

Cotton Domestic Fundamental

Current Market Scenario: Cotton spot market noticed uptrend in the prices during the month (May'15). Prices of Kapas at Rajkot remained firm, with the range of Rs. 4065-4890 per quintal during April 2015 which was Rs. 3850-4825 per quintal previous month.

The monsoon in country is likely to arrive late as forecasted by Indian Meteorological Department (IMD). IMD believes that southwest monsoon will arrive by June 5, on the southern coast of Kerala against the normal start date of June 01. IMD earlier forecasted the onset date of Monsoon as May 30 with the model error of plus-minus 4 days. Monsoon rains during the previous year i.e. 2014, arrived on Kerala coast on June 6.

Following the expectation of the delayed monsoon and lower than expected rainfall this year, the Maharashtra government fears that the situation of cotton belts could get worse and to hedge the risk, the government is planning to promote non Bt cotton seed, which are have lower production costs than the Bt variety of cotton. As per the data of Ministry of Agriculture, the cost of cultivating cotton is highest in Maharashtra which leads to the lowest profit margins.

Around 3.45 crore bales of cotton has been pressed so far all over the country, according to Indian Cotton federation (ICF). ICF believes that cotton growers in states like Gujarat and Maharashtra may switch to crop like pulses and groundnut as they find cotton crop less lucrative due to untimely rains and lower prices.

Cottonseed sale could drop this Kharif season, as reported the industry. Around 4.40-4.50 crore packets (450 gm each) of cotton seed are likely to be sold in the country this season, lower when compared to the 4.75 crore packets sold last year. Currently the industry is holding the stock of 6.5 crore packets, out of which 1.5 crore packets are considered not-so-good quality seeds.

The loss of around Rs 2500 crore is likely to incurred by government on cotton procurement scheme, which was aimed to save the farmers from the crashing cotton prices held in the current marketing year through September, said Textile minister Santosh Kumar Gangwar. The losses were earlier estimated to be around Rs 4000 crore, said Gangwar. The loss could still be lower than Rs 2500 crore if cotton price improves.

Pricing of cotton seed has settled a debate among the cotton growers and cotton seed producers in Andhra Pradesh and Telangana. The seed industry is demanding the hike in the prices whereas farmers are not supporting the same as this would increase the cost of production. The price announced by these two acts as the benchmark for the rest of the cotton growing states.

According to estimates of Cotton Advisory Board (CAB), cotton export from India would stand around 70 lakh bales in the current season that is 2014-15, which was 117.9 lakh bales during the last season. The export during the current season is likely to stand lowest since 2008-09. India is focusing on Bangladesh as China the biggest importer of Indian cotton is drastically cutting on its imports.

Domestic Balance Sheet

All figures in Lakh Bales (of 170 Kgs. Each)			
Item	2013-14	2014-15	% Change
Supply			
Opening stock	52.58	58.90	12.02
Crop size	407.25	397	-2.52
Imports	11.75	13	10.64
Availability	471.58	468.9	-0.57
Demand			
Mill consumption	266.68	270	1.24
Small Mill consumption	24	26	8.33
Non-Mill consumption	10	10	0.00
Total consumption	300.68	306	1.77
Export	112	90*	-19.64
Total Demand	418.6	396	-5.40
Ending Stock	58.9	72.9	23.77

Source: Cotton Association of India (CAI) March'15 Update *As estimated by CCI

Balance Sheet Highlight (2014-15):

As per the latest revision in the cotton balance sheet by CAI, cotton availability would be on lower side this season due to lower production, although imports would stand higher. Total consumption will be higher but lower export in the season would make the total demand to be weaker and hence ending stock will bulge up.

Cotton Crop Prospects for Season 2015-16:

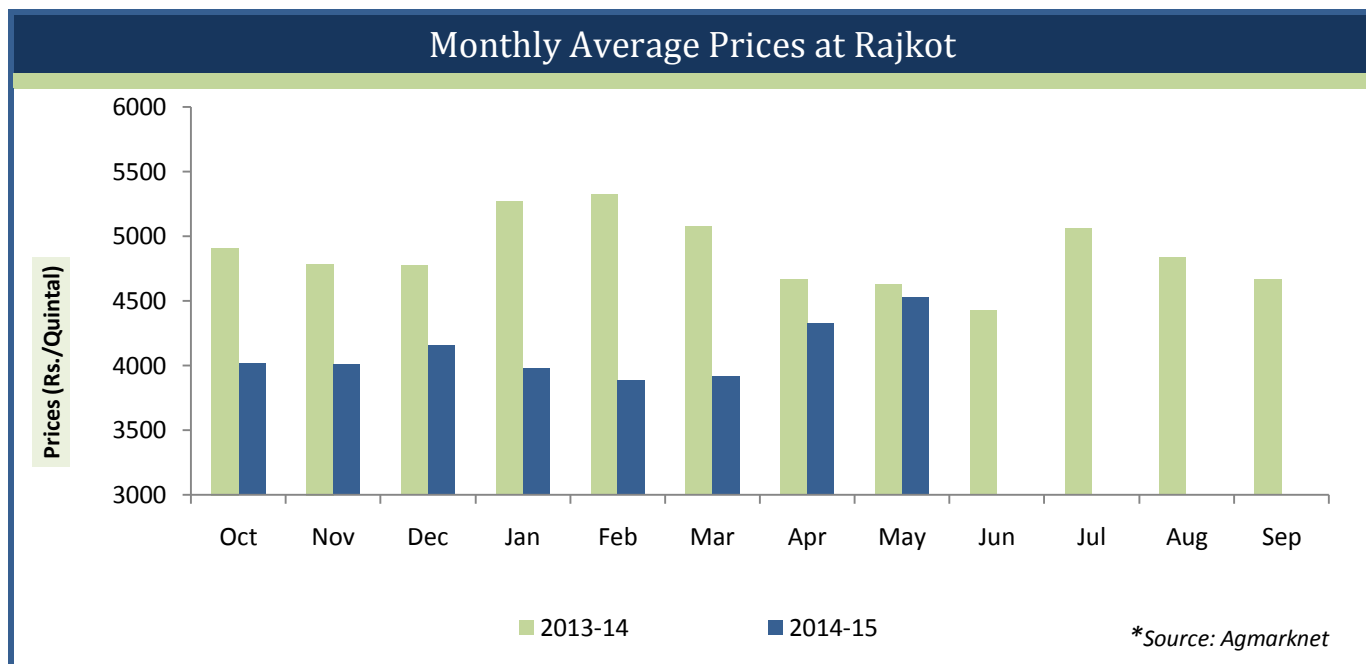
Cotton production in India would be on lower side in 2015-16, said USDA. Cotton output in the country would be around 6.423 million ton in the coming season, slightly lower than when compared to the current season which would be around 6.523 million tones.

Acreage of cotton in India would shrink in the coming season to 12 million hectares from 12.7 million hectares in the current season. Yield of cotton would be higher at 535 kg per hectare in the coming season as compared to 514 kg per hectare in the current season.

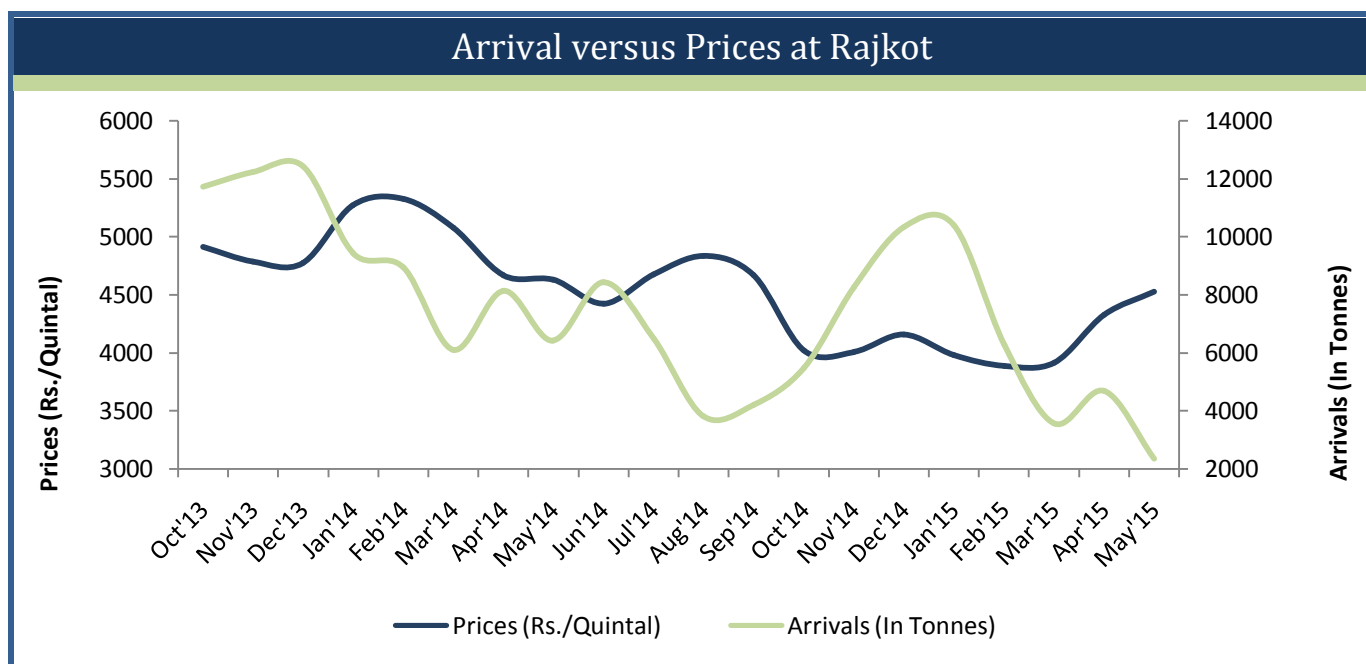
Cotton consumption in India is likely to surge up to 5.606 million tons in the coming season compared to 5.334 million tons in the current season.

Cotton exports in the coming season that is 2015-16 is likely to be around at 1.089 million tones (64.05 lakh bales approx.) around 28.6% lower when compared to 849 million tones (49.9 lakh bales approx.) in the current season.

Domestic Prices and Arrival Trend



The falling arrival in the spot market has lent support to the cotton prices by creating the supply lag. Although prices are still lower than the previous year, but on the month on month basis, cotton prices have improved significantly. Monthly average price at Rajkot in May was recorded Rs. 4529.13 per quintal around 4.68% higher when compared to price of last month and around 2.16% lower when compared the price of corresponding month during the previous year.

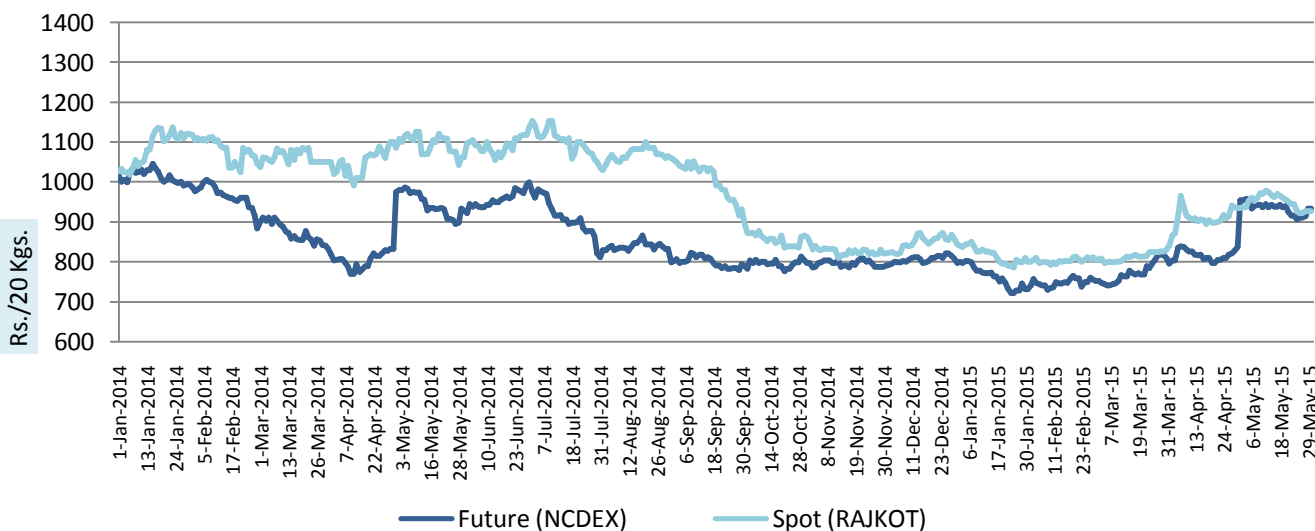


Shankar-6 (CAI Spot Prices)



Lint prices remained overall uptrend during the month, following the firm prices of raw cotton. Monthly average price of Shankar-6 (29 mm) during the May month remained Rs 34300 per candy (of 356 kg each) around 3% higher when compared to the average price of previous month and around 18.57% lower when compared to the prices during the same period last year.

Spot (Rajkot) versus Future (NCDEX) Price Trend



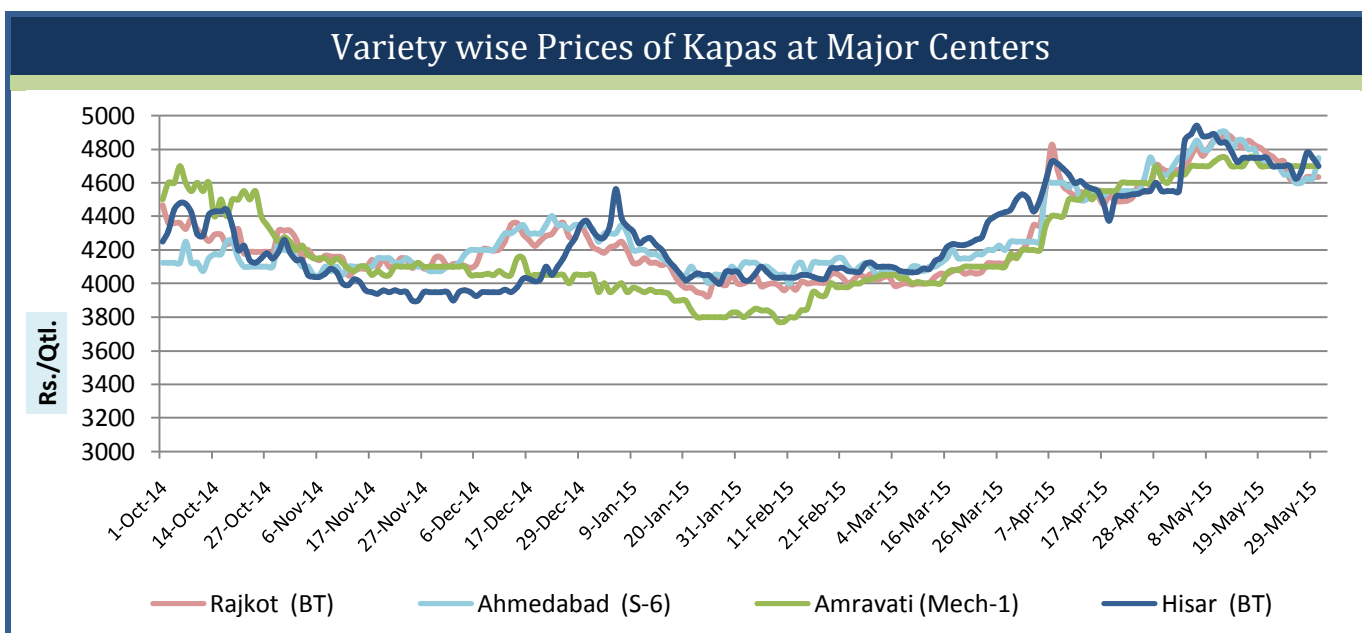
Future price of Kapas at NCDEX closed at Rs.933 per maund (of 20 kg each) on May 29, 2015, around 12.75% higher when compared to the closing price of previous month and 0.05% lower when compared to the closing price of same date during last year.

Cotton Prices at Key Spot Market:

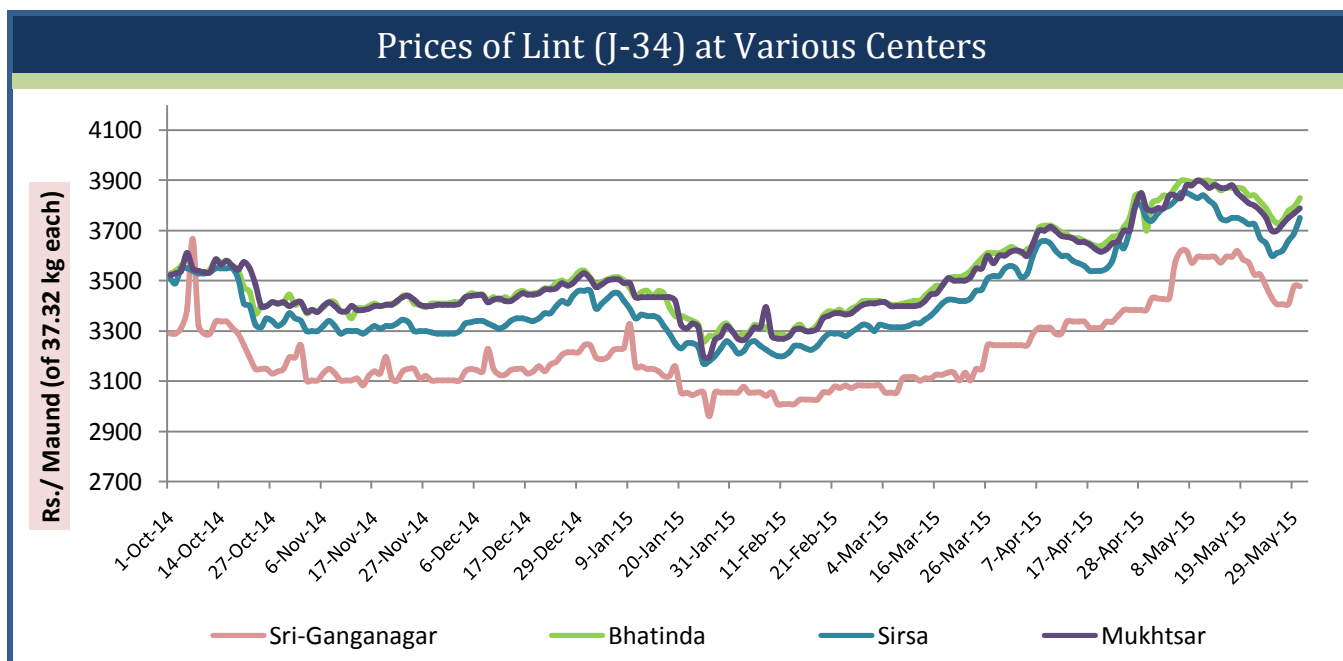
Centre	Variety	Monthly Average Prices		Change
		May'15	Apr'15	
	Kapas	(Rs./Qtl)		
Amravati	Mech-1	4700	4510	190
Khandwa	Mech-1	NA	NA	-
Khargaon	Mech-1	NA	NA	-
	Kapas	(Rs./Qtl)		
Mahesana(Kadi)	B.T. Cotton	NA	4530	-
Rajkot	B.T. Cotton	4775	4565	210
Patan	B.T. Cotton	4830	4590	240
Deesa	B.T. Cotton	NA	NA	-
Dhrol	B.T. Cotton	4740	4555	185
Muktsar	B.T. Cotton	NA	4550	-
Fazilika	B.T. Cotton	NA	4315	-
Bhiwani	B.T. Cotton	4760	4605	155
Adampur	B.T. Cotton	4770	4570	200
Fatehabad	B.T. Cotton	4750	4565	185
Dabwali	B.T. Cotton	NA	4510	
Jind	B.T. Cotton	NA	NA	-
Uchana (Jind)	B.T. Cotton	NA	4525	-
Rawatsar (Hanumangarh)	B.T. Cotton	4735	4525	210
Hubli	B.T. Cotton	4570	4335	235
Hathras	B.T. Cotton(US)	NA	NA	-
Hanumangarh	B.T. Cotton	NA	4565	-
	Kapas	(Rs./Qtl)		
Ahmedabad	Shankar-6	4750	4590	160
Gondal	Shankar-6	4745	4565	180
	Kapas	(Rs./Qtl)		
Jamner (Jalgaon)	Medium Staple	NA	3850	-
Hathras	Desi	NA	NA	-
Bijapur	Bunny	NA	NA	-
Hubli	D.C.H.	NA	3455	-
Raichur	H-44 Cotton	4710	4505	205
Guntur	Un-Ginned	4050	3950	100
Kurnool	Un-Ginned	4055	4020	35
Krishna	Un-Ginned	4050	4040	10
East Godavari	Un-Ginned	4050	4035	15
	Lint	Rs./Maund (of 37.32kg each)		
Abohar	J-34	3835	3695	140
Muktsar	J-34	3830	3685	145

Fazilika	J-34	4715	4000	715
Bhatinda	J-34	3840	3695	145
Sirsa	J-34	3750	3620	130
Sri-Ganganagar	J-34	3765	3325	440

Variety wise Prices of Kapas (Seed Cotton):



Prices of Lint at various centers:

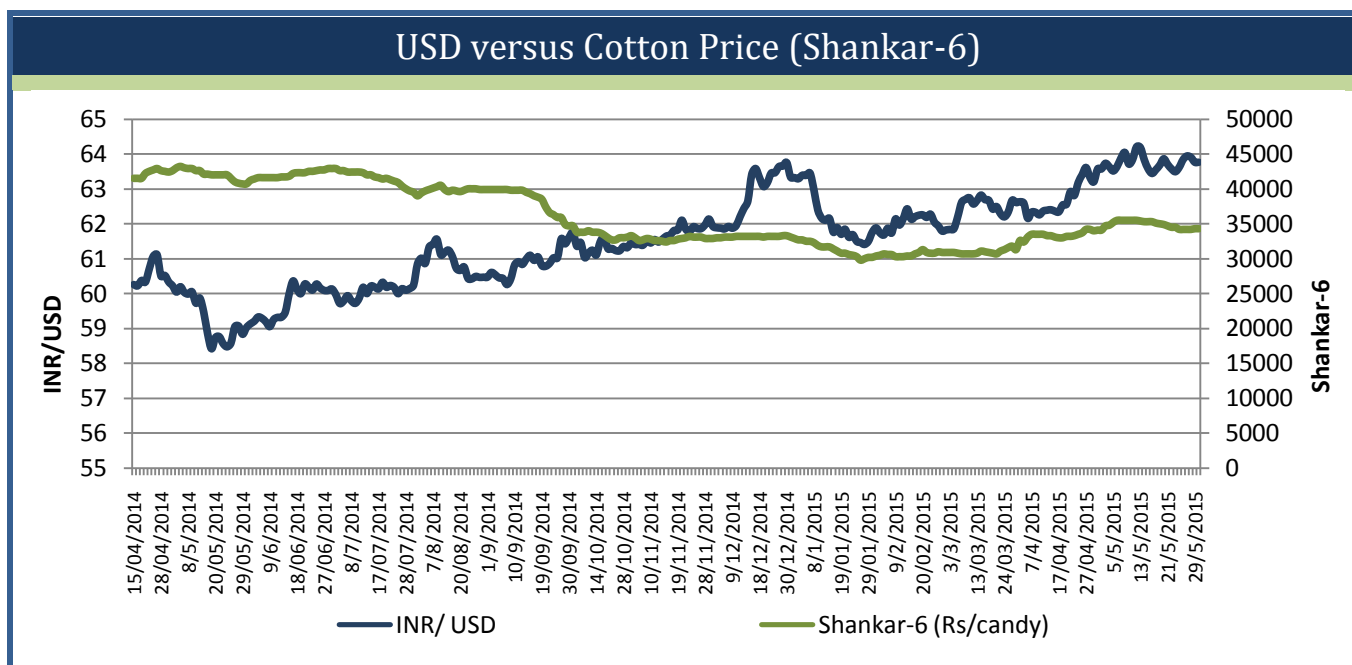


Cotton Association of India Cotton Spot Rates:

Trade Name	Staple	Micronaire	Strength/ GPT	Monthly Average Price*		Change
				May'15	Apr'15	
Bengal Deshi (RG)/Assam Comilla (101)	< 22mm	5.0 - 7.0	15	34700	33540	1160
Bengal Deshi (SG)(201)	< 22mm	5.0 - 7.0	15	35200	34040	1160
J-34(202)	26mm	3.5 - 4.9	23	34900	33775	1125
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	33600	32780	820
Shankar-6(105)	29mm	3.5 - 4.9	28	34300	33305	995
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	36000	35715	285
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	36800	36495	305
DCH-32(107)	34mm	3.0 - 3.8	33	45000	44345	655

*Rs/candy(of 356 kg each)

Comparison of USD and Cotton Price (Shankar-6):



Cotton Arrivals in Key Centers:

Centre	Variety	Monthly Cumulative Arrivals (Qtl)		Change
		May'15	Apr'15	
Amravati	Mech-1	6040	61450	-55410
Khandwa	Mech-1	NA	NA	-
Khargaon	Mech-1	NA	NA	-
Mahesana(Kadi)	B.T. Cotton	NA	32500	-
Rajkot	B.T. Cotton	25860	44425	-18565
Patan	B.T. Cotton	17274	56240	-38966
Deesa	B.T. Cotton	NA	NA	-
Dhrol	B.T. Cotton	989	961	28
Fazilika	B.T. Cotton	NA	100	-
Muktsar	B.T. Cotton	NA	34	-
Bhiwani	B.T. Cotton	NA	9850	-
Adampur	B.T. Cotton	510	5525	-5015
Fatehabad	B.T. Cotton	NA	3475	-
Dabwali	B.T. Cotton	NA	1830	-
Jind	B.T. Cotton	NA	NA	-
Uchana (Jind)	B.T. Cotton	NA	3880	-
Rawatsar (Hanumangarh)	B.T. Cotton	NA	975	-
Hubli	B.T. Cotton	579	312	267
Hathras	B.T. Cotton	NA	NA	-
Hanumangarh	B.T. Cotton	NA	NA	-
Ahmedabad	Shankar-6	406300	627300	-221000
Gondal	Shankar-6	9026	15243	-6217
Jamner (Jalgaon)	Medium Staple	NA	113	-
Hathras	Desi	NA	NA	-
Bijapur	Bunny	NA	NA	-
Hubli	D.C.H.	NA	18	-
Raichur	H-44 Cotton	13653	28329	-14676
Guntur	Un-Ginned	10	2	8
Kurnool	Un-Ginned	14	7	7
Krishna	Un-Ginned	2	1	1
East Godavari	Un-Ginned	NA	NA	-
Abohar	J-34	561	3085.5	-2525
Bhatinda	J-34	NA	48280	-
Sirsa	J-34	1920	8415	-6495
Sri-Ganganagar	J-34	NA	NA	-

State wise Scenario

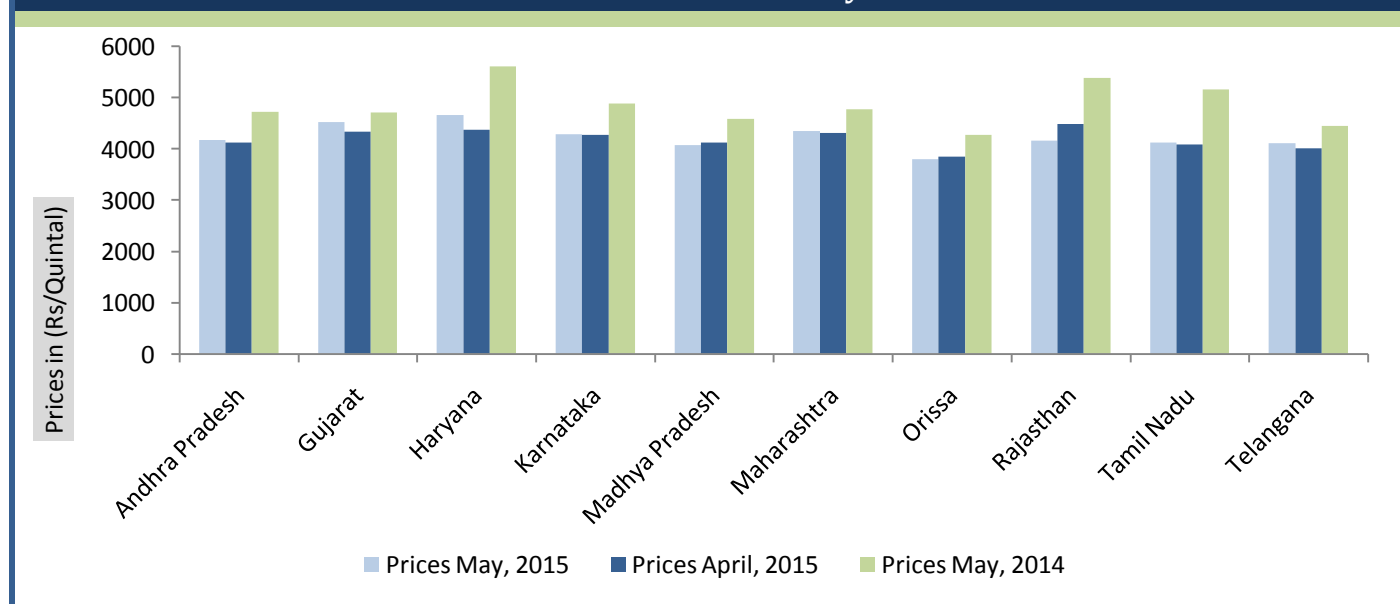
State wise Prices (Rs./Qtl.):

State	Prices May, 2015	Prices April, 2015	Prices May, 2014	% Change(Over Previous Month)	% Change(Over Previous Year)
Andhra Pradesh	4177.85	4121.45	4729.54	1.37	-11.66
Gujarat	4521.74	4333.45	4710.67	4.35	-4.01
Haryana	4666.24	4380	5606.48	6.54	-16.77
Karnataka	4292.34	4274.05	4885.06	0.43	-12.13
Madhya Pradesh	4077.45	4125.45	4587.94	-1.16	-11.13
Maharashtra	4345.4	4317.24	4780.84	0.65	-9.11
Orissa	3800	3851.75	4280.58	-1.34	-11.23
Rajasthan	4161.52	4483.19	5390.38	-7.18	-22.8
Tamil Nadu	4120.08	4086.44	5167.92	0.82	-20.28
Telangana	4116.03	4015.52	4445.51	2.5	-7.41
Average	4099.18	3842.44	4782.92		

**Source: Agmarknet*

Monthly average price in most of the state has improved following the tight supplies of cotton. Few of the states including Madhya Pradesh, Orissa and Rajasthan however witnessed fall in the monthly average prices. Average price of cotton (of country as a whole) too move upward to Rs 4099.18 per quintal during the month, around 6.6% higher when compared to the price during the last month. On year on year basis, the prices however stood around 14.30% lower this month.

State wise Cotton Monthly Prices

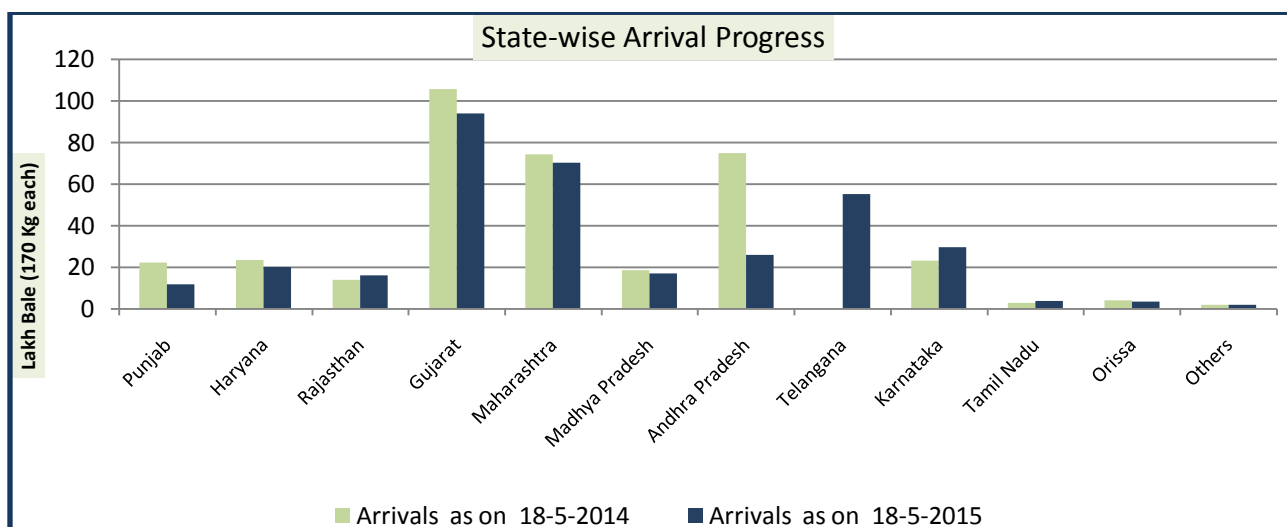


State wise Arrivals (in lakh bales of 170 kgs each):

Table given below showing cotton production and estimated arrivals during 2014-15 season vis-a-vis cotton season 2013-14:

States	2014-15*		2013-14	
	Production as per CAB	Arrivals As on	Production as per CAB	Arrivals As on
	31-03-2015	18-05-2015	13-10-2014	18-05-2014
1. Punjab	14	11.67	21	22.2
2. Haryana	25	19.86	24	23.37
3. Rajasthan	17	15.99	14	13.93
North Total	56	47.52	59	59.5
4. Gujarat	108	93.96	124	105.65
5. Maharashtra	83	70.21	84	74.09
6. Madhya Pradesh	18	17.01	19	18.58
Central Total	228	181.18	227	198.32
7. Andhra Pradesh	27	25.71	78	74.88
8. Telangana	57	55.23	--	--
9. Karnataka	30	29.62	23	23.16
10. Tamil Nadu	5	3.66	5	2.72
South Total	119	114.23	106	100.77
11. Orissa	4	3.45	4	4.05
12. Others	2	2	2	1.85
Total	6	5.45	6	5.9
Grand Total	390	348.37	398	364.48

* Inclusive of new crop arrivals in September 2014
** Quantity in lakh bales (of 170 kgs. each)



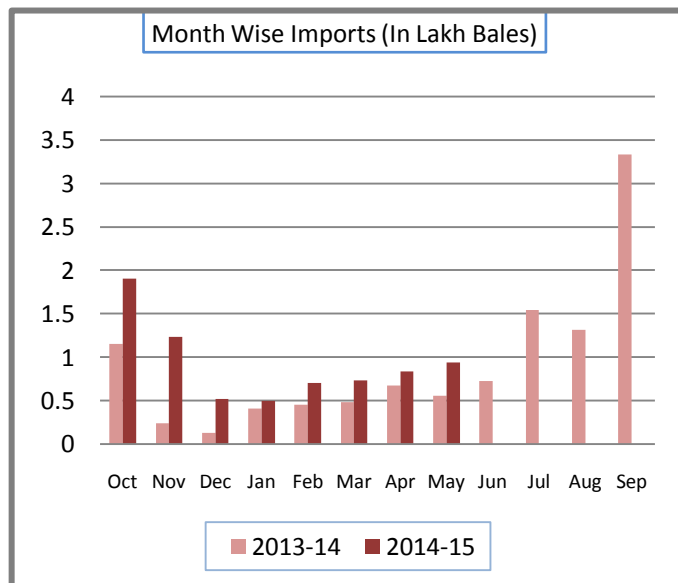
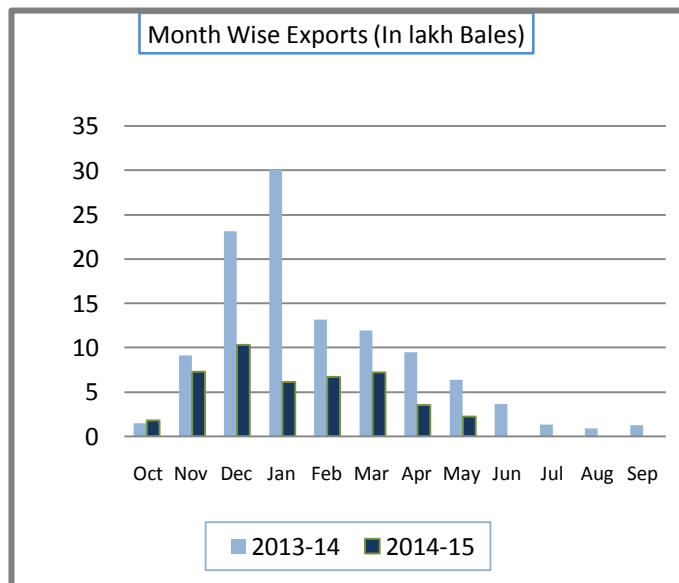
Cotton Export and Import Scenario

Cotton Exports(In Lakh Bales)		
Month	2013-14	2014-15
Oct	1.43	1.81
Nov	9.06	7.3
Dec	23.12	10.34
Jan	30	6.11
Feb	13.15	6.68
Mar	11.9	7.25
Apr	9.46	3.56
May	6.37	2.23
Jun	3.62	
Jul	1.32	
Aug	0.87	
Sep	1.24	
Total	111.5	45.3

Source: IBIS

Cotton Imports(In Lakh Bales)		
Month	2013-14	2014-15
Oct	1.16	1.91
Nov	0.24	1.24
Dec	0.133	0.52
Jan	0.41	0.5
Feb	0.46	0.71
Mar	0.488	0.740
Apr	0.68	0.84
May	0.56	0.95
Jun	0.73	
Jul	1.55	
Aug	1.32	
Sep	3.34	
Total	11.07	7.41

Source: IBIS



Cotton exports so far (i.e. Oct'14-May'15) stood around 59.4% lower Y-o-Y at 45.3 lakh bales which was 104.4 lakh bales during the same period last year. Imports during the current season so far stood 7.41 lakh bales which was 4.13 lakh bales last year during the corresponding period.

Cotton Yarn Dynamics

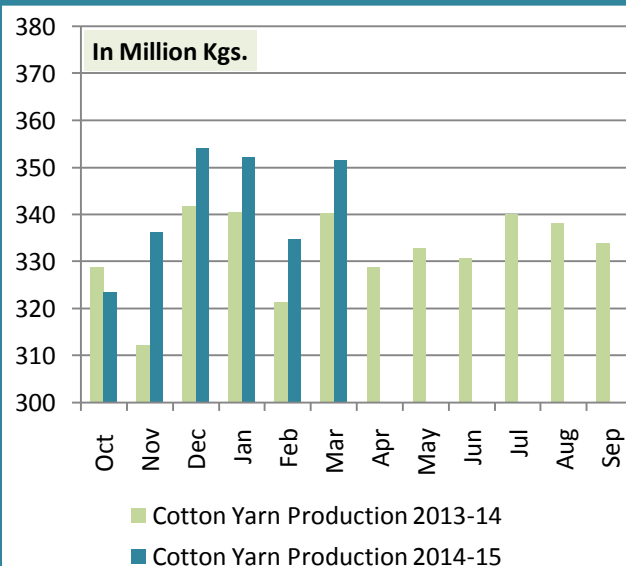
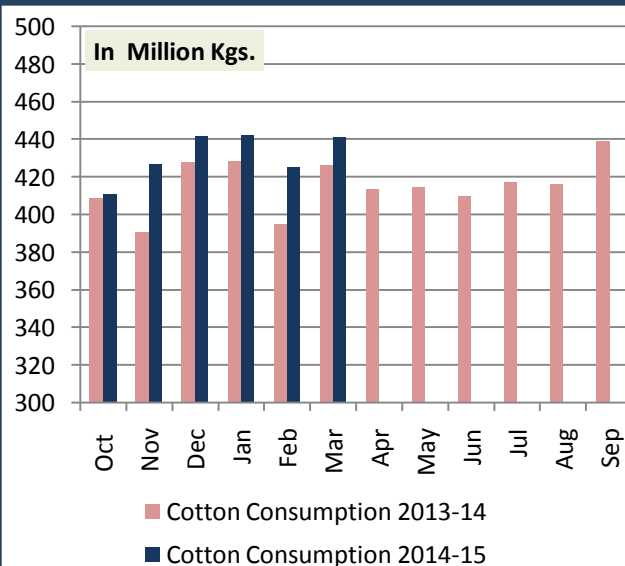
Cotton Consumption and Cotton Yarn Production:

In the initial six months of season, cotton consumption recorded at 2,588 million kgs which is 4.52% higher than the consumption during corresponding period last year. Similarly cotton yarn production too remained higher in this year. Cumulative cotton yarn production during the initial six month of the season stood 2,053 million kgs around 3.41% higher when compared to corresponding period last year.

Month	Cotton Consumption 2013-14	Cotton Consumption 2014-15	Cotton Yarn Production 2013-14	Cotton Yarn Production 2014-15
Oct	408.49	410.85	328.79	323.53
Nov	390.25	426.95	312.13	336.19
Dec	427.72	441.33	341.67	353.92
Jan	428.16	442.26	340.38	352.25
Feb	394.8	425.04	321.31	334.73
Mar	426.15	441.1	340.2	351.57
Apr	413.36		328.68	
May	414.51		332.92	
Jun	409.82		330.69	
Jul	417.22		340	
Aug	415.86		338.09	
Sep	438.7		334.03	

Figures in Million Kg.

Cotton Consumption versus Cotton Yarn Production



Cotton Seed Oil and Cotton Seed Oil Cake

Cotton Seed Oil at Key Centers:

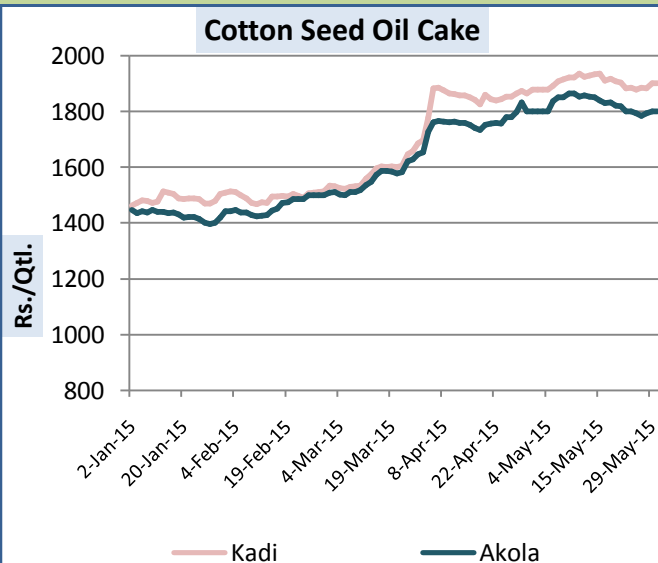
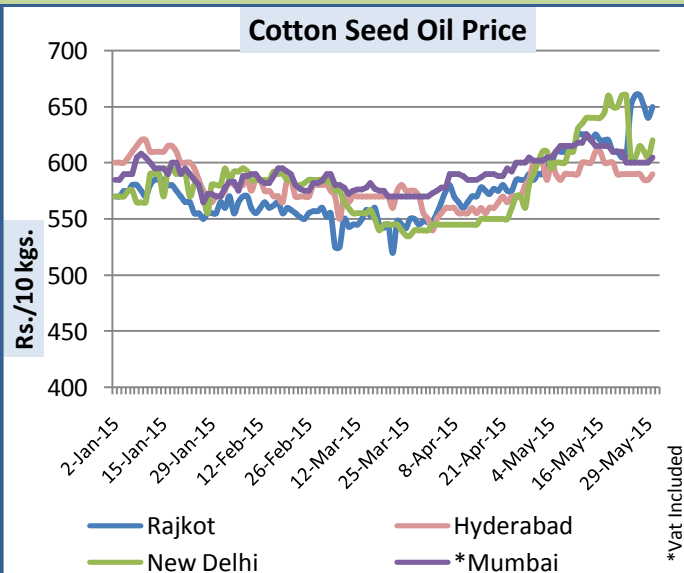
Centre	Monthly Average Prices (Rs/10 kg.)		% Change
	May'15	Apr'15	
Rajkot	625	555	12.61
New Delhi	622	574	8.36
Hyderabad	594	565	5.13
Mumbai*	610	590	3.39

* VAT Included

Cotton Seed Oil Cake at Key Centers:

Centre	Monthly Average Prices (Rs/Quintal)		% Change
	May'15	Apr'15	
Kadi	1904	1586	20.05
Akola	1825	1562	16.84

Cotton Seed Oil and Cotton Seed Oil Cake



Technical Analysis of Cotton Future

Commodity	Kapas
Exchange	NCDEX
Contract Month	Apr'16



Monthly Technical Outlook:

- Candlesticks denote overall downtrend in the market.
- RSI is moving towards overbought region.
- MACD is depicting bearish signal line and centerline movement.
- We expect prices to remain sideways in coming days.

Expected price range during coming month:

Expected Trend	Expected Trading Band
Range-bound Momentum	890-950

Expected Support and Resistance:

Support 1	Support 2	Resistance 1	Resistance 2
875	880	965	980

International Market Scenario

Current Market Scenario: International market noticed mostly firm momentum during the month of May. Cotlook A Index remained in the range of 71.05-74.70 cents during the month. As monthly average, it stood 72.86 cents, around 1.62% higher when compared to previous month and around 21.40% lower when compared to previous year during the corresponding month.

World cotton imports are likely to increase marginally in the coming season i.e. 2015-16, said ICAC. The cotton imports on the global front would go up by the 2% to 7.7 million tons with the increase of 3% in the imports of countries outside china to 6.1 million tons.

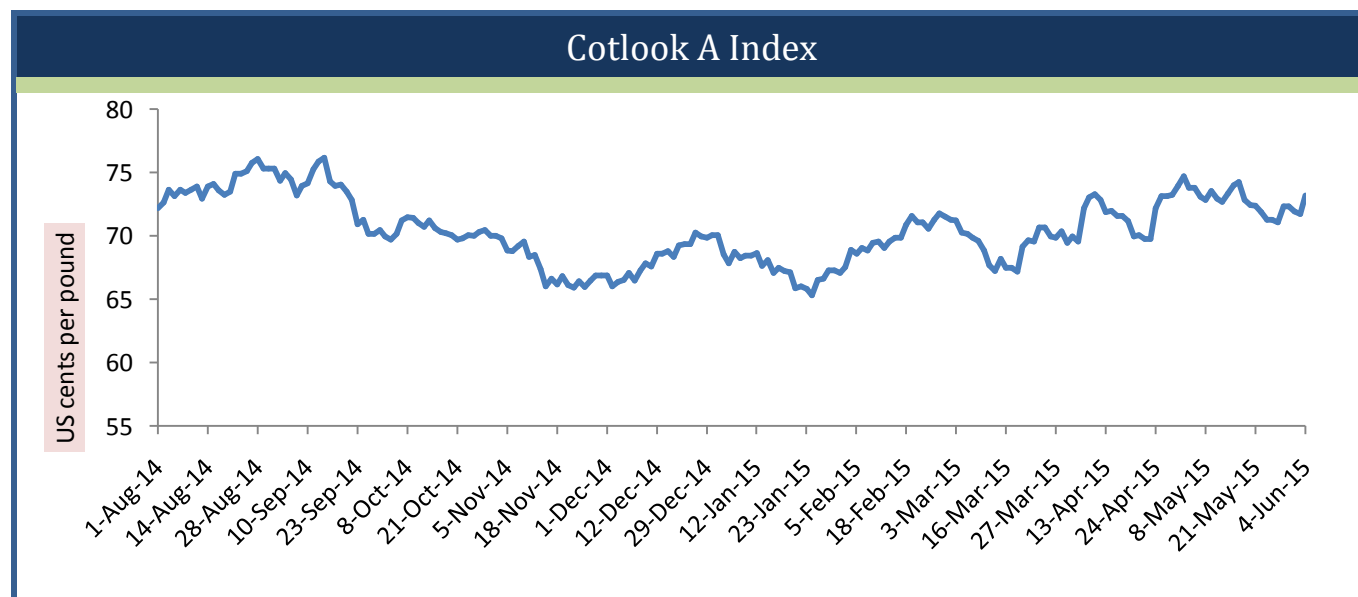
Around 72% of cotton planting has been completed in USA as on May 31 this year, which was 47% last week and 61% last year on same date, according to USDA. The five year average sowing progress is 78% as on date, slightly higher than the current sowing pace.

China imported around 160,800 tonnes of cotton in April, approximately 28.3% lower when compared to the volume imported during the same month last year, according to the official custom data. During the initial four month of the year, imports to China fell by around 38.2 percent year on year to 609,000 tonnes, said China Cotton Association (CCA) citing custom data.

According to Informa Economics, all cotton acreage in USA would stand around 9.334 million acres, lower than the March estimates of USDA which was 9.549 million acres.

China cotton imports in the coming season is likely to drop by around 22.07% to 1.306 million tons in the coming season that is 2015-16 from 1.676 million tons in the current season, said USDA.

Cotton ending stocks are expected decline in the coming season for the first time in the last five years. Lower production and higher consumption would lead the ending stocks to fall. In the upcoming season ending stocks would be around 23.143 million tons round 3.59% lower when compared to the estimated figure of 24.005 million tons in the current season.



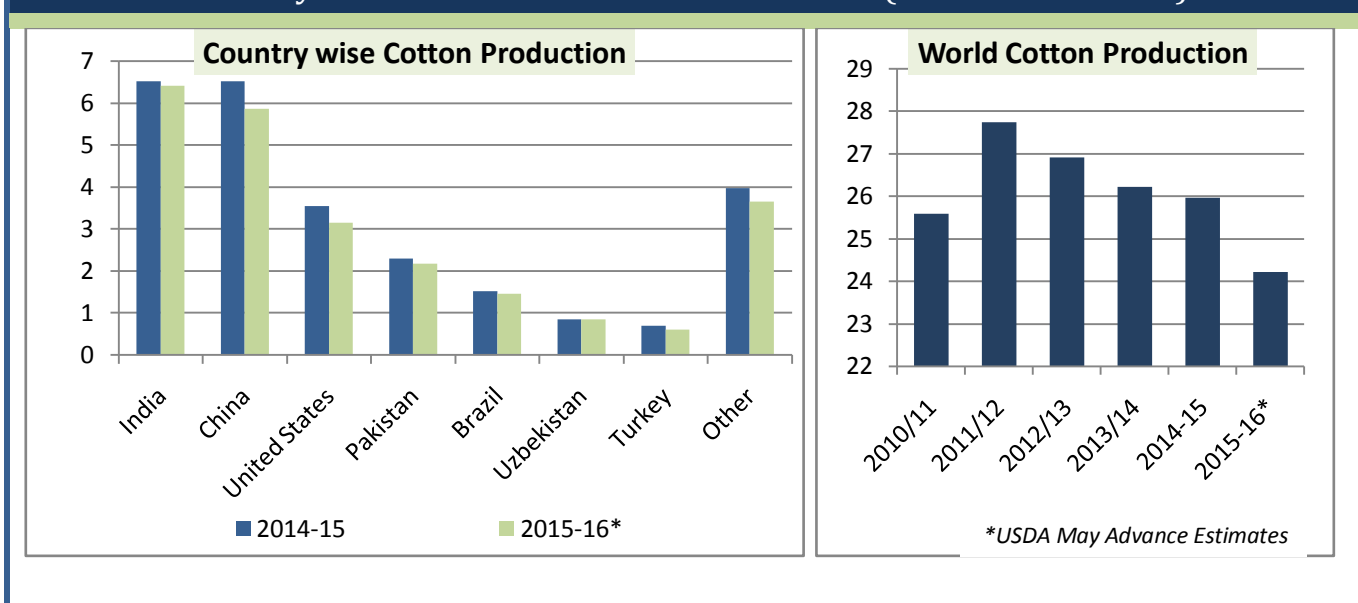
World Cotton Scenario (2015-16):

Country wise Cotton Production Estimates (Million Tonnes)			
Country	2014-15	2015-16 (Proj.)	% Change
India	6.532	6.423	-1.67
China	6.532	5.879	-10.00
United States	3.553	3.157	-11.15
Pakistan	2.308	2.177	-5.68
Brazil	1.524	1.47	-3.54
Uzbekistan	0.849	0.849	0.00
Turkey	0.697	0.61	-12.48
Other	3.975	3.658	-7.97
World Total	25.97	24.222	-6.73

Source: USDA (As Estimated on May 12)

USDA Slashes Down the World Production Estimates: World cotton production is likely to decline in 2015-16 following the fall in area and yield, said USDA. According to the first estimate for 2015/16 released on May 12, cotton production on the global front is likely to stand around 24.22 million tons in 2015-16 around 6.73% lower when compared to the estimated production for season 2014-15 which is 25.97 million tons.

USDA slashed down the cotton production estimates for 2015-16 to 24.22 million tons from 25.97 million tons in 2014-15 due to expectation of lower acreage and yield. Cotton acreage o global front would be around 31.77 million hectares around 6.09 percent lower when compared to acreage of current season which was 33.83 million hectares. Yield in the coming season according to USDA would be around 763 kg per hectares around 0.65 percent lower when compared to the yield of current season which was 768 kg per hectares.

Country wise and Global Cotton Production (In Million Tonnes)


World Cotton Export to Remain Weaker In 2015-16: Cotton exports on global front, according to USDA will fall in 2015-16 to 7.33 million tones from 7.36 million in season 2014-15. USA is likely to keep its export steady whereas India will export higher. Brazil and Australia on other hand would export lower.

India in particular is likely to notice an increase of 28.24% in its exports during the upcoming season as compared to the current season, due to higher demand of Indian cotton in Bangladesh and South East Asian countries. The country is expected to export 1.09 million tons of cotton (around 64.1 lakh bales) in the coming season which would stand around 0.85 million tons (around 50 lakh bales) by the end of current season.

Export	2014-15	2015-16*
United States	2.33	2.33
India	0.85	1.09
Brazil	0.87	0.78
Uzbekistan	0.49	0.50
Australia	0.61	0.44
Burkina	0.26	0.26
Greece	0.23	0.24
Other	1.73	1.69
Total	7.36	7.33

**USDA May Advance Estimates, Figures in Million Tones*

World Cotton Import (Outside China) Would Rise:

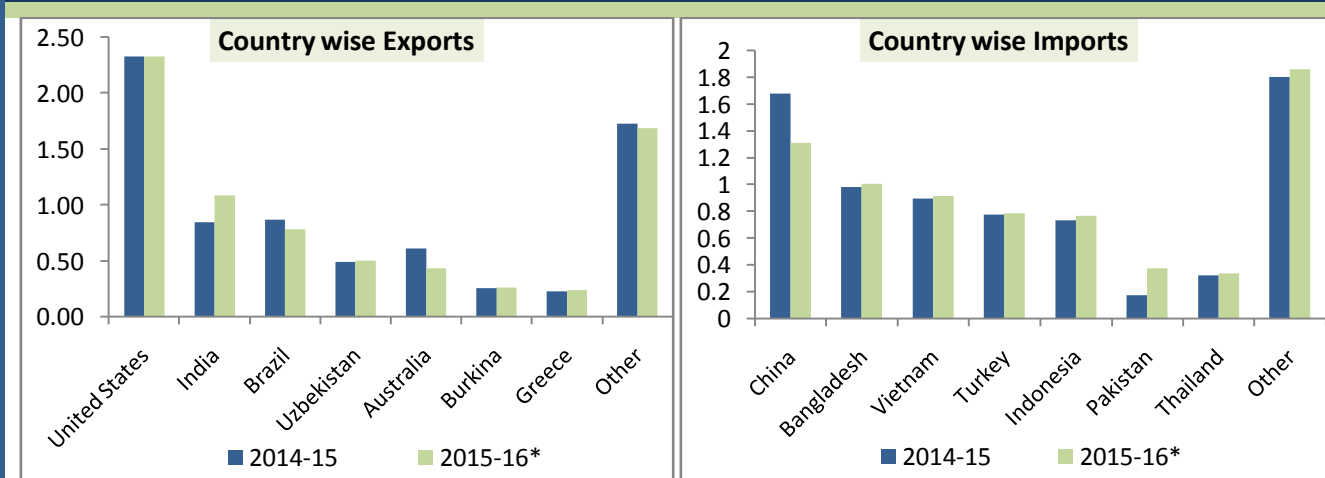
Although China, the largest importer will import lesser in the coming season, making the total world import to shrink, the collective imports of other nations is expected to rise.

Total world import, excluding China would stand around 6.019 million tons in 2015-16 around 6.19% higher when compared to the current year's import which would be totalled around 5.668 million tonnes. China however would be importing around 22% lower to 1.306 million tons in 2015-16 from 1.676 million tonnes in 2014-15

Import	2014-15	2015-16*
China	1.676	1.306
Bangladesh	0.98	1.002
Vietnam	0.893	0.914
Turkey	0.773	0.784
Indonesia	0.729	0.762
Pakistan	0.174	0.37
Thailand	0.321	0.332
Other	1.798	1.855
Total	7.345	7.326

**USDA May Advance Estimates, Figures in Million Tones*

Country wise World Export-Import (In Million Tonnes)



**USDA May Advance Estimates*

Consumption Would Surpass Production in 2015-16: World consumption is likely to cross world production in the forthcoming season, said USDA in its latest release. World cotton consumption is likely to stand around 25.102 million tons in the season 2015-16 whereas production would be around 24.22 million tones. Cotton consumption in India too is likely to surge up to 5.606 million tons in the coming season compared to 5.334 million tons in the current season.

World Cotton Production versus Consumption		
Season	Production	Consumption
2010/11	25.594	25.178
2011/12	27.752	22.651
2012/13	26.916	23.456
2013/14	26.22	23.742
2014/15	25.97	24.266
2015/16*	24.222	25.102
*USDA May Advance Estimates, Figures in Million Tonnes		

Country wise Consumption (In Million Tonnes)									
Consumption	China	India	Pakistan	Turkey	Bangladesh	Vietnam	Brazil	Other	Total
2014-15	7.62	5.33	2.34	1.35	0.97	0.84	0.85	4.97	24.27
2015-16*	7.84	5.61	2.42	1.37	1.02	0.89	0.87	5.08	25.10
% Change	2.86	5.10	3.25	1.63	5.57	6.56	2.59	2.36	3.45
*USDA May Advance Estimates									

Ending stocks to fall first time in five years: Cotton ending stocks are expected decline in the coming season for the first time in the last five years. Lower production and higher consumption would lead the ending stocks to fall. In the upcoming season ending stocks would be around 23.143 million tons round 3.59% lower when compared to the estimated figure of 24.005 million tons in the current season.

World Ending Stock	
Season	Ending Stocks
2010/11	11.035
2011/12	16.056
2012/13	19.7
2013/14	22.302
2014/15	24.005
2015/16*	23.143
*USDA May Advance Estimates, Figures in Million Tonnes	

World Cotton Balance Sheet at a Glance(2014-15):

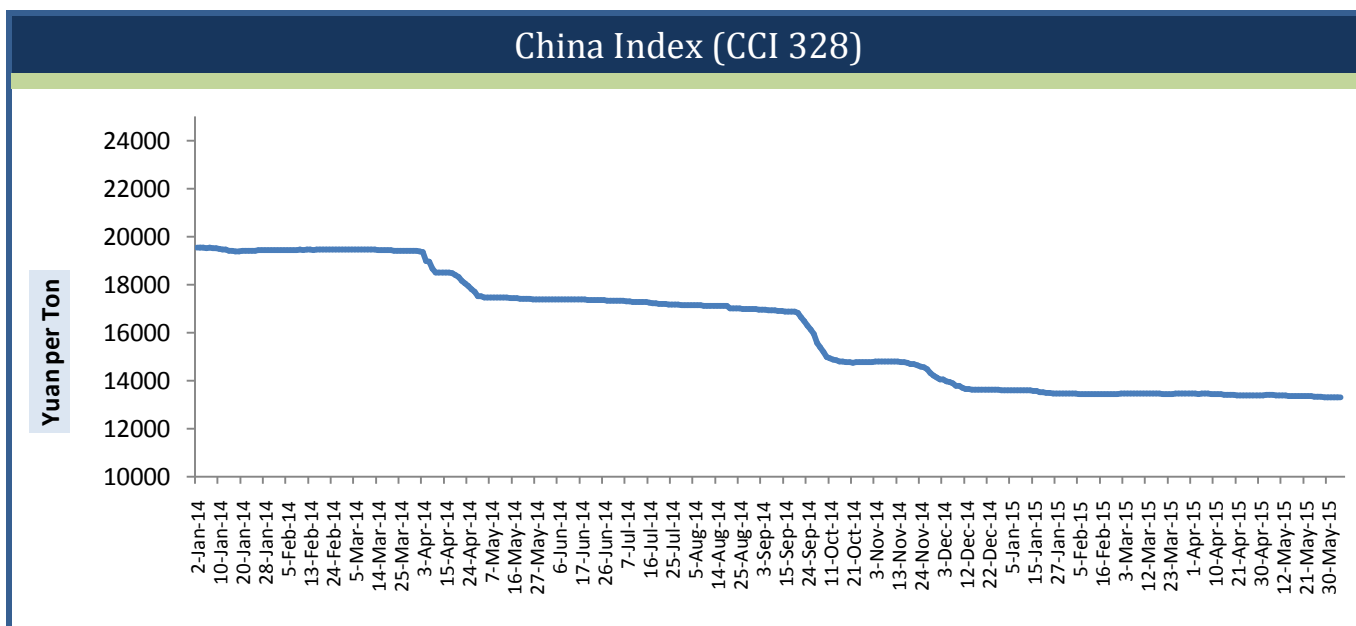
Particulars	2014-15	2015-16*	% Change
SUPPLY			
Opening stock	22.302	24.005	7.64
Production	25.97	24.22	-6.74
Imports	7.345	7.326	-0.26
Availability	55.617	55.551	-0.12
DEMAND			
Consumption	24.266	25.102	3.45
Exports	7.362	7.329	-0.45
Total Disappearance	31.628	32.431	2.54
Ending Stock	24.005	23.143	-3.59
*USDA May Advance Estimates, Figures in Million Tonnes			

International Prices and Indices

China Cotton Index

CC Indices	Prices as on		% Change
	May'15	April'15	
CC Index(229)	14072	14115	-0.30
CC Index(328)	13364	13425	-0.45
CC Index(527)	12287	12375	-0.71

Figures in Yuan per Ton



Cotlook A Index

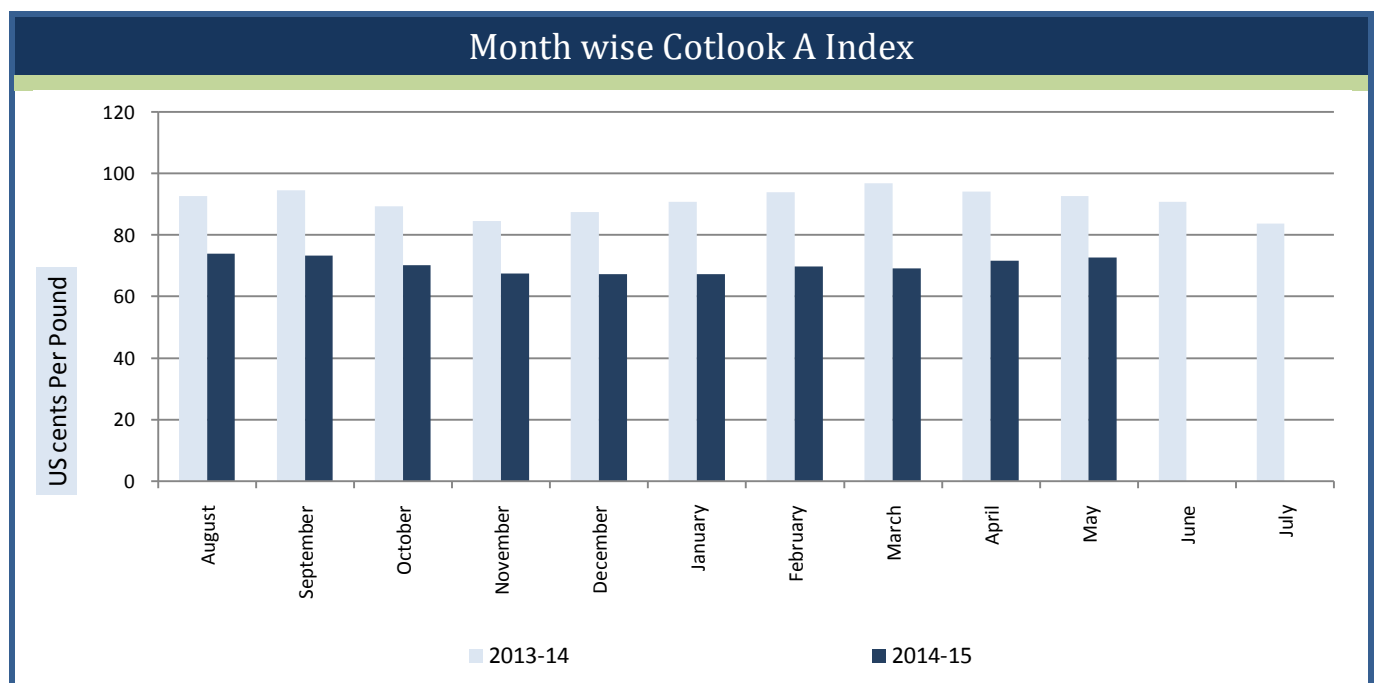
Cotlook A Index	Monthly Average Price		% Change
	May'15	April'15	
Price	72.86	71.7	1.62

Figures in US Cents per Pound

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	70.34	-21.28
November	84.65	67.49	-20.27
December	87.49	67.35	-23.02
January	90.96	67.29	-26.02
February	94.05	69.84	-25.74
March	96.94	69.35	-28.46
April	94.2	71.7	-23.89
May	92.7	72.86	-21.40
June	90.89		
July	83.83		

Figures in US cents per pound

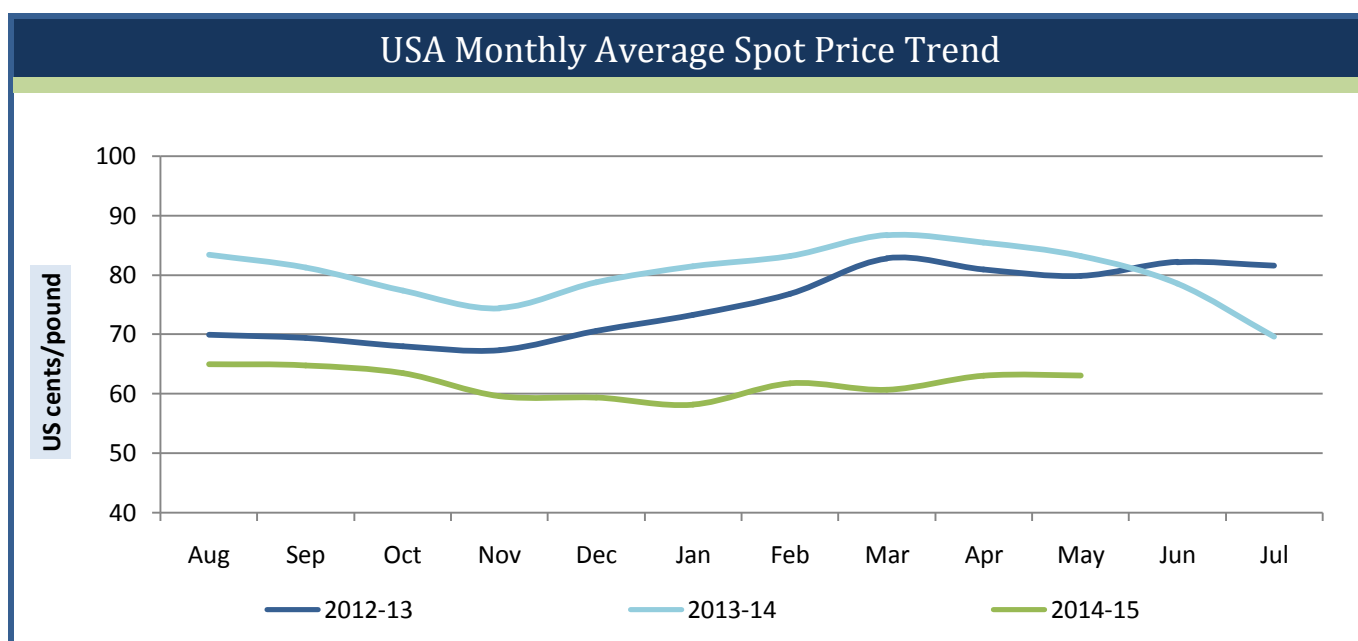


USA Spot Prices

Cotton monthly average spot prices in USA have slightly improved in May as compared to previous month. However it is significantly lower than the previous year prices during the same month. Spot price in USA during May was around 24% lower when compared to the price during the same month last year and around 20% lower when compared to the price during the same month in 2012-13.

Monthly Average USA Spot Prices			
Date	May'15	April'15	% Change
Prices	63.09	63.06	0.05

Figures in US Cents per Pound *Subject to change marginally



ICE Cotton Future:

Contracts	29-May-2015	Week ago	Month ago	Year ago	%W-o-W change	% M-o-M change	%Y-o-Y change
Jul-15	64.41	63.30	67.09	86.15	1.75	-3.99	-25.24
Oct-15	65.51	65.22	66.51	--	0.44	-1.50	--
Dec-15	64.59	64.38	66.27	--	0.33	-2.54	--
Mar-16	64.63	64.63	65.78	--	0.00	-1.75	--
May-16	64.7	65.02	67.32	--	-0.49	-3.89	--
Jul-16	67	65.44	--	--	2.38	--	--

Figures in US cents per pound

Technical Analysis of Cotton Future

Commodity	Cotton
Exchange	ICE
Contract Month	Jul'15



Monthly Technical Outlook:

- Candlesticks denote weakness in the market.
- Declining V&OI along with weak prices depicts consolidation.
- We expect price to remain range bound in coming days.

Expected Price Range During Coming Month

Expected Trend	Expected Trading Band
Range-bound Momentum	61.60-68.80

Expected Support and Resistance

Support 1	Support 2	Resistance 1	Resistance 2
61.00	60.40	70.00	70.60

Source : MRCI

All figures in US cents per pound

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