

Cotton Domestic Fundamental

Current Market Scenario: Cotton market noticed weak momentum during the month (September'14). Prices of Kapas at Rajkot remained weak, with the range of Rs. 3750-5300 per quintal during September 2014.

As per the latest estimates released by Ministry of Agriculture (MoA), around 126.55 lakh hectare of area has been sown under cotton this year as on September 29, around 10.64% higher than the previous year, when it was 114.37 lakh hectares during the same period.

Annual monsoon in India has started withdrawing from the country's northwest region, said weather official on 23-Sep-2014. The monsoon withdrawal has been delayed due to late revival of rains this month, which has caused flood in some of the regions. According to IMD, country has received 763.1 mm of rainfall till 24 September this year; around 11% lower than the normal rainfall of 858.8 mm.

According to the first advance estimates for season 2014-15 released by Department of Agriculture and Co-operation, production of cotton is likely to be around 34.62 million bales (of 170 kgs. each), approximately 1.97 million bales lower than the production in season 2013-14, which stood around 36.59 million bales and around 2.02 million tonnes higher when compared to the normal production.

Demand of Indian textile is expected to increase in the coming days in domestic as well as international market, said the Confederation of Indian Textile Industry (CITI). Export to China though decreased earlier due to the lower demand of cotton yarn but the same is picking pace and the monthly registration of cotton yarn has already crossed 124 million kilograms, according to CITI.

According to the market participants, cotton production is likely to be around 40 million bales, around 8% higher than the previous year. Deficit rainfall during the Kharif sowing period has forced the farmers to plant cotton instead of the other crops which requires more water, which has stretched the cotton acreage in this season.

Ministry of Textile with alliance of Department of Agriculture has started reviewing the crop related and other supportive measures to enhance the crop yield. It includes putting restriction on seed varieties and development in seed technology adopted by process of replacement and not by addition.

On the continuous downtrend in the cotton prices over the last few weeks, Cotton Corporation of India (CCI) is preparing itself for procurement of cotton in Telangana, Karnataka, Maharashtra and Odisha. MSP for the long staple cotton is Rs. 35,000 a candy and Rs. 32,500 per candy for medium staple, as announced by government for the year 2013-14. Currently cotton prices are moving in the band of 37,000-38,000 per candy as compared to 40,000 per candy last week.

India is expected to surpass China in cotton production by the upcoming crop season said USDA. India is expected likely to produce 6.53 million tons of cotton compared to 6.75 million tons in the season 2013/14 whereas China's cotton production would be around 6.42 million tons which was 6.96 million tons a season before.

Domestic Balance Sheet

All figures in Lakh Bales (of 170 Kgs. Each)		
Item	2012-13	2013-14
Supply		
Opening stock (CCI)	40	35
Crop size (DAC)	350	365.9
Imports (CCI)	14.59	17
Availability	404.59	417.9
Demand		
Mill consumption (CCI)	250.14	258
Small Mill consumption (CCI)	23.02	24
Non-Mill consumption (CCI)	10	15
Total consumption (USDA)	283.16	297
Export (USDA)	101.43	90
Total Demand	384.59	387

CCI: Cotton Corporation of India

DAC: Department of Agriculture and cooperation (Fourth Advance Estimates)

USDA : United States Department of Agriculture

Balance Sheet Highlights:

Despite the lower opening stock, availability stood higher this season due to improved production and higher imports.

Total consumption has increased this season following the amplified mill demand but exports have declined due to weak demand for raw cotton and cotton yarn from China.

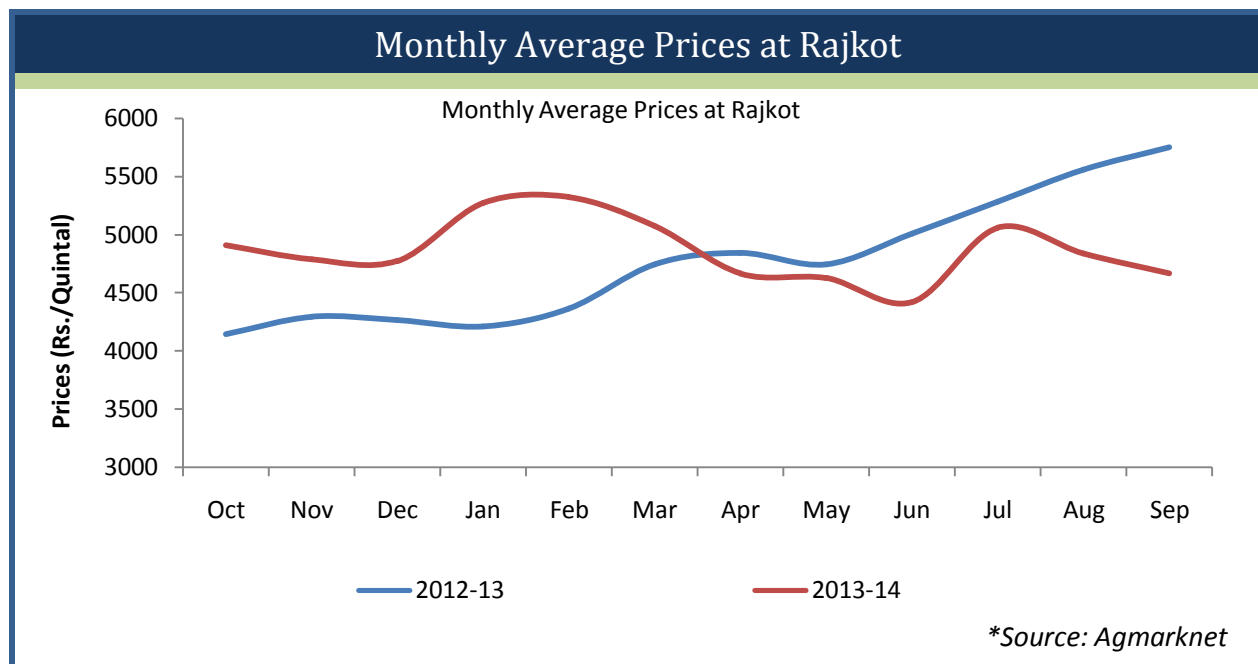
Regardless of higher availability and diminished exports, ending stocks will be on lower side this year as consumption has increased significantly.

Agriwatch Monthly Advance Estimates (for season 2014-15):

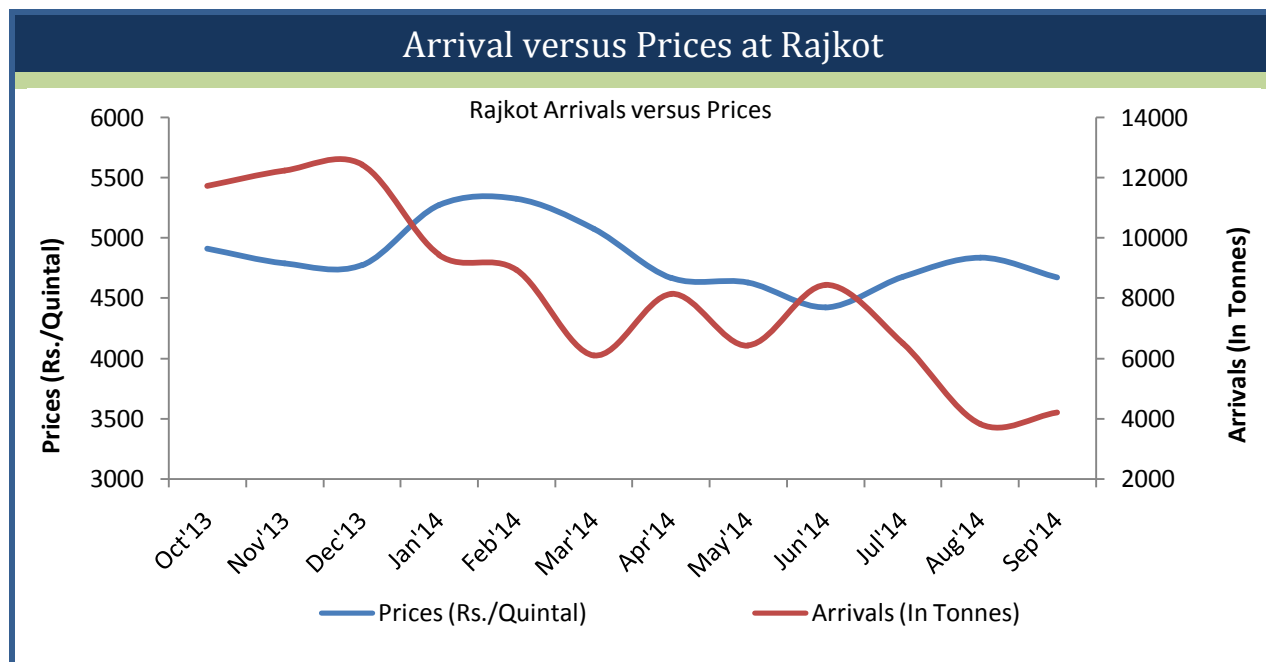
Due to delayed rainfall, acreage of cotton has surged this season compared to the previous season. Farmers have sown cotton instead of the other Kharif crop that requires more water for example soybean, though production could vary depending on the yield, impacted by weather conditions.

Area (2013-14)	Expected Area (2014-15)	Production (2014-15) under normal conditions	Production (2014-15) Under unfavorable weather conditions
11.4 million hectares	12.5 million Hectares	395 lakh bales	384 lakh bales

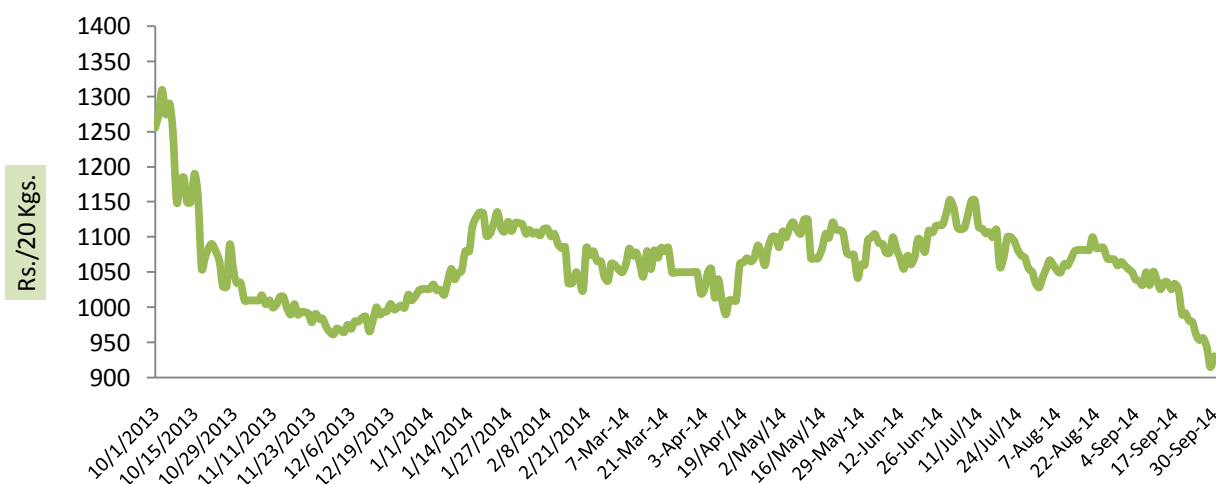
Domestic Prices and Arrival Trend



At Rajkot, the benchmark market the monthly average price has fallen on month on month and year on year basis. Weak international market and expectation of higher output in the current season has forced the prices to move southwards.

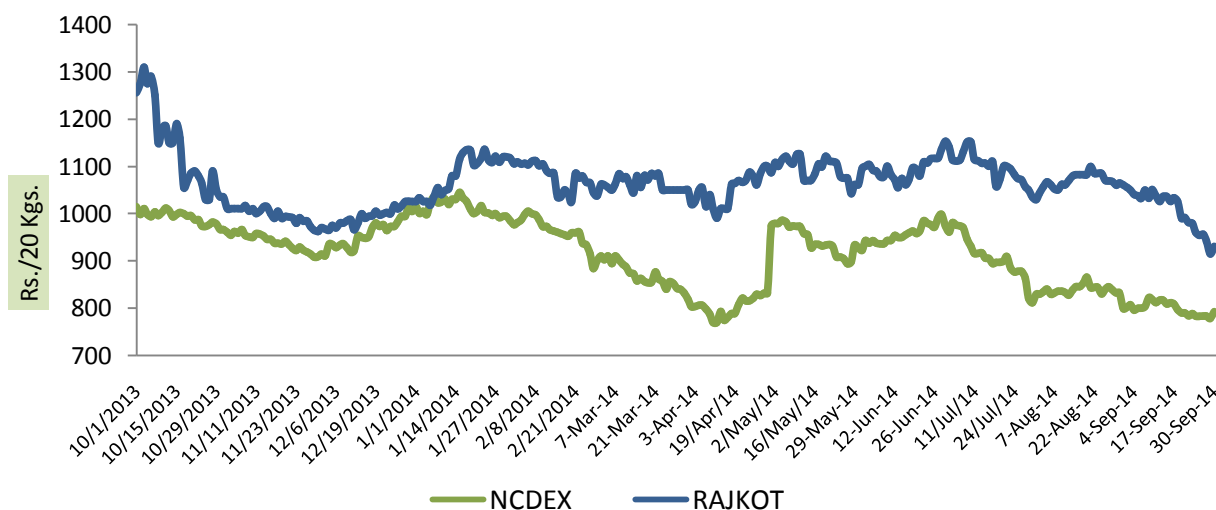


Rajkot Daily Price Trend



Both spot and future market remained timid during the month. Sluggish domestic demand and commencement of new crop arrival is pressurizing the cotton prices. Announcement of Import quota restriction by China has further added the bearish cues in the market.

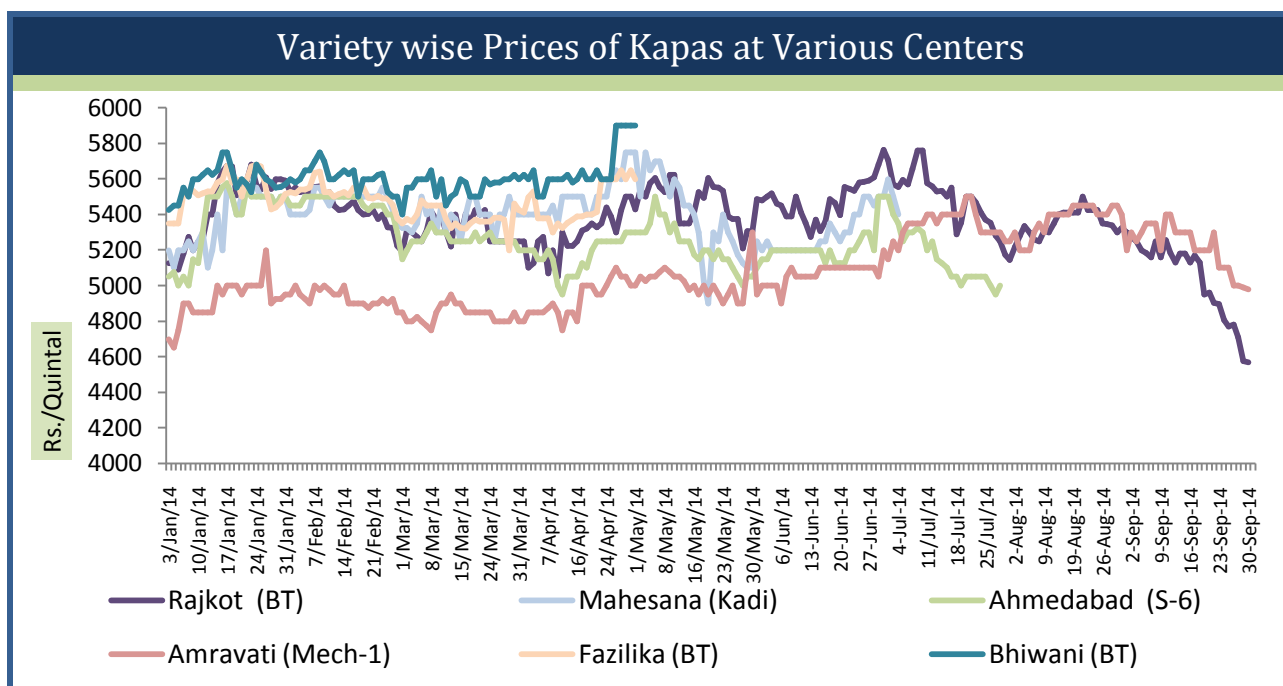
Spot (Rajkot) versus Future (NCDEX) Price Trend



Cotton Prices at Key Spot Market:

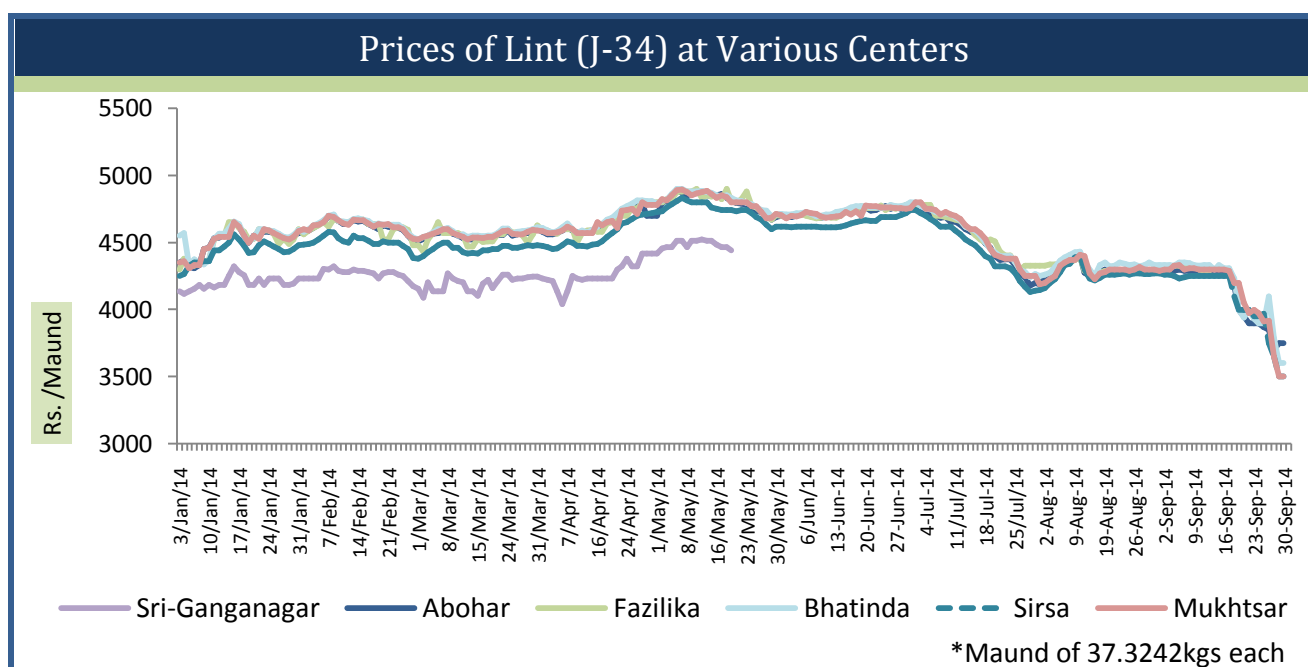
Centre	Variety	Montly Prices Average		Change
		30-Sep-14	30-Aug-14	
	Kapas	(Rs./Qtl)		
Amravati	Mech-1	5219	5365	-146
Khandwa	Mech-1	NA	NA	-
Khargaon	Mech-1	NA	NA	-
	Kapas			
Mahesana(Kadi)	B.T. Cotton	NA	NA	-
Rajkot	B.T. Cotton	5044	4440	604
Patan	B.T. Cotton	NA	NA	-
Deesa	B.T. Cotton	NA	NA	-
Muktsar	B.T. Cotton	1473	NA	-
Fazilika	B.T. Cotton	NA	NA	-
Bhiwani	B.T. Cotton	4066	NA	-
Adampur	B.T. Cotton	321	NA	-
Fatehabad	B.T. Cotton	4445	4940	-494
Dabwali	B.T. Cotton	317	NA	-
Jind	B.T. Cotton	NA	NA	-
Uchana (Jind)	B.T. Cotton	319	NA	-
Rawatsar (Hanumangarh)	B.T. Cotton	NA	NA	-
Hubli	B.T. Cotton	NA	NA	-
	Kapas			
Ahmedabad	Shankar-6	NA	NA	-
Gondal	Shankar-6	4826	3926	900
	Kapas			
Bijapur	Bunny	4318	3931	387
Hubli	D.C.H.	NA	NA	-
Raichur	H-44 Cotton	4146	3402	744
	Lint	(Rs./Maund of 37.32kg each)		
Abohar	J-34	4113	4289	-177
Muktsar	J-34	4132	4298	-166
Fazilika	J-34	NA	NA	-
Bhatinda	J-34	4152	4335	-183
Mansa	J-34	269	NA	-
Sirsa	J-34	3927	4265	-338
Sri-Ganganagar	J-34	130	NA	-
Hanumangarh	B.T. Cotton	NA	NA	-

Variety wise Prices of Kapas (Seed Cotton):



The graph shown above is depicting downwards movement in the prices during the month. Prices remained in range of Rs. 3750-5300 per quintal in Rajkot, the benchmark market. Amravati noticed the price range of Rs 4900-5400 per quintal during the month.

Prices of Lint at various centers:



Monthly Prices of Lint (issued by Office of Textile Commissioner):

Month	J-34		H-4		S-6	
	2012-13	2013-14	2012-13	2013-14	2012-13	2013-14
October	29661.92	42979.88	32794.72	43923.28	33517.4	44969.92
November	31580.76		32844.56	40715.72	33592.16	40000.16
December	32452.96	38156.08	33043.92	39704.68	33798.64	39270.36
January	32837.44	41563	33008.32	43047.52	33805.76	42047.16
February	35165.68	42527.76	34332.64	43727.48	35051.76	42616.76
March	37949.6	42100.56	37664.8	43211.28	38319.84	42004.44
April	36963.48	42506.4	37565.12	44051.44	38205.92	42079.2
May	36507.8	45945.36	37490.36	42388.92	37764.48	43884.12
June	38871.64	43307.4	39825.72	44827.52	39868.44	42089.88
July	41278.2		42278.56		42417.4	
August	43321.64		45621.4		45959.6	
September	43143.64		44891.6		47839.28	
Average of the season	36644.56		37613.48		38345.06	

Figures in Rs./candy (356 kg.each)

Cotton Association of India Spot Rates:

Trade Name	Staple	Micronaire	Strength / GPT	Rs. Per Candy	Rs. Per Candy	Change
				30-Sep-14	30-Aug-14	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	37540	38433	-893
Bengal Deshi (SG)(201)	<22mm	5.0 - 7.0	15	38040	38933	-893
J-34(202)	26mm	3.5 - 4.9	23	37864	39414	-1550
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	37216	38738	-1522
Shankar-6(105)	29mm	3.5 - 4.9	28	38360	39805	-1445
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	40660	42152	-1492
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	42000	43176	-1176
DCH-32(107)	34mm	3.0 - 3.8	33	52832	57952	-5120

Cotton Arrivals in Key Centers:

Centre	Variety	Montly Arrivals Sum (Qtl)		Change
		30-Sep-14	30-Aug-14	
Amravati	Mech-1	1550	535	1015
Khandwa	Mech-1	NA	NA	-
Khargaon	Mech-1	NA	NA	-
Mahesana(Kadi)	B.T. Cotton	NA	NA	-
Rajkot	B.T. Cotton	42020	38750	3270
Patan	B.T. Cotton	NA	NA	-
Deesa	B.T. Cotton	NA	NA	-
Fazilika	B.T. Cotton	NA	NA	-
Bhiwani	B.T. Cotton	60350	NA	-
Adampur	B.T. Cotton	850	NA	-
Fatehabad	B.T. Cotton	13640	51	13589
Dabwali	B.T. Cotton	900	NA	-
Jind	B.T. Cotton	NA	NA	-
Uchana (Jind)	B.T. Cotton	180	NA	-
Rawatsar (Hanumangarh)	B.T. Cotton	NA	NA	-
Hubli	B.T. Cotton	NA	NA	-
Ahmedabad	Shankar-6	NA	NA	-
Gondal	Shankar-6	12378	4041	8337
Bijapur	Bunny	4089	5594	-1505
Hubli	D.C.H.	NA	NA	-
Raichur	H-44 Cotton	6029	1497	4532
Abohar	J-34	3295	NA	-
Muktsar	J-34	3723	NA	-
Bhatinda	J-34	29393	NA	-
Mansa	J-34	1190	NA	-
Sirsa	J-34	11458	NA	-
Sri-Ganganagar	J-34	510	NA	-
Hanumangarh	B.T. Cotton	NA	NA	-

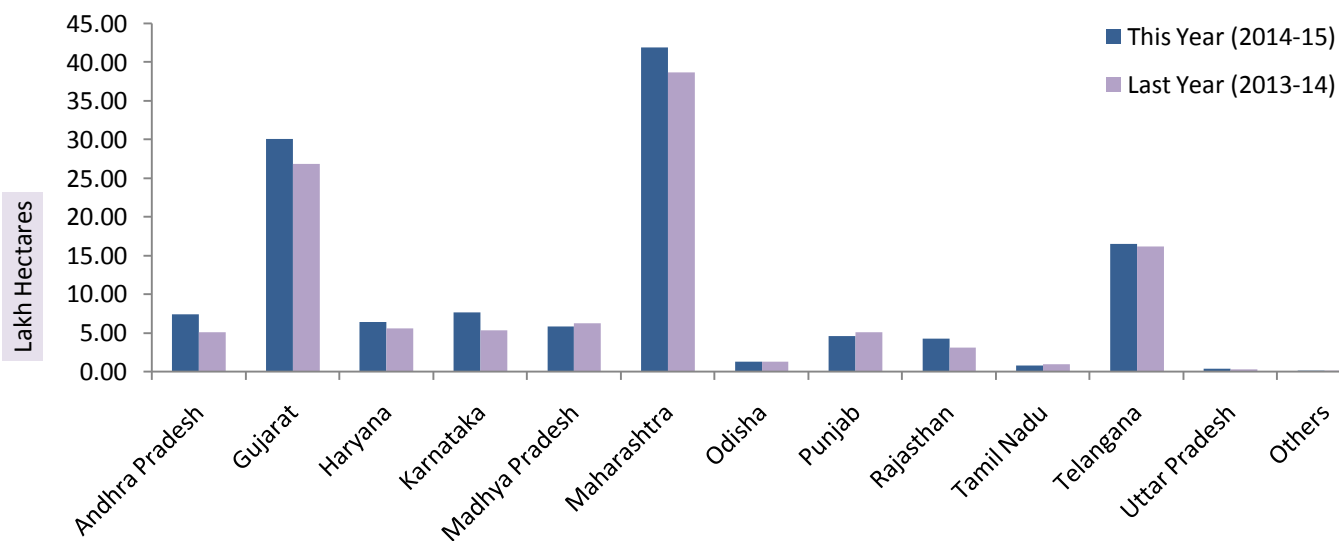
State wise Scenario

State wise Cotton Sowing Progress (As on 26-09-2014):

State	Normal Area	Normal Area as on date	Area sown reported		% Change (Y-o-Y)
			This Year	Last Year	
Andhra Pradesh	18.05	4.38	7.36	5.08	44.97
Gujarat	25.82	26.57	30.06	26.88	11.83
Haryana	5.42	5.46	6.39	5.57	14.72
Karnataka	4.90	4.21	7.60	5.29	43.67
Madhya Pradesh	6.40	6.44	5.79	6.21	-6.80
Maharashtra	37.71	39.21	41.92	38.68	8.37
Odisha	0.81	0.95	1.25	1.24	0.81
Punjab	5.22	5.29	4.50	5.05	-10.89
Rajasthan	4.00	3.91	4.16	3.03	37.36
Tamil Nadu	1.20	0.42	0.70	0.89	-21.35
Telangana		13.89	16.51	16.12	2.38
Uttar Pradesh	0.00	0.26	0.26	0.23	13.04
Others	0.07	0.05	0.05	0.10	-50.00
All-India	109.60	111.04	126.55	114.37	10.65

*Figures in Lakh Hectares **Source: Department of Agriculture and Co-operation (DAC)

State wise Cotton Sowing Progress

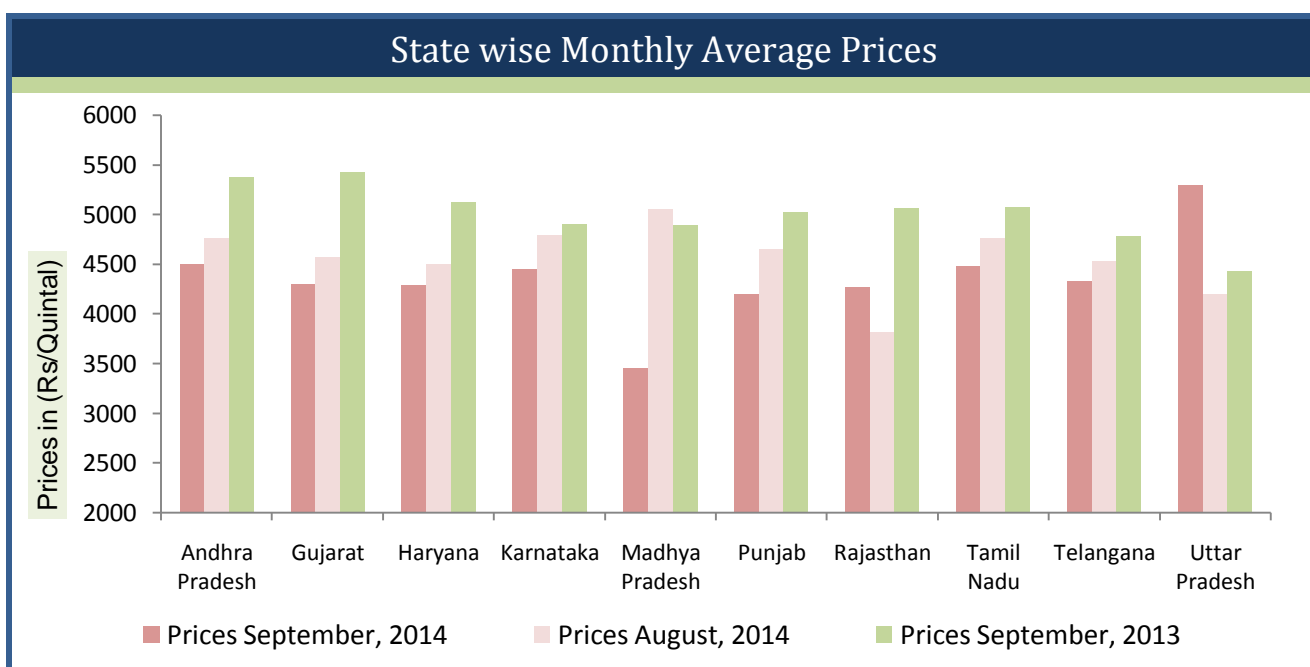


State wise Prices (Rs./Qtl.):

State	Prices September, 2014	Prices August, 2014	Prices September, 2013	% Change(Over Previous Month)	% Change(Over Previous Year)
Andhra Pradesh	4500.12	4761.53	5375.29	-5.49	-16.28
Gujarat	4293.09	4564.54	5420.03	-5.95	-20.79
Haryana	4283.4	4500	5121.06	-4.81	-16.36
Karnataka	4442.5	4788.21	4900.78	-7.22	-9.35
Madhya Pradesh	3451.78	5056	4888.84	-31.73	-29.39
Punjab	4190.71	4639.8	5021.41	-9.68	-16.54
Rajasthan	4263.93	3812.5	5059.57	11.84	-15.73
Tamil Nadu	4473.52	4757.65	5067.28	-5.97	-11.72
Telangana	4322.35	4525.79	4775	-4.5	-9.48
Uttar Pradesh	5285.15	4202	4426.19	25.78	19.41
Average	5770.63	6182.55	4810.03		

*Source: Agmarknet

Monthly state wise prices are showing downtrend on Y-o-Y basis. Except Rajasthan and Uttar Pradesh, prices have fallen on month on month basis too. Highest prices are being noticed in Uttar Pradesh and Andhra Pradesh.

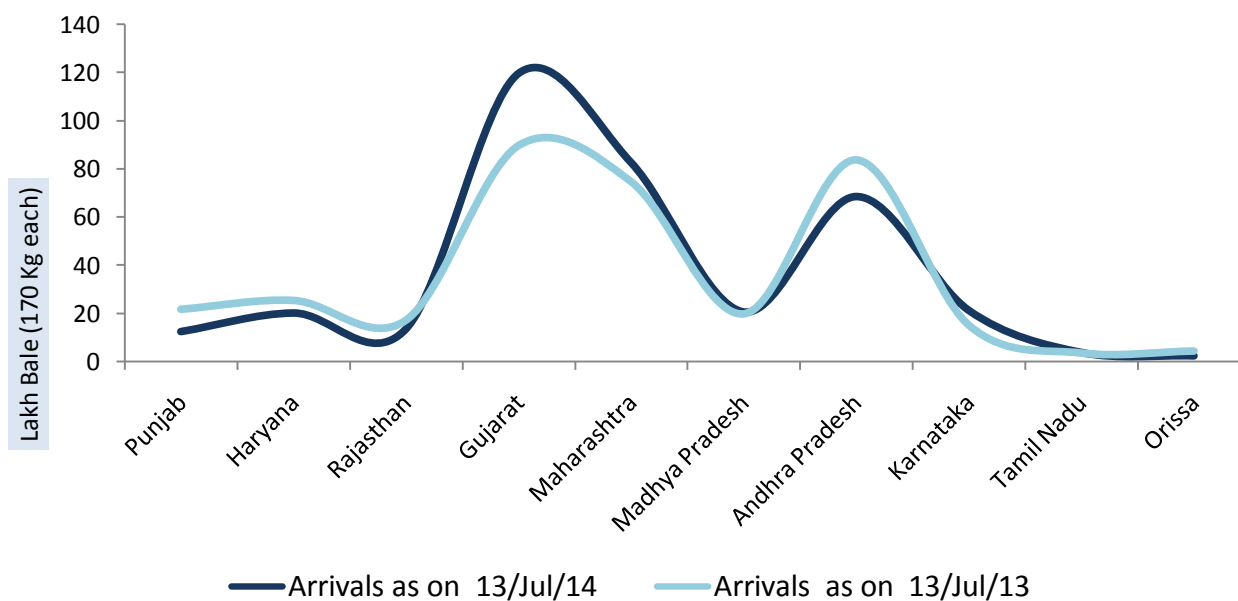


State wise Arrivals (in lakh bales of 170 kgs each):

States	2013-14*		2012-13	
	Production as per CAB	Arrivals As on	Production as per CAB	Arrivals As on
	2/Jul/14	13/Jul/14	2/Jul/13	13/Jul/13
1. Punjab	21	12.4	21	21.54
2. Haryana	23	20.1	25	25.24
3. Rajasthan	14	13.5	17	17
A. North Total (1+2+3)	58	46	63	63.78
4. Gujarat	120	119.44	93	89.67
5. Maharashtra	84	82.48	79	74.64
6. Madhya Pradesh	19	20.54	19	19.63
B. Central Total (4+5+6)	223	222.46	191	183.94
7. Andhra Pradesh	76	68.38	84	83.7
8. Karnataka	22	21.19	15	14.95
9. Tamil Nadu	5	3.74	6	3.33
C. South Total (7+8+9)	103	93.31	105	101.98
10. Orissa	4	2.34	4	4.18
11. Others	2	2	2	2
D. Total (10+11)	6	4.34	6	6.18
Grand Total (A+B+C+D)	390	366.11	365	355.88

* Inclusive of new crop arrivals in September 2013

**Source : Cotton Corporation of India (CCI)

State wise Monthly Arrivals


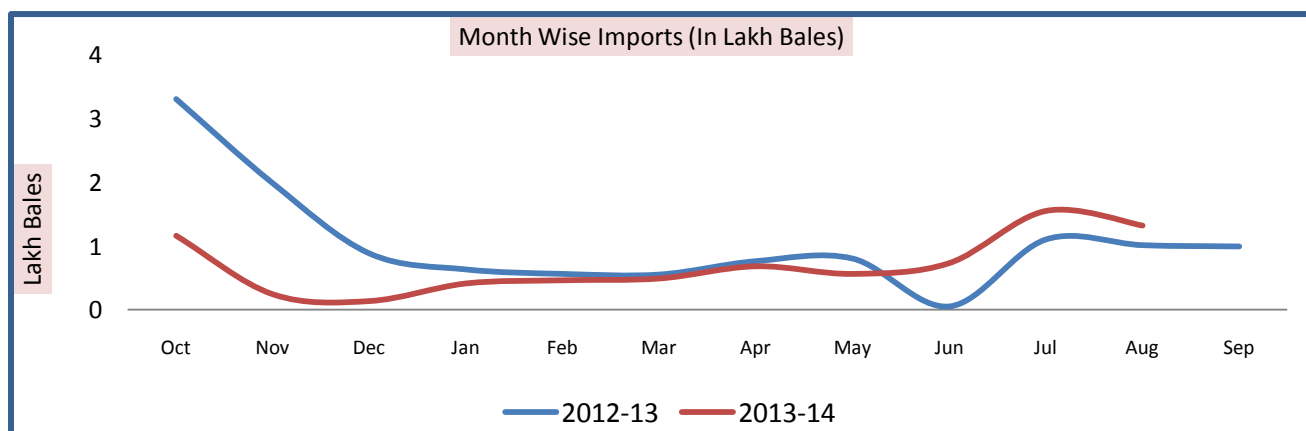
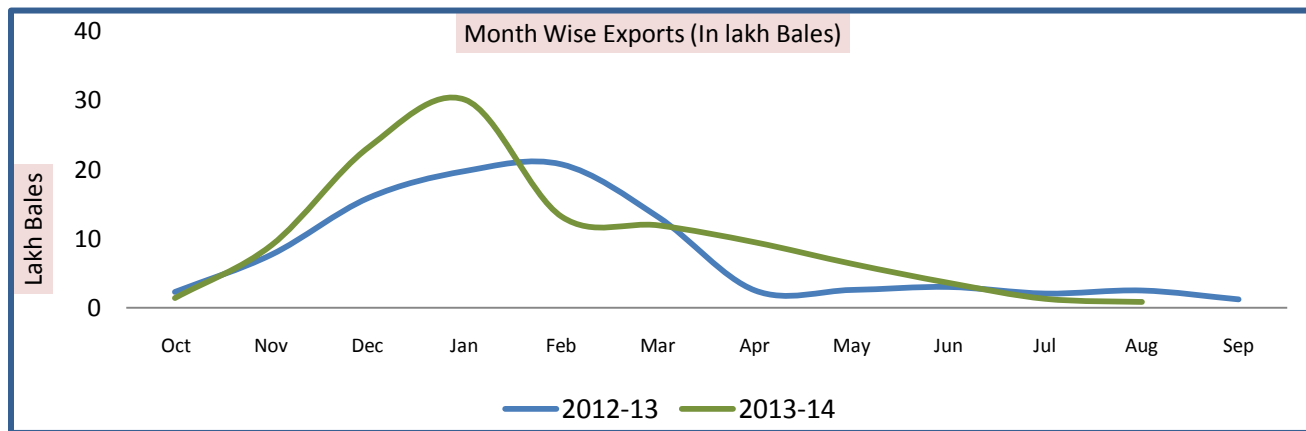
Cotton Export and Import Scenario

Cotton Exports(In Lakh Bales)		
Month	2012-13	2013-14
Oct	2.29	1.43
Nov	7.68	9.06
Dec	15.83	23.12
Jan	19.71	30
Feb	20.67	13.15
Mar	13.07	11.9
Apr	2.5	9.46
May	2.58	6.37
Jun	3.01	3.62
Jul	2.06	1.32
Aug	2.5	0.87
Sep	1.22	
Total	93.12	110.3

Source: IBIS

Cotton Imports(In Lakh Bales)		
Month	2012-13	2013-14
Oct	3.3	1.16
Nov	1.98	0.24
Dec	0.88	0.133
Jan	0.63	0.41
Feb	0.56	0.46
Mar	0.55	0.488
Apr	0.76	0.68
May	0.8	0.56
Jun	0.05	0.73
Jul	1.1	1.55
Aug	1.01	1.32
Sep	0.99	
Total	12.61	7.73

Source: IBIS



Cotton Yarn Dynamics

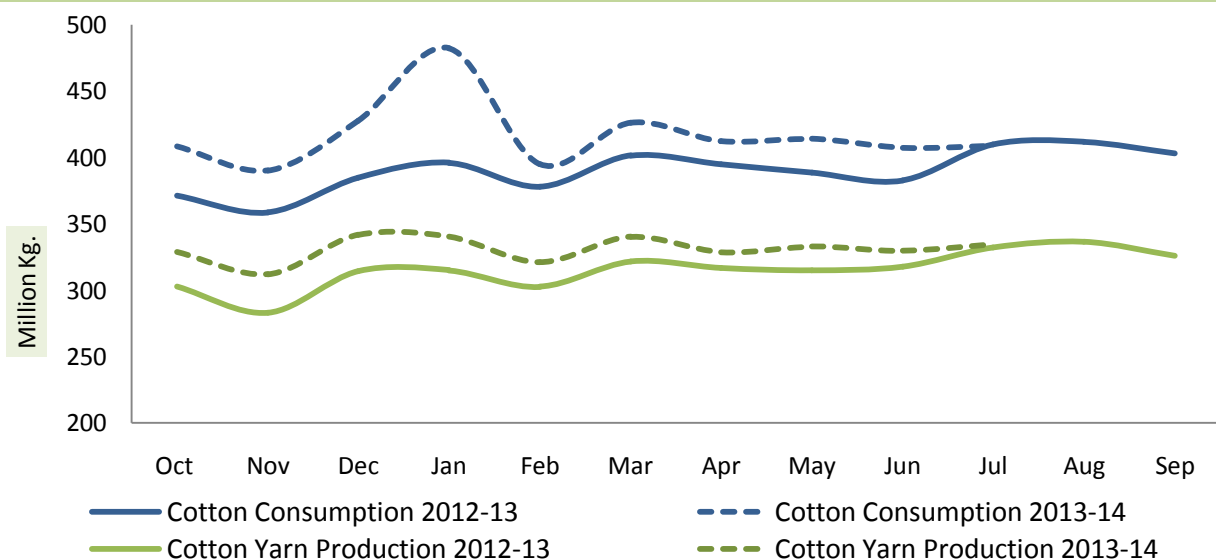
Cotton Consumption and Cotton Yarn Production:

Cotton yarn production is showing improvement in July'14 on month on month and year on year basis. Demand from China remained firm during the period, domestic demand also reported on higher side.

Month	Cotton Consumption 2012-13	Cotton Consumption 2013-14	Cotton Yarn Production 2012- 13	Cotton Yarn Production 2013-14
Oct	371.35	408.49	302.65	328.79
Nov	358.54	390.25	282.88	312.13
Dec	384.75	427.72	314.21	341.67
Jan	396.02	482.16	315.07	340.38
Feb	378.1	394.8	302.59	321.31
Mar	401.38	426.15	321.57	340.2
Apr	394.75	412.4	316.61	328.74
May	388.47	413.92	314.97	332.92
Jun	382.64	407.26	317.69	329.74
Jul	409.9	408.93	332.12	334.59
Aug	411.96		336.3	
Sep	402.88		326.09	

Figures in Million Kg.

Cotton Consumption versus Cotton Yarn Production

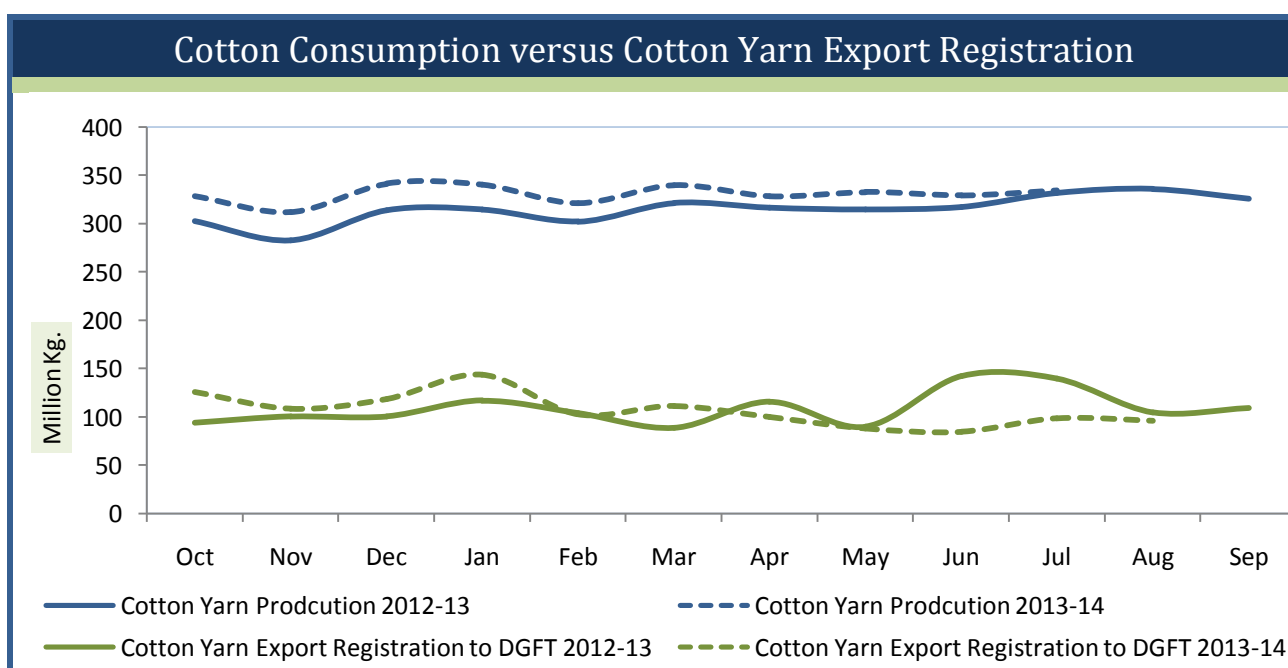


Cotton Yarn Production and Cotton Yarn Export:

Cotton yarn registration had revived in the month of July and slightly fell again August. The same is moving lower on year on year basis since April'14, whereas on month on month basis it is fluctuating in a range. For the coming period we expect the sluggish demand of cotton and cotton yarn from China, the largest importer of Indian cotton and cotton yarn.

Month	Cotton Yarn Production 2012-13	Cotton Yarn Production 2013-14	Cotton Yarn Export Registration to DGFT 2012-13	Cotton Yarn Export Registration to DGFT 2013-14
Oct	302.65	328.79	94.46	125.88
Nov	282.88	312.13	100.77	108.52
Dec	314.21	341.67	100.77	118.736
Jan	315.07	340.38	117.14	143.813
Feb	302.59	321.31	103.95	103.124
Mar	321.57	340.2	88.68	111.738
Apr	316.61	328.74	115.96	99.926
May	314.97	332.92	90.15	88.442
Jun	317.69	329.74	142.297	84.949
Jul	332.12	334.59	139.745	98.808
Aug	336.3		104.913	96.535
Sep	326.09		109.64	

Figures in Million Kg.



Technical Analysis of Cotton Future

Commodity	Kapas
Exchange	NCDEX
Contract Month	April'15



Monthly Technical Outlook:

- Candlesticks denote range bound momentum with weak biasness in the market.
- RSI is moving down in neutral region supporting weak tone.
- MACD histogram moving in the negative territory.
- We expect prices to remain in range with weak biasness.

Expected price range during coming month

Expected Trend	Expected Trading Band
Bearish Momentum	750-820

Expected Support and Resistance

Support 1	Support 2	Resistance 1	Resistance 2
745	720	846	870

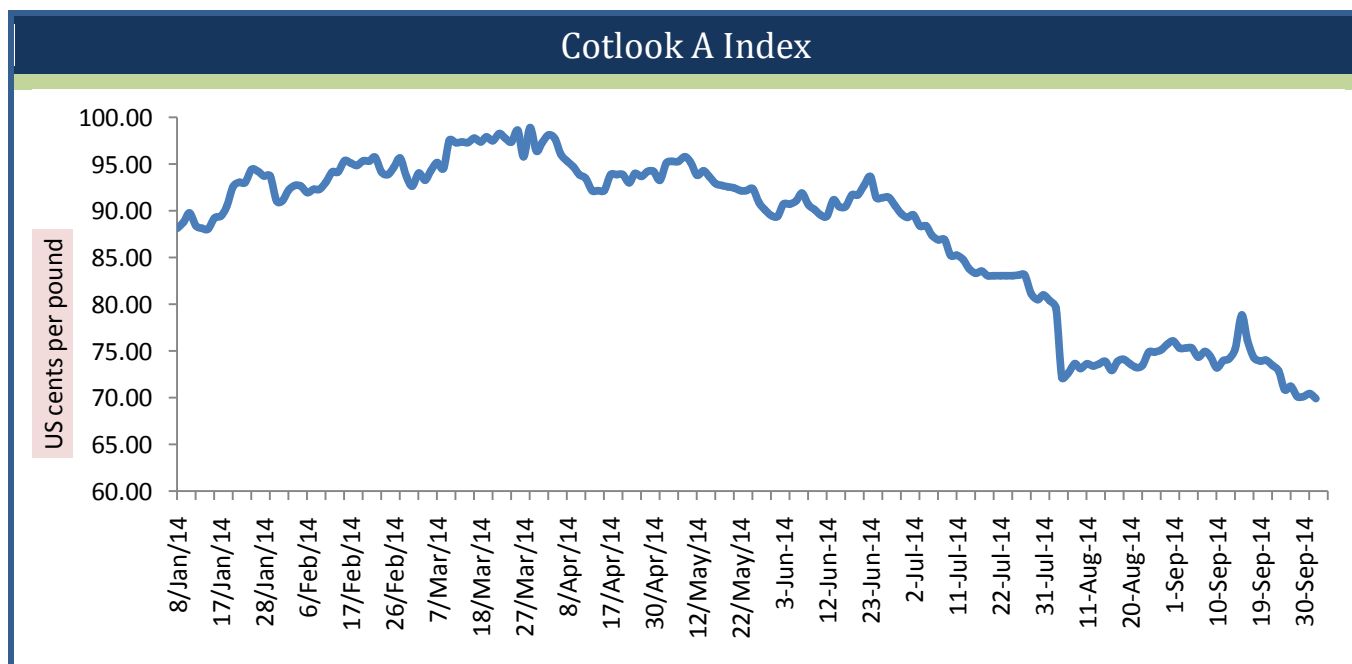
International Market Scenario

Current Market Scenario: International market noticed a bearish momentum during the month (September'14), following the restricted cotton import policy of China and good crop prospects in USA.

Cotton acreage in China is expected to fall by 8.7% this season compared to the season 2013. Yield is also expected to fall said Ministry of Agriculture (MoA). China will remain the largest consumer of cotton due to its large population, expanding export demand and increasing incomes. Lower production of the cotton due to declining area and yield could lead to supply gap in future.

Cotton area in Brazil is likely to fall by 11 percent to one million hectares in year 2014/15 compared to the previous year. Weak domestic prices are making cotton less lucrative for the Brazilian farmers. In response to the situation, Government of Brazil has approved the allocation of approx. USD 134 million to finance the Equalization Premium Paid to the Producers Program (PEPRO) in order to support cotton producers in the country. It should be noted that Brazil is the third largest exporter of cotton in the world after US and India.

China cotton import in August fell to 204500 metric tons, around 26% lower on the Y-o-Y basis, said China Cotton Association. China has imported 1.88 million metric tons of cotton in the first eight months of the year, around 37.9% lower when compared to the same period last year.



World cotton production is expected to decline slightly by 0.57% in season 2014/15, according to USDA. Expectation of lower production in China and Brazil is the major cause of declining world production. In the upcoming season, world cotton output is likely to be around 25.69 million tonnes compared to 25.844 million tonnes in the current season.

World Cotton Balance Sheet:

Particulars	2013-14	2014-15*
SUPPLY		
Opening stock	19.557	21.837
Production	25.844	25.695
Imports	8.788	7.661
Availability	54.189	55.193
DEMAND		
Consumption	23.511	24.411
Exports	8.915	7.66
Total Disappearance	32.426	32.071
Ending Stock	21.837	23.141

Source: USDA (*September Advance Estimates by USDA), Figures in Million Metric Tonnes

Balance Sheet Highlights:

Despite the fall in production and imports, total availability is likely to be higher this season (2014-15) due to higher opening stocks.

Consumption is likely to increase slightly this season due to amplified demand of cotton from south East Asian region, but it would not impact the total demand as imports are declining substantially. On higher availability and weaker total demand, ending stocks this season would be higher.

Global Cotton Production Dynamics:

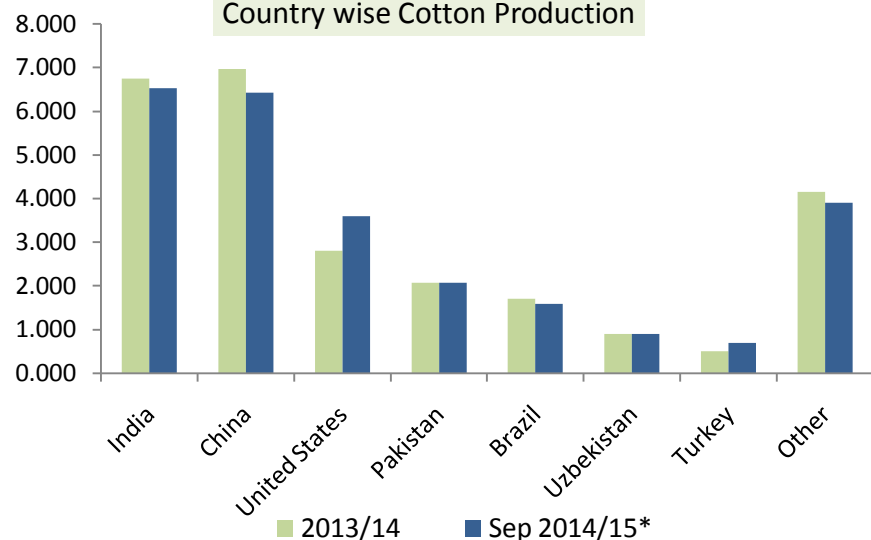
World production would be on weaker side amid lower production in China, India and Brazil in the coming season (2014/15). India is likely to become the largest producer, surpassing China.

United States, Uzbekistan and Turkey are expected to notice uptrend in production in coming season whereas output of cotton in Pakistan is expected to remain steady.

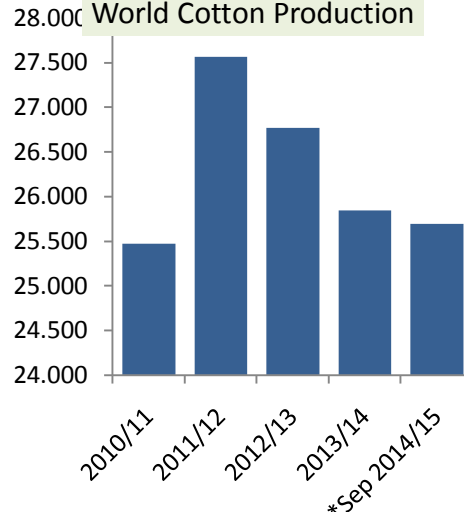
Global production though showing declining trends since last two years, there would not be the supply shortage as there is ample stock available to quench the demand, though it could be slightly dictated by China cotton import policy.

Country wise and Global Cotton Production (In Million Tonnes)

Country wise Cotton Production



World Cotton Production



Global Export and Import Scenario:

WorldExports:

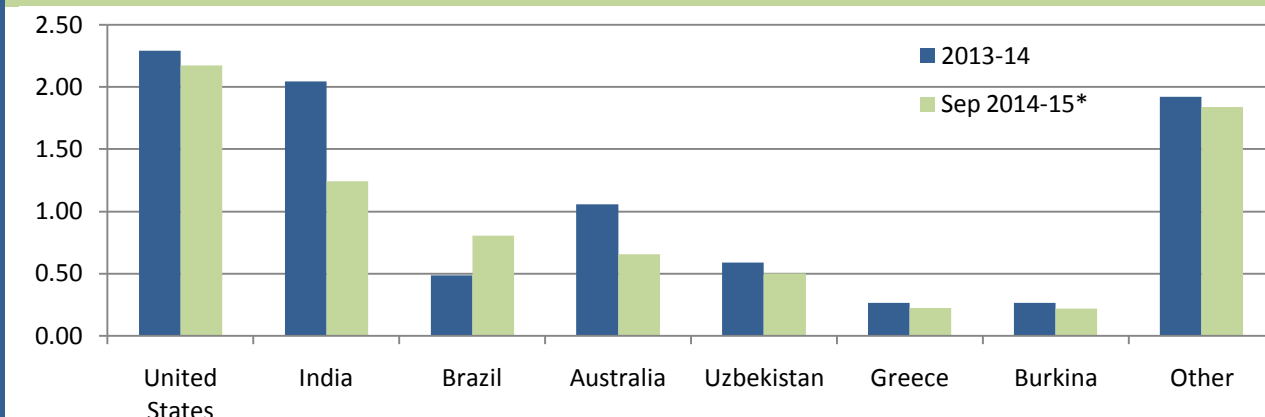
World export is expected to decline in coming season on lower demand expected from the major importer, China.

United States, India and Brazil followed by Australia, Uzbekistan, Greece and Burkina would be the major exporter this year.

Except Brazil, the major cotton exporting nations are expected to see fall in the exports.

Export	2013-14	2014-15*
United States	2.29	2.18
India	2.05	1.24
Brazil	0.49	0.81
Australia	1.06	0.65
Uzbekistan	0.59	0.50
Greece	0.26	0.22
Burkina	0.26	0.22
Other	1.92	1.84
Total	8.92	7.66
*USDA Sep advance estimate, All figures in Million Metric Tonnes		

Country wise World Export



World Imports:

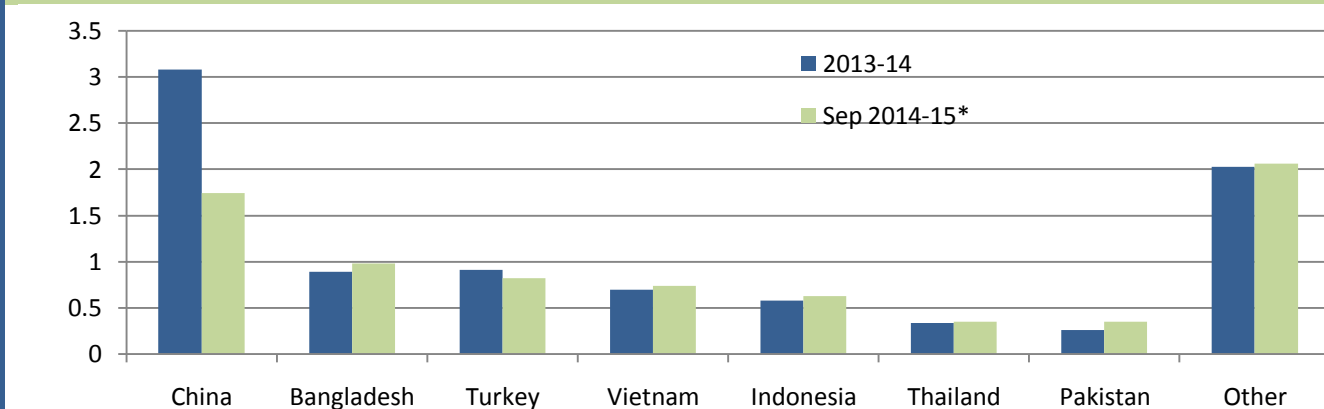
World imports too are expected to decline in forthcoming season (2014/15) as China, the largest importer of cotton in the world and Turkey would import lesser making global imports to fall remarkably. Other cotton importing nations are showing generally uptrend in imports. Bangladesh, Vietnam, Indonesia, Pakistan and Thailand are likely to import more in the coming season.

China, under the terms negotiated with WTO, obliged to imports 894,000 tons of cotton every year, which would be the tax free import limit for the year 2015 too, whereas China imported around 3.08 m tons of cotton in 2013-14. Any imports beyond the quota limit would be liable for 40% import duty. Amid this situation, the international market is noticing the timid sentiments and cotton futures are likely remain weak.

Import	2013-14	2014-15*
China	3.08	1.74
Bangladesh	0.89	0.98
Turkey	0.91	0.82
Vietnam	0.7	0.74
Indonesia	0.58	0.63
Thailand	0.34	0.35
Pakistan	0.26	0.35
Other	2.03	2.06
Total	8.79	7.66

*USDA Sep advance estimate, All figures in Million Metric Tonnes

Country wise World Import



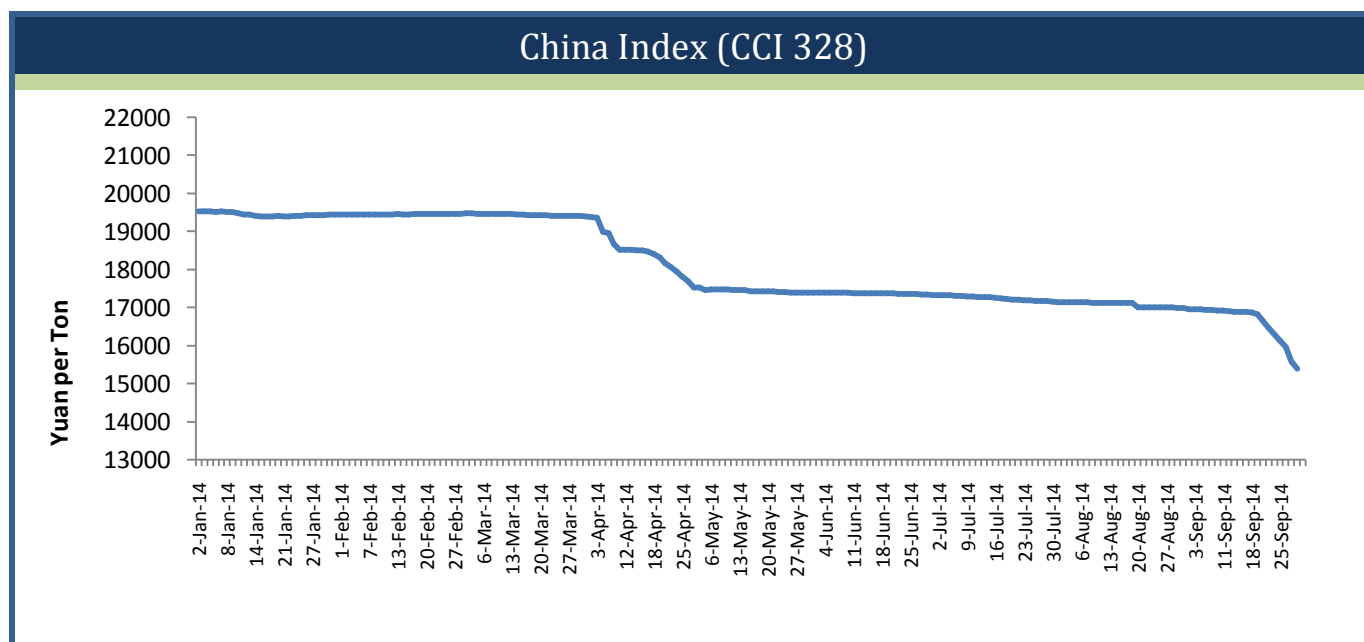
International Prices and Indices

China Cotton Index

China cotton index noticed a remarkable downtrend during the month. On month on month basis, the indices have noticed a fall of around 10%. Though the output of cotton is expected to be on lower side this season in the country, but prices are ruling weak taking the cues of huge stockpile of the cotton in the country, which stands around 60% of the world inventory.

CC Indices	30-Sep-14	30-Aug-14	% Change
CC Index(229)	15921	17637	-9.73
CC Index(328)	15378	16992	-9.50
CC Index(527)	14217	15910	-10.64

Figures in Yuan per Ton



Cotlook A Index

Cotlook A Index		
30-Sep-14	30-Aug-14	% Change
69.95	75.3	-7.10

Figures in US Cents per Pound

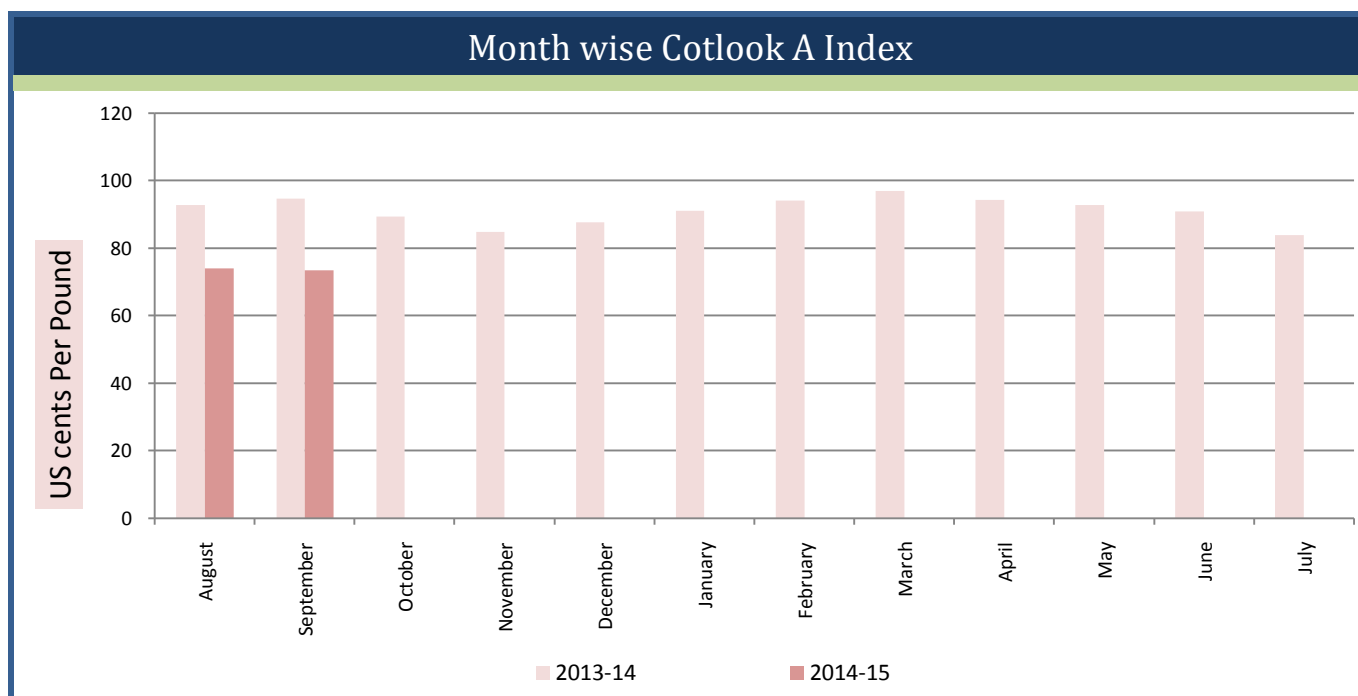
China's announcement of allowing only minimum tax free imports of cotton has hit the cotton futures adversely. China is the top importer and consumer of cotton in the world. The country has the huge stockpile of the fiber and now it wishes to release this to fulfill the domestic demands, instead of importing from the other nations.

China, under the terms negotiated with WTO, obliged to imports 894,000 tons of cotton every year, which would be the tax free import limit for the year 2015 too, whereas China imported around 3.08 m tons of cotton in 2013-14. Any imports beyond the quota limit would be liable for 40% import duty. Amid this situation, the international market is noticing the timid sentiments and cotton futures are likely remain weak.

Month wise Cotlook A Index:

Month	2013-14	2014-15	Y-o-Y Change %age
August	92.71	73.99	-20.19
September	94.6	73.38	-22.43
October	89.35		
November	84.65		
December	87.49		
January	90.96		
February	94.05		
March	96.94		
April	94.2		
May	92.7		
June	90.89		
July	83.83		

Figures in US cents per pound

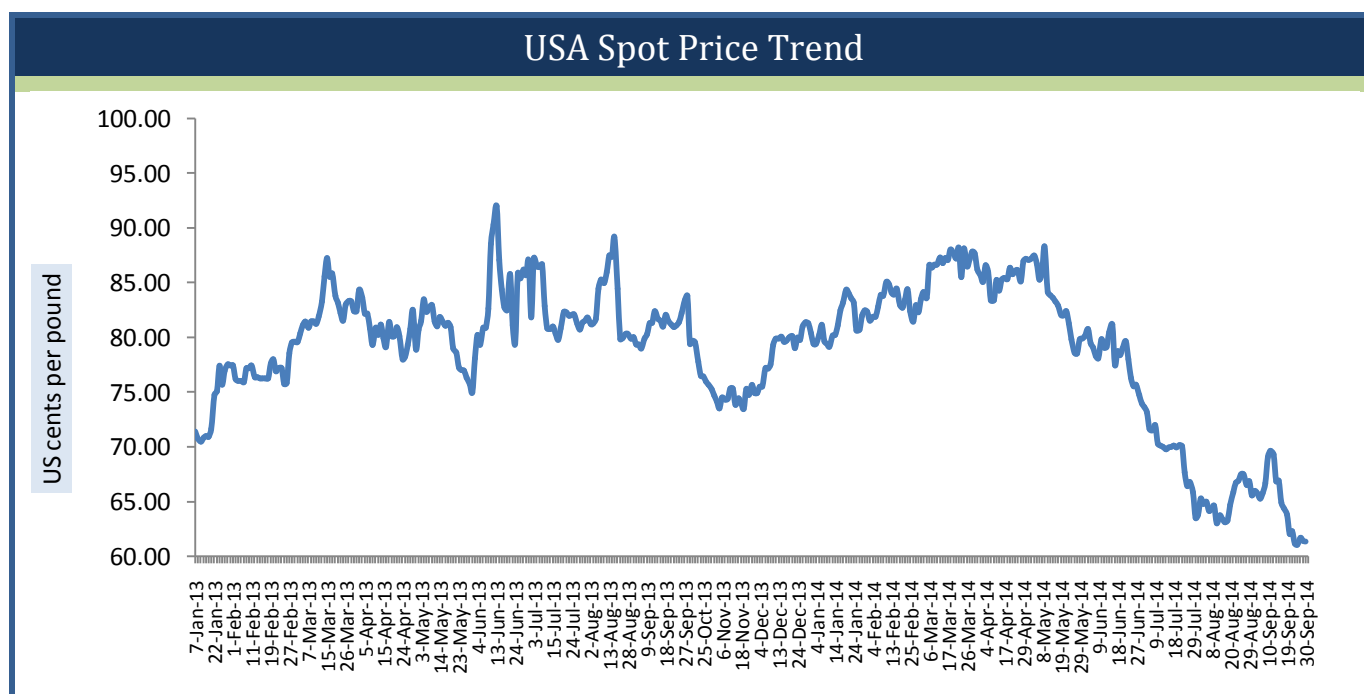


USA Spot Prices

USA spot prices remained weak during the month on the good crop condition in the region. USA expects higher production this season compared to the previous.

According to the latest report released by USDA, as on September 28, 2014, 48% of cotton crop in USA is in excellent to good condition compared to 49% percent a week and 44% a year ago. 58% bolls open has reported in cotton which was 51% last week and 45% a year ago. 8% of cotton harvesting reported which was 5% a year ago during the same period.

USA Spot Prices			
Date	30-Sep-14	30-Aug-14	% Change
Prices	61.37	66.86	-8.21
Figures in US Cents per Pound			



ICE Cotton Future:

Contracts	30/9/2014	30/8/2014	30/9/2013	% Month Change	% Y-o-Y Change
Oct-14	61.96	67.60	81.81	-8.34	-24.26
Dec-14	61.37	66.57	--	-7.81	--
Mar-14	60.45	67.01	--	-9.79	--
May-14	61.25	68.14	--	-10.11	--
Jul-14	62.00	68.96	--	-10.09	--
Oct-14	62.75	69.31	--	-9.46	--
Source: MRCL, Figures in US Cents Per Pound					

Technical Analysis of Cotton Future

Commodity	Cotton
Exchange	ICE
Contract Month	Dec'14



Monthly Technical Outlook:

- Candlesticks depict downtrend in the market.
- Decreasing prices along with amplification in open interest and volume suggests bearish trend.
- We expect prices to remain weak in coming days.

Expected Price Range During Coming Month

Expected Trend	Expected Trading Band
Bearish Momentum	58-66

Expected Support and Resistance

Support 1	Support 2	Resistance 1	Resistance 2
56.60	55.00	68.00	69.60

Source : MRCI

All figures in US cents per pound

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