



### Cotton Domestic Fundamentals:

- Cotton prices in domestic markets noticed weak tone on Thursday.
- Prices remained under pressure due to heavy arrivals and weak demand.
- Arrivals this year are 18% higher than arrivals in previous year during the same period.
- CCI has announced that it is ready to buy cotton at MSP, if need for the same arises.
- Cotton association of india has revised the cotton production estimate at 380.5 lakh bales, 0.5 lakh bales less than the previous estimates.
- According to the market participants, consumption this year is likely to increase to 300 lakh bales, compared to 287 lakh bales last year.
- As per the USDA estimates, cotton exports from India are likely to decline by 9%.

### Cotton International Fundamentals:

- China is likely to start the selling of cotton from its stock reserves from the current week onwards.
- Cotton imports in china during October stood 141000 tonnes, 48.1% less as compared to previous year during the same month.
- Cotton production in China during the year 2013-14 would be 6.678 million tones, 12.3% lesser than previous year.
- World cotton stockpiles next year would be around 19.81 million tones, 7% bigger than what was estimated in July this year, as reported by ICAC.
- International Prices during the initial two month of season (Aug-Jul) remained higher compared to initial months of last two year.

**Outlook:** We expect domestic cotton prices to remain range bound in coming days.

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

Contract	+/-	Open	High	Low	Close
Feb-14	-15.5	886.00	886.00	880.00	881.00
Mar-14	-18.5	911.50	911.50	905.00	905.00
Apr-14	-6	951.00	951.50	941.00	946.00

#### Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Feb-14	5	5	12	1
Mar-14	9	9	10	-6
Apr-14	5,102	1,498	8015	628

#### Spread

	Feb-14	Mar-14	Apr-14
Feb-14	134		
Mar-14		110	
Apr-14			69

**NB:** Spread was done by taking avg spot prices at Rajkot – B.T. Cotton market. Basis = Spot- April

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

Contract	+/-	Open	High	Low	Close
Mar-14	-13.60	906.00	906.10	896.00	898.80
Apr-14	-7.10	954.20	956.00	947.00	950.00

#### Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Mar-14	98	84	187	29
Apr-14	339	300	263	-108

#### Spread

	Apr-14	May-14	
Mar-14	116.2		
Apr-14		65	

**NB:** Spread was done by taking avg spot prices at Rajkot – B.T.Cotton market. Basis = Spot- April

### MCX Cotton Futures Closed (29 mm Variety):

Contract	% Change	Open	High	Low	Close
29-Nov-13	-1.26	19030	19100	18840	18870
31-Dec-13	-1.25	19110	19140	18930	18970
31-Jan-14	-1.08	19240	19290	19100	19150
27-Feb-14	-0.92	19400	19440	19300	19330
31-Mar-14	-1.06	19600	19650	19590	19650
30-Apr-14	-1.69	19800	19800	19800	19800

### Cotton Prices at Key Spot Market:

Centre	Variety	Prices (Rs/Qtl)		Change
		14-Nov-13	13-Nov-13	
Amravati	Mech-1	4600	4700	-100
Khandwa	Mech-1	4900	-	-
Khargaan	Mech-1	4900	-	-
Mahesana(Kadi)	B.T. Cotton	5125	5150	-25
Muktsar	B.T. Cotton	5350	5400	-50
Patan	B.T. Cotton	4820	5010	-190
Rajkot	B.T. Cotton	5075	5075	Unch
Fazilika*	B.T. Cotton(Narma)	5270	5300	-30
Bhiwani	B.T. Cotton	4270	4400	-130
Bhiwani*	B.T. Cotton	5300	5350	-50
Sirsa*	B.T. Cotton	4290	4325	-35
Ahmedabad	Shankar-6	5000	5000	Unch
Gondal*	Shankar-6	5005	5065	-60
Sri-Ganganagar	J-34	4300	4325	-25
Abohar*	J-34	4385	4435	-50
Muktsar	J-34	4390	4440	-50
Fazilika*	J-34	4375	4405	-30
Bhatinda	J-34	4400	4430	-30
Mansa	J-34	4390	4430	-40

\* New Crop

Cotton Arrivals in Key Centers:

Centre	Variety	Arrivals (Qtl)		Change
		14-Nov-13	13-Nov-13	
Amravati	Mech-1	5000	5000	Unch
Khandwa	Mech-1	1500	-	-
Khargaon	Mech-1	6000	-	-
Mahesana(Kadi)	B.T. Cotton	70000	65000	5000
Muktsar	B.T. Cotton	No Arrival	No Arrival	-
Patan	B.T. Cotton	30000	25000	5000
Rajkot	B.T. Cotton	6500	7750	-1250
Fazilika*	B.T. Cotton	1500	1300	200
Bhiwani*	B.T. Cotton	800	1500	-700
Sirsa*	B.T. Cotton	1700	1360	340
Ahmedabad	Shankar-6	35000	40000	-5000
Gondal*	Shankar-6	2815	2028	787
Sri-Ganganagar	J-34	2000	1500	500
Abohar*	J-34	1190	1190	Unch
Muktsar	J-34	340	340	Unch
Bhatinda	J-34	24650	22950	1700
Mansa	J-34	510	680	-170

\* New Crop

Cotton Association of India Spot Rates:

Trade Name	Staple	Micronaire	Strength/ GPT	Rs. Per Candy	Rs. Per Candy	Change
				13-Nov-13	12-Nov-13	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	41600	41600	Unch
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	42600	42600	Unch
J-34(202)	26mm	3.5 - 4.9	23	NQ	NQ	-
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	40000	40200	-200
Shankar-6(105)	29mm	3.5 - 4.9	28	40700	40900	-200
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	41100	41300	-200
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	41400	41600	-200
DCH-32(107)	34mm	3.0 - 3.8	33	54000	54000	Unch



### China Cotton Index: As on 14/11/2013

### Cotlook Index: As on 13/11/2013

Cotlook Indices	Cents/Pound	Change
A-Index	84.55	<b>-0.20</b>

Index	RMB/Ton	Change
CCIndex(328)	NQ	-
CCIndex(527)	NQ	-
CCIndex(229)	NQ	-

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

### USDA Cotton Spot Rates: As on 13/11/2013

Growth Area	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
	cents/lb.		bales
Southeast	76.22	79.97	<b>926</b>
North Delta	75.97	78.47	<b>NIL</b>
South Delta	75.97	78.47	<b>NIL</b>
East TX-OK	76.25	78.5	<b>3090</b>
West Texas	76.25	79.25	<b>9929</b>
Desert SW	72.97	79.72	<b>NIL</b>
SJ Valley	73.72	84.37	<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 13/11/2013

Contract	Open	High	Low	Close	Change
<b>Dec-13</b>	77.88	78.5	77.71	77.97	<b>0.09</b>
<b>Mar-14</b>	78.35	78.74	78	78.59	<b>0.37</b>
<b>May-14</b>	78.79	79.29	78.53	79.19	<b>0.40</b>
<b>Jul-14</b>	79.5	79.78	79.11	79.71	<b>0.33</b>
<b>Oct-14</b>	76.81	77.31	76.81	77.31	<b>0.44</b>
<b>Dec-14</b>	76.73	77.33	76.61	77.21	<b>0.59</b>

### Pakistan Cotton Spot rates: As on 13/11/2013 (in Pakistan Rupees)

Product	Rate for	Ex-Gin Price	Up Country Sales	Spot Rate Karachi
<b>Cotton</b>	37.32 Kgs	6550	155	<b>6705</b>
<b>Equivalent</b>	40 Kgs	7020	155	<b>7175</b>

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