



### Cotton Domestic Fundamentals:

- Cotton prices in domestic markets noticed weak tone on Saturday.
- Prices ruled lower amid weak demand and sluggish trading activity in most of the market.
- 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\* : (Prices in Rs/20kg)

Contract	+/-	Open	High	Low	Close
Feb-14	-10.5	904.00	904.00	870.00	872.00
Mar-14	-12.5	895.50	895.50	895.00	895.00
Apr-14	-10.5	942.00	943.00	935.00	935.00

#### Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Feb-14	26	21	13	1
Mar-14	7	-2	4	-6
Apr-14	3,185	-1,917	8511	496

#### Spread

	Feb-14	Mar-14	Apr-14
Feb-14	118		
Mar-14		95	
Apr-14			55

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

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

Contract	+/-	Open	High	Low	Close
Mar-14	-4.80	895.00	903.00	891.00	894.70
Apr-14	-10.10	945.30	946.30	933.10	939.20

#### Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Mar-14	34	-64	188	1
Apr-14	56	-283	263	0

#### Spread

	Apr-14	May-14
Mar-14	95.3	
Apr-14		50.8

**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					
31-Dec-13					
31-Jan-14					
27-Feb-14					
31-Mar-14					
30-Apr-14					

### Cotton Prices at Key Spot Market:

Centre	Variety	Prices (Rs/Qtl)		Change
		16-Nov-13	15-Nov-13	
Amravati	Mech-1	4400	4400	Unch
Khandwa	Mech-1	Closed	Closed	-
Khargaon	Mech-1	Closed	Closed	-
Mahesana(Kadi)	B.T. Cotton	4900	5000	-100
Muktsar	B.T. Cotton	5250	5280	-30
Patan	B.T. Cotton	--	4500	--
Rajkot	B.T. Cotton	4950	5000	-50
Fazilika*	B.T. Cotton(Narma)	5200	5215	-15
Bhiwani	B.T. Cotton	-	4200	-
Bhiwani*	B.T. Cotton	-	5270	-
Sirsa*	B.T. Cotton	4230	4250	-20
Ahmedabad	Shankar-6	4875	4950	-75
Gondal*	Shankar-6	4900	Closed	-
Sri-Ganganagar	J-34	4225	4250	-25
Abohar*	J-34	4330	4360	-30
Muktsar	J-34	4340	4375	-35
Fazilika*	J-34	4350	4390	-40
Bhatinda	J-34	4340	4345	-5
Mansa	J-34	4340	4375	-35

\* New Crop

### Cotton Arrivals in Key Centers:

Centre	Variety	Arrivals (Qtl)		Change
		16-Nov-13	15-Nov-13	
Amravati	Mech-1	6000	5000	1000
Khandwa	Mech-1	Closed	Closed	-
Khargaon	Mech-1	Closed	Closed	-
Mahesana(Kadi)	B.T. Cotton	45000	60000	-15000
Muktsar	B.T. Cotton	No Arrival	No Arrival	-
Patan	B.T. Cotton		20500	
Rajkot	B.T. Cotton	6500	7000	-500
Fazilika*	B.T. Cotton	1200	1200	Unch
Bhiwani*	B.T. Cotton	-	500	-
Sirsa*	B.T. Cotton	1360	1360	Unch
Ahmedabad	Shankar-6	40000	45000	-5000
Gondal*	Shankar-6	2991	Closed	-
Sri-Ganganagar	J-34	1500	1500	Unch
Abohar*	J-34	850	1190	-340
Muktsar	J-34	255	255	Unch
Bhatinda	J-34	25500	28900	-3400
Mansa	J-34	680	680	Unch

\* New Crop

### Cotton Association of India Spot Rates:

Trade Name	Staple	Micronaire	Strength/ GPT	Rs. Per Candy	Rs. Per Candy	Change
				15-Nov-13	14-Nov-13	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	41400	41600	-200
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	42400	42600	-200
J-34(202)	26mm	3.5 - 4.9	23	NQ	NQ	-
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	39500	39800	-300
Shankar-6(105)	29mm	3.5 - 4.9	28	40200	40500	-300
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	40600	40900	-300
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	40900	41200	-300
DCH-32(107)	34mm	3.0 - 3.8	33	54000	54000	Unch



### China Cotton Index: As on 16/11/2013

#### Cotlook Index: As on 15/11/2013

Cotlook Indices	Cents/Pound	Change
A-Index	83.90	<b>-1.00</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 15/11/2013

Growth Area	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
	cents/lb.		bales
Southeast	75.7	79.45	<b>700</b>
North Delta	75.2	77.7	<b>Nil</b>
South Delta	75.2	77.7	<b>Nil</b>
East TX-OK	74.75	77	<b>129</b>
West Texas	74.75	77.75	<b>3789</b>
Desert SW	72.45	79.2	<b>Nil</b>
SJ Valley	73.2	83.85	<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 15/11/2013

Contract	Open	High	Low	Close	Change
<b>Dec-13</b>	76.62	77.4	76.52	77.12	<b>0.60</b>
<b>Mar-14</b>	77.51	78.46	77.5	78.2	<b>0.74</b>
<b>May-14</b>	78.15	78.99	78.12	78.71	<b>0.62</b>
<b>Jul-14</b>	79.05	79.51	78.7	79.29	<b>0.58</b>
<b>Oct-14</b>	76.93	76.93	76.93	76.93	<b>0.42</b>
<b>Dec-14</b>	76.5	76.75	76.06	76.54	<b>0.28</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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