

Cotton Domestic Fundamentals:

- Cotton prices noticed mixed tone on Tuesday.
- 22,000-20,000 bales of cotton have arrived across India. This is likely to remain steady to low as plantation activity is going on across cotton growing areas.
- 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.

Cotton International Fundamentals

- Pakistan textile exports grew on good demand from US and European markets. The demand is likely to upset as economy is likely to dip.
- China cotton imports dip to 31% compared to the same time last year in May 2013.
- Cotton global stocks will be lowest level in 3 years. The global supplies of cotton have been getting tighter outside China.

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	2.0	1,072.5	1,077.5	1,067.0	1076.00

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

Contract	+/-	Open	High	Low	Close
Apr-14	-1.10	1039.9	1042	1030.1	1042
May-14	1.50	1067.9	1070.5	1061.5	1069.7

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Feb-14	0	0	3	0
Mar-14	0	0	2	0
Apr-14	1799	-51	3447	-51

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Apr-14	5	-5	72	0
May-14	74	-64	556	3

Spread	Feb-14	Mar-14	Apr-14
Feb-14	0		
Mar-14		0	
Apr-14			24.00

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		30.30

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

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

Contract	% Change	Open	High	Low	Close
28-Jun-13	-0.77	19460	19460	19290	19350
31-Jul-13	-0.3	19740	19800	19610	19740
31-Oct-13	-0.05	19950	20030	19820	20020
29-Nov-13	-0.25	19900	19910	19680	19840

Cotton Prices at Key Spot Markets

Centre	Variety	Prices (Rs/Qtl)		Change
		25-Jun-13	24-Jun-13	
Amravati	Mech-1	5100	5050	50
Khandwa	Mech-1	No Arrival	No Arrival	-
Khargaoon	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	5660	5685	-25
Fazilika	B.T. Cotton	4350	4400	-50
Fazilika*	B.T. Cotton	No Arrival	No Arrival	-
Bhiwani	B.T. Cotton	4325	4450	-125
Bhiwani*	B.T. Cotton	5250	5400	-150
Ahmedabad	Shankar-6	5500	5500	Unch
Gondal	Shankar-6	5500	5495	5
Sri-Ganganagar	J-34	4380	4280	100
Abohar	J-34	4475	4475	Unch
Muktsar	J-34	4480	4425	55

* New Crop

Cotton Arrivals in Key Centers

Centre	Variety	Arrivals		Change
		25-Jun-13	24-Jun-13	
Amravati	Mech-1	700	500	200
Khandwa	Mech-1	No Arrival	No Arrival	-
Khargaoon	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	1250	850	400
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	2000	4000	-2000
Gondal	Shankar-6	251	148	103
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: 24/6/2013

Trade Name	Staple	Micronaire	Strength/ GPT	Rs. Per Candy (24/6/2013)	Rs. Per Candy (22/6/2013)	Change
Bengal Deshi (RG)/ Assam Comilla(101)	Below 22mm	5.0 - 7.0	15	39500	39000	+500
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	40400	39900	+500
J-34(202)	26mm	3.5 - 4.9	23	40600	39900	+700
H-4/ MECH-1(105)	28mm	3.5 – 4.9	27	40500	39900	+600
Shankar-6(105)	29mm	3.5 – 4.9	28	40900	40400	+500
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	41700	41000	+700
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	42800	42500	+300
DCH-32(107)	34mm	3.0 - 3.8	33	50500	49800	+700

Cotlook Index: As on 24/6/2013

Cotlook Indices	Cents/Pound	Change
A-Index	91.85	-0.50

China Cotton Index: As on 25/6/2013

Index	RMB/Ton	Change
CCIndex(328)	19315	-3
CCIndex(527)	16948	-1
CCIndex(229)	20068	-1

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

USDA Cotton Spot Rates: As on 24/6/2013

Growth Area	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
	cents/lb.		bales
Southeast	81.77	85.02	NIL
North Delta	81.02	83.52	NIL
South Delta	81.02	83.52	NIL
East TX-OK	78.75	81.50	850
West Texas	78.75	81.75	903

Desert SW	77.02	83.52	NIL
SJ Valley	78.02	88.67	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 24/6/2013

Contract	Open	High	Low	Close	Change
13-Jul	85.78	85.78	82.38	82.98	-2.17
13-Oct	85.69	86.87	83.97	84.02	-1.66
13-Dec	84.64	85.30	83.11	83.18	-1.46
14-Mar	83.70	84.24	82.33	82.50	-1.21
14-May	83.30	83.87	81.75	82.05	-1.06
14-Jul	82.88	82.88	81.58	81.82	-0.99

Pakistan Cotton Spot rates: As on 24/6/2013 (in Pakistan Rupees)

Product	Rate for	Ex-Gin Price	Up Country Sales	Spot Rate Karachi
Cotton	37.32 Kgs	6400	155	6555
Equivalent	40 Kgs	6859	155	7014

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