

### Domestic Fundamentals:

**Market Outlook:** *MCX Cotton July contract prices closed after gaining 0.72% at the Friday closing, mainly getting strength on the back of slow progress of cotton sowing in India and brighter prospects of exports to China. Spot markets traded mixed with market lacking any immediate fundamentals.*

### **In The News:**

*Sowing of, cotton has been delayed in India due to the slow progress of monsoon rains in central and western parts of the country. But sowing is expected to pick as the monsoon has galloped to cover entire state. In Gujarat the rainfall deficit was as high as 93 percent, a few day before. Traders are expecting fall in acreages by lakh hectares against last year of 122 lakh hectares. However since the attractiveness in other crop is low the sowing can still remain above 115 lakh hectares.*

*Illegal HT cotton seed sales have been reported in Telangana and Maharashtra in the grey market. These varieties are herbicide tolerant and the patent is held by Monsanto company. Telangana in response has banned the sale of Glyphosate herbicide against which the cotton has resistance. Framers like the product as it saves cost of labor in the weeding process. HT seeds have not been approved in India and Monsanto Mahyco has withdrawn its application for approval from GEAC.*

### **Monsoon Update:**

*India's monsoon has covered the entire country, more than a fortnight ahead of the normal schedule in a year that is forecast to see average rains.*

*The land-based trough over North that drives the monsoon over Central and North India, has shifted to the North of its normal position, closer to the Himalayan foothills. Monsoon would be active or even vigorous in the foothills including along Uttar Pradesh and Bihar.*

*As a result, the rainfall over Central India may get reduced as the bulk of the precipitation gets pushed towards the regions adjoining the foothills tomorrow and day after.*

### International Fundamentals

*ICE cotton failed to give sustained strength as the potential loss in exports demand from China continued to linger in the trade sentiments. However the near future prices gained by .97% in the trading session closing on the weekend but still below a day before's high.*

*Cotton planting is wrapping up across West Central Texas and the Rolling Plains, according to the Texas A&M AgriLife Extension Service.*

*he USDA Planted Acreage report for 2018, issued June 29, shows U.S. cotton growers planted 13.5 million acres of cotton this season – 7% more than in 2017. The report showed that 2018 acreage increased in 13 states across the Cotton Belt, while acreage dipped in Arizona, California, Louisiana and Mississippi. The statistics also showed that 94% of all cotton planted in the U.S. this year included biotech traits for insect and/or herbicide resistance.*

*In Pakistan rapid advance of monsoon has come as much for relief for cotton growers with forecast of heavy rains in upper Punjab area bringing much needed moisture for the standing crop.*

MCX Cotton Futures*: (Prices in Rs/170 kgs)									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jun-18	20	21920	21980	21810	21930	541	176	588	-310
July-18	160	22190	22380	22120	22350	922	990	7606	222
Spread	June 18			-		-	--		--
Spot	-270					-	-		-
jun-18						-	-		-

(NB: Spread Basis = Spot- Near Month Future)  
\* Updated at as on 29-June 2018 closing

#### DOMESTIC PRICES AND ARRIVALS

#### Cotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	30-Jun-18	29-Jun-18	
Gujarat	Ahmedabad	Shankar-6	6000	6000	Unch
	Gondal	Shankar-6	6105	6105	Unch
	Rajkot	B.T. Cotton	6105	6115	-10
	Patan	B.T. Cotton	NA	NA	-
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	5630	5890	-260
Punjab	Fazilika	B.T. Cotton	NR	NR	-
	Muktsar	B.T. Cotton	NR	NR	-
Haryana	Bhiwani	B.T. Cotton	5900	5900	Unch
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	NR	NR	-
	Fatehabad	B.T. Cotton	5850	5850	Unch
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	NA	NA	-
Rajasthan	Hanumangarh	B.T. Cotton	NA	NA	-
	Rawatsar	B.T. Cotton	NA	NA	-
Madhya Pradesh	Khandwa	Mech-1	NA	NA	-
	Khargaon	Mech-1	NA	NA	-
Maharashtra	Amravati	Mech-1	NA	NA	-
	Jamner	Medium Staple	NR	NR	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	4230	4230	Unch

<b>Andhra Pradesh</b>	Guntur	Un-Ginned	NA	NA	-
	Kurnool	Un-Ginned	NA	NA	-
	Krishna	Un-Ginned	NA	NA	-
	East Godavari	Un-Ginned	NA	NA	-
<b>Karnataka</b>	Bijapur	Bunny	NR	6150	-
	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	NR	NR	-
<b>Commodity</b>	<b>Lint</b>		<b>Prices (Rs./Maund)</b>		<b>Change</b>
<b>State</b>	<b>Centre</b>	<b>Variety</b>	<b>30-Jun-18</b>	<b>29-Jun-18</b>	
<b>Punjab</b>	Bhatinda	J-34	4815	4810	5
	Abohar	J-34	4820	4810	10
	Mansa	J-34	4800	4775	25
	Muktsar	J-34	NR	NR	-
	Fazilika	J-34	NR	NR	-
<b>Haryana</b>	Sirsa	J-34	4820	4800	20
<b>Rajasthan</b>	Sri-Ganganagar	J-34	NA	NA	-

**Cotton Arrivals in Key Centers:**

<b>Commodity</b>	<b>Kapas</b>		<b>Arrivals (Quintal)</b>		<b>Change</b>
<b>State</b>	<b>Centre</b>	<b>Variety</b>	<b>30-Jun-18</b>	<b>29-Jun-18</b>	
<b>Gujarat</b>	Ahmedabad	Shankar-6	5100	5100	Unch
	Gondal	Shankar-6	76	170	-94
	Rajkot	B.T. Cotton	245	445	-200
	Patan	B.T. Cotton	NA	NA	-
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	7	10	-3
<b>Punjab</b>	Fazilika	B.T. Cotton	NR	NR	-
	Muktsar	B.T. Cotton	NR	NR	-
<b>Haryana</b>	Bhiwani	B.T. Cotton	150	300	-150
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	NR	NR	-
	Fatehabad	B.T. Cotton	NA	NA	-
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	NA	NA	-
<b>Rajasthan</b>	Hanumangarh	B.T. Cotton	NA	NA	-
	Rawatsar	B.T. Cotton	NA	NA	-
<b>Madhya Pradesh</b>	Khandwa	Mech-1	NA	NA	-
	Khargaon	Mech-1	NA	NA	-
<b>Maharashtra</b>	Amravati	Mech-1	NA	NA	-
	Jamner	Medium Staple	NR	NR	-
<b>Uttar Pradesh</b>	Hathras	B.T. Cotton	NA	NA	-

	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Andhra Pradesh	Guntur	Un-Ginned	NA	NA	-
	Kurnool	Un-Ginned	NA	NA	-
	Krishna	Un-Ginned	NA	NA	-
	East Godavari	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	NR	385	-
	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	NR	NR	-
<b>Commodity</b>	<b>Lint</b>		<b>Arrivals (Quintal)</b>		<b>Change</b>
<b>State</b>	<b>Centre</b>	<b>Variety</b>	<b>30-Jun-18</b>	<b>29-Jun-18</b>	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	NA	NA	-
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	NA	NA	-
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

**Cotton Association of India Spot Rates:**

Trade Name	Staple	Micronaire	Strength/ GPT	Rs. Per Candy	Rs. Per Candy	Change
				29-Jun-18	28-Jun-18	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	44800	44800	Unch
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	45300	45300	Unch
J-34(202)	26mm	3.5 - 4.9	23	46000	46100	-100
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	44500	43700	800
Shankar-6(105)	29mm	3.5 - 4.9	28	47000	47000	Unch
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	48500	48000	500
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	50000	49000	1000
DCH-32(107)	34mm	3.0 - 3.8	33	61500	60500	1000

**Cotton Seed Oil Prices**

Centre	Unit	Price		Change
		30-Jun-18	29-Jun-18	
Rajkot	Rs. /10 Kg.	750	750	Unch
New Delhi	Rs. /10 Kg.	725	730	-5
Hyderabad	Rs. /10 Kg.	NR	NR	-
Mumbai	Rs. /10 Kg.	760	760	Unch

**Cotton Seed Oil Seed Cake Prices**

Centre	Unit	Price	Change
--------	------	-------	--------

		30-Jun-18	29-Jun-18	
Mahesana (Kadi)	Rs./Qtl	1698	1700	-2
Akola	Rs./Qtl	1611	1614	-3

### INTERNATIONAL PRICES AND INDICES

<b>China Cotton Index: As on 29-June-2018</b>		
Index	RMB/Ton	Change
CCIndex(328)	16326	-1
CCIndex(527)	15131	-5
CCIndex(229)	16945	Unch
RMB -Renminbi, 1RMB =0.16 \$U.S.		

<b>China Foreign Cotton (FCE) Index : As on 29-June-2018</b>		
Index	Cents/lb	Change
FC Index (S)	98.21	-0.92
FC Index (M)	95.49	-0.92
FC Index (L)	93.70	-1.13

<b>Cotlook Index: As on 29-June-2018</b>		
Cotlook Indices	Cents/Pound	Change
A-Index	93.25	-0.95

<b>USDA Cotton Spot Rates: As on 29-June-2018</b>			
Growth Area	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
	cents/lb.		Bales
Southeast	85.17	87.42	37
North Delta	83.67	85.42	NIL
South Delta	83.67	85.42	NIL
East TX-OK	79.00	81.50	482
West Texas	79.00	81.50	NIL
Desert SW	79.42	83.42	NIL
SJ Valley	79.92	88.82	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 29-June-2018**

Contract	Open	High	Low	Close	Change
<b>18-May</b>	85.41	86.03	85.06	85.38	<b>0.45</b>
<b>18-Jul</b>	84.91	87.09	84.69	85.17	<b>0.60</b>
<b>18-Oct</b>	83.96	85.86	83.35	83.92	<b>0.37</b>
<b>18-Dec</b>	83.40	85.36	83.07	83.66	<b>0.51</b>
<b>19-Mar</b>	83.42	85.25	83.16	83.72	<b>0.52</b>
<b>19-May</b>	83.57	85.00	83.41	83.84	<b>0.53</b>

**Pakistan Cotton Spot rates: As on 29-June-2018**
**(in Pakistan Rupees)**

Product	Rate for	Ex-Gin Price	Up Country Sales	Spot Rate Karachi
<b>Cotton</b>	<b>37.32 Kgs</b>	7600	145	7745
<b>Equivalent</b>	<b>40 Kgs</b>	8145	155	8300

**Disclaimer**

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at © 2018 Indian Agribusiness Systems Ltd.