growing region arrivals have been lower in mandis.
- Plantation is almost complete in Haryana, Rajasthan and Punjab

Cotton International Fundamentals

- As on 16 June, 2013 Cotton plantation has been completed in 98% of the total area in USA and germination stage is said to be fair to good.
- China imported 345,800 tons of cotton in May 2013, showing a 31.1 percent decline compared to the same month previous year according to the Customs Statistics.
- Cotton futures at NYMEX closed lower amid decline in US exports and weak Chinese manufacturing data.

Outlook: We expect domestic cotton prices to notice steady to firm tone in the near –term amid demand from the exporters.

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

Contract	+/-	Open	High	Low	Close
Feb-14	0.0	0.0	0.0	0.0	0.0
Mar-14	0.0	0.0	0.0	0.0	0.0
Apr-14	-7.0	1,084.0	1,093.0	1,060.0	1073.50

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

Contract	+/-	Open	High	Low	Close
Apr-14	-3.50	1045	1055.1	1035	1042.00
May-14	-6.90	1081.1	1083.2	1066	1069.00

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Feb-14	0	0	3	0
Mar-14	0	0	2	0
Apr-14	3674	156	3498	156

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Apr-14	-5	5	72	-1
May-14	138	102	553	-1

Spread	Feb-14	Mar-14	Apr-14
Feb-14	0		
Mar-14		0	
Apr-14			26.50

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

Spread	Apr-14	May-14
April-14	58.00	
May-14		31.00

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

Contract	% Change	Open	High	Low	Close
28-Jun-13	0.41	19500	19640	19470	19510
31-Jul-13	0.51	19770	19950	19770	19820
31-Oct-13	0.15	20120	20240	20020	20030
29-Nov-13	-0.05	19990	19990	19840	19840

Cotton Prices at Key Spot Markets

Centre	Variety	Prices (Rs/Qtl)		Change
		24-Jun-13	22-Jun-13	
Amravati	Mech-1	5050	5100	-50
Khandwa	Mech-1	No Arrival	No Arrival	-
Khargaon	Mech-1	No Arrival	No Arrival	-
Mahesana(Kadi)	B.T. Cotton	No Arrival	No Arrival	-
Muktsar	B.T. Cotton	No Arrival	No Arrival	-
Patan	B.T. Cotton	No Arrival	No Arrival	-
Rajkot	B.T. Cotton	5685	5515	170
Fazilika	B.T. Cotton	4400	4340	60
Fazilika*	B.T. Cotton	No Arrival	No Arrival	-
Bhiwani	B.T. Cotton	4450	4250	200
Bhiwani*	B.T. Cotton	5400	5150	250
Ahmedabad	Shankar-6	5500	5375	125
Gondal	Shankar-6	5495	5320	175
Sri-Ganganagar	J-34	4280	4232	48
Abohar	J-34	4475	4370	105
Muktsar	J-34	4425	4330	95

* New Crop

Cotton Arrivals in Key Centers

Centre	Variety	Arrivals		Change
		24-Jun-13	22-Jun-13	
Amravati	Mech-1	500	500	Unch
Khandwa	Mech-1	No Arrival	No Arrival	-
Khargaon	Mech-1	No Arrival	No Arrival	-
Mahesana(Kadi)	B.T. Cotton	No Arrival	No Arrival	-
Muktsar	B.T. Cotton	No Arrival	No Arrival	-
Patan	B.T. Cotton	No Arrival	No Arrival	-
Rajkot	B.T. Cotton	850	950	-100
Fazilika	B.T. Cotton	No Arrival	No Arrival	-
Fazilika*	B.T. Cotton	No Arrival	No Arrival	-

Bhiwani*	B.T. Cotton	No Arrival	No Arrival	-
Ahmedabad	Shankar-6	4000	4000	Unch
Gondal	Shankar-6	148	751	-603
Sri-Ganganagar	J-34	No Arrival	No Arrival	-
Abohar	J-34	No Arrival	No Arrival	-
Muktsar	J-34	No Arrival	No Arrival	-

* New Crop

Cotton Association of India Spot Rates: 22/6/2013

Trade Name	Staple	Micronaire	Strength/ GPT	Rs. Per Candy (22/6/2013)	Rs. Per Candy (21/6/2013)	Change
Bengal Deshi (RG)/ Assam Comilla(101)	Below 22mm	5.0 - 7.0	15	39000	39000	Unch
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	39900	39900	Unch
J-34(202)	26mm	3.5 - 4.9	23	39900	39400	+500
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	39900	39700	+200
Shankar-6(105)	29mm	3.5 - 4.9	28	40400	40200	+200
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	41000	40800	+200
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	42500	42200	+300
DCH-32(107)	34mm	3.0 - 3.8	33	49800	49500	+300

Cotlook Index: As on 21/6/2013

Cotlook Indices	Cents/Pound	Change
A-Index	92.35	-1.25

China Cotton Index: As on 24/6/2013

Index	RMB/Ton	Change
CCIndex(328)	19318	-3
CCIndex(527)	16949	-1
CCIndex(229)	20069	Unch

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

USDA Cotton Spot Rates: As on 21/6/2013

Growth Area	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
	cents/lb.		bales
Southeast	83.43	86.68	NIL
North Delta	82.68	85.18	NIL
South Delta	82.68	85.18	NIL
East TX-OK	80.25	83.00	NIL
West Texas	80.25	83.25	NIL
Desert SW	78.68	85.18	NIL
SJ Valley	79.68	90.33	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 21/6/2013

Contract	Open	High	Low	Close	Change
13-Jul	84.51	85.59	84.21	85.15	+0.23
13-Oct	85.67	85.99	85.10	85.68	-0.24
13-Dec	85.06	85.46	84.32	84.64	-0.72
14-Mar	84.91	84.91	83.53	83.71	-1.28
14-May	84.32	84.32	83.00	83.11	-1.56
14-Jul	84.21	84.21	82.72	82.81	-1.85

Pakistan Cotton Spot rates: As on 22/6/2013 (in Pakistan Rupees)

Product	Rate for	Ex-Gin Price	Up Country Sales	Spot Rate Karachi
Cotton	37.32 Kgs	6500	155	6655
Equivalent	40 Kgs	6966	155	7121

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