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Cotton Exchange Building, 2nd Floor,
Cotton Green, Mumbai - 400 033
Phone: 2370 4401/02/03
Fax: 2370 0337
Email: eica@eica.in
www.caionline.in

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Cotton Statistics And News

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Edited & Published by : O. P. Agarwal

CAI Ups Its Cotton Production Estimate of 2009-10

As on July 31, 2010, the Association has estimated the current year's cotton production to be 307.50 lakh bales, up from the June estimate of 305.50 lakh bales. The upward revision has been made on the basis of latest inputs from different stakeholders and the arrivals of cotton so far. The State-wise details of the estimate are as under:

| (in lakh bales) | | |
|---------------------------|---------------|---------------|
| State | Production | Arrivals |
| Punjab | 14.50 | 13.75 |
| Haryana | 16.00 | 15.25 |
| Rajasthan | 12.00 | 11.50 |
| Total North Zone | 42.50 | 40.50 |
| Gujarat | 101.50 | 100.00 |
| Maharashtra | 66.00 | 65.75 |
| Madhya Pradesh | 14.50 | 14.00 |
| Total Central Zone | 182.00 | 179.75 |
| Andhra Pradesh | 54.50 | 54.00 |
| Karnataka | 10.00 | 9.50 |
| Tamil Nadu | 4.50 | 4.25 |
| Total South Zone | 69.00 | 67.75 |
| Other States | 2.00 | 2.00 |
| Loose Cotton | 12.00 | 12.00 |
| All-India | 307.50 | 303.00 |

The upward revision from the June estimate has been made in the case of Maharashtra (+1.50 lakh bales) and Andhra Pradesh (+0.50 lakh bales). CAI has also lowered the estimate of imports from 8.00 to 7.00 lakh bales while the estimate of exports has been raised from the previous 81 to 83 lakh bales now. No change has been made in the case of consumption by mills and small scale

units or by non-mills. The cotton Balance Sheet as revised on 31st July is as under:

| (in lakh bales) | | |
|--------------------------------|---------------|---------------|
| | 2008-09 | 2009-10 |
| | (CAB) | (CAI) |
| Opening Stock | 35.50 | 71.50 |
| Production | 290.00 | 307.50 |
| Imports | 10.00 | 7.00 |
| Total Supply | 335.50 | 386.00 |
| Mill Consumption | 190.00 | 207.00 |
| Consumption by SSI | 20.00 | 23.00 |
| Non-Mill Consumption | 19.00 | 20.00 |
| Exports | 35.00 | 83.00 |
| Total Demand | 264.00 | 333.00 |
| Carryover Stock | 71.50 | 53.00 |
| Stock-to-Mill use Ratio | 0.31 | 0.21 |

Renewal of Subscription of Cotton Weekly for April 2010-March 2011

Your subscription for this publication expired in March 2010. To ensure uninterrupted and continuous supply of this publication to you during the current period from April 2010 to March 2011, we request you to please send your renewal subscription amount of Rs.1,500/- immediately.

Payment is to be made in the name of Cotton Association of India payable at par in Mumbai.

The members of the Association are not required to pay any subscription amount as they are entitled to a complimentary copy of this publication.

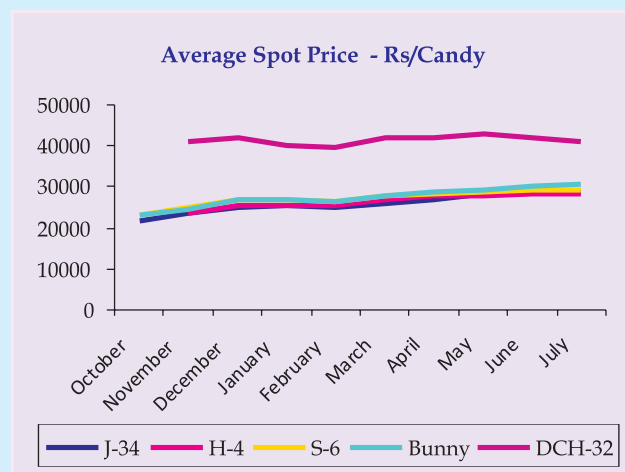
We solicit your co-operation.

Mixed Trend in Cotton Prices During July

Cotton prices were maintaining a steady rise in recent months, upto June. However, this uptrend was broken in July when prices moved both ways in July. They moved down in some cases and moved up in a few others while some remained stable. The monthly average prices since the beginning of the current season in respect of a few popular varieties are given in the following table:

| Avg. Spot Rate (Rs/Candy) | | | | | |
|---------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Month | J-34 | H-4 | S-6 | Bunny | DCH-32 |
| Oct. '09 | 21,500 (22,500) | - (23,100) | 23,300 (23,300) | 23,200 (24,500) | - (31,900) |
| Nov. '09 | 23,500 (20,400) | 23,800 (21,900) | 25,000 (22,200) | 24,500 (23,000) | 41,000 (30,600) |
| Dec. '09 | 24,900 (20,400) | 25,700 (21,600) | 26,800 (21,800) | 26,800 (22,300) | 42,000 (29,000) |
| Jan. '10 | 25,600 (21,000) | 25,600 (21,000) | 26,700 (21,500) | 26,800 (21,600) | 40,300 (28,200) |
| Feb. '10 | 24,900 (20,100) | 25,400 (20,100) | 26,500 (20,600) | 26,600 (20,900) | 39,700 (26,800) |
| Mar. '10 | 26,100 (20,600) | 26,700 (20,100) | 27,900 (20,700) | 28,000 (21,100) | 41,900 (26,500) |
| Apr. '10 | 27,000 (22,400) | 27,600 (21,100) | 28,300 (22,400) | 28,600 (22,700) | 42,100 (32,100) |
| May '10 | 28100 (23100) | 27700 (21800) | 28800 (23600) | 29100 (23100) | 42700 (32200) |
| June 10 | 28700 (22900) | 28400 (21800) | 29400 (23200) | 30300 (23000) | 41800 (32000) |
| July 10 | 28800 (23100) | 28200 (22500) | 29400 (23800) | 30600 (23500) | 41100 (33000) |

Note : Figures in brackets indicate last year's prices



As may be seen, while average price of the medium staple cotton J-34 and the long staple cotton Bunny went up by Rs.100 and Rs.300 per candy respectively, that of H-4 declined by Rs.200 per candy. Average price of S-6 remained unchanged whereas that of the extralong staple cotton, DCH-32, came down by as much as Rs.700 per candy.

The behaviour of prices seems to have been in keeping with the general demand-supply equation. While the demand from mills had been more or less adequate to meet the same in respect of J-34 whose production has been coming down owing to replacement by the long staple Bt.cotton. Obviously, supply has not kept pace with demand in the case of the quality cotton, Bunny, whereas the lower demand for H-4 cotton resulted in its price coming down. In the case of DCH-32, demand for it has gone down now as mills are relying more on imported cotton to meet the limited requirement of cottons needed for spinning finer counts. In the case of S-6, there seems to have been a balance between demand supply since the demand from exporters has slowed down while supplies are also coming down. It is expected that prices may continue to display a mixed trend during the next couple of months until the arrivals of the new crop commence by October-November.

The average prices of the major varieties during the first ten months of the current season compared with the previous one have been as under:

| Seasonal (Oct-July) Avg. Prices (Rs/Candy) | | | |
|--------------------------------------------|---------|---------|------------|
| Variety | 2008-09 | 2009-10 | Difference |
| J-34 | 21,700 | 25,900 | 4,200 |
| H-4 | 21,500 | 26,600 | 5,100 |
| S-6 | 22,300 | 27,200 | 4,900 |
| Bunny | 22,600 | 27,500 | 4,900 |
| DCH-32 | 30,200 | 41,400 | 11,200 |

While the increase this season has been substantial in all the varieties, it has been very high at Rs.11,200 per candy in the case of DCH-32.

UPCOUNTRY SPOT RATES

| | | 2009-10 Crop | | | | | | | | | | | (Rs. \ Candy) | |
|-----------|------------------|--------------|---------|----------|---------|---------|-----------|----------|-------------|-----------|---------------|----------------|---------------|---------|
| JULY 2010 | BD(RG) A. Commla | BD SG | V-797 | Jayadhar | Y-1 | J-34 | NHH-44 | LRA-5166 | H-4/ MECH-1 | Shankar-6 | Bunny/ Brahma | MCU-5/ Surabhi | DCH-32 | ICC |
| | ICS-101 | ICS-201 | ICS-102 | ICS-103 | ICS-104 | ICS-202 | ICS-105 | ICS-105 | ICS-105 | ICS-105 | ICS-105 | ICS-106 | ICS-107 | ICS-301 |
| | 22 mm | 22 mm | 22 mm | 23 mm | 24 mm | 25 mm | 25 mm | 27 mm | 28 mm | 29 mm | 31 mm | 33 mm | 35 mm | 26 mm |
| | 5.0-7.0 | 5.0-7.0 | 4.5-5.9 | 4.0-5.5 | 4.0-5.5 | 3.5-4.9 | 3.5-4.9 | 3.5-4.9 | 3.5-4.9 | 3.5-4.9 | 3.5-4.9 | 3.3-4.5 | 2.8-3.6 | 3.7-4.3 |
| | 15 | 15 | 19 | 19 | 20 | 23 | 22 | 24 | 25 | 26 | 27 | 28 | 31 | 25 |
| 1 | 23400 | 23600 | 20900 | 21900 | 25000 | 28800 | N.A. | 27400 | 28500 | 29700 | 30700 | N.A. | 41000 | N.A. |
| 2 | 23400 | 23600 | 20800 | 21900 | 25000 | 28800 | N.A. | 27400 | 28300 | 29500 | 30600 | N.A. | 41000 | N.A. |
| 3 | 23400 | 23600 | 20600 | 21900 | 24800 | 28700 | N.A. | 27200 | 28100 | 29300 | 30400 | N.A. | 41000 | N.A. |
| 5 | ... | ... | ... | ... | ... | N O T | Q U O T E | | | ... | ... | ... | ... | ... |
| 6 | 23400 | 23600 | 20600 | 21700 | 24800 | 28700 | N.A. | 27200 | 28100 | 29300 | 30400 | N.A. | 41000 | N.A. |
| 7 | 23400 | 23600 | 20100 | 21500 | 24800 | 28700 | N.A. | 27200 | 28100 | 29100 | 30400 | N.A. | 41000 | N.A. |
| 8 | 23400 | 23600 | 20100 | 21500 | 24800 | 28700 | N.A. | 27200 | 28100 | 29100 | 30400 | N.A. | 41000 | N.A. |
| 9 | 23400 | 23600 | 20100 | 21500 | 24800 | 28700 | N.A. | 27200 | 28100 | 29100 | 30400 | N.A. | 41000 | N.A. |
| 10 | ... | ... | ... | H | O | L | I | D | A | Y | ... | ... | ... | ... |
| 12 | 23400 | 23600 | 20100 | 21500 | 24800 | 28700 | N.A. | 27200 | 28100 | 29100 | 30400 | N.A. | 41000 | N.A. |
| 13 | 23400 | 23600 | 20100 | 21500 | 24800 | 28700 | N.A. | 27200 | 28100 | 29100 | 30400 | N.A. | 41000 | N.A. |
| 14 | 23400 | 23600 | 19900 | 21500 | 24800 | 28700 | N.A. | 27200 | 28200 | 29300 | 30500 | N.A. | 41000 | N.A. |
| 15 | 23400 | 23600 | 19900 | 21500 | 24800 | 28700 | N.A. | 27200 | 28200 | 29300 | 30500 | N.A. | 41000 | N.A. |
| 16 | 23400 | 23600 | 19900 | 21500 | 24800 | 28700 | N.A. | 27200 | 28200 | 29300 | 30500 | N.A. | 41000 | N.A. |
| 17 | 23400 | 23600 | 19900 | 21500 | 24800 | 28700 | N.A. | 27200 | 28200 | 29300 | 30500 | N.A. | 41000 | N.A. |
| 19 | 23400 | 23600 | 19900 | 21500 | 24800 | 28700 | N.A. | 27200 | 28200 | 29300 | 30500 | N.A. | 41000 | N.A. |
| 20 | 23500 | 23700 | 19900 | 21500 | 24800 | 28800 | N.A. | 27200 | 28200 | 29300 | 30500 | N.A. | 41000 | N.A. |
| 21 | 23500 | 23700 | 19900 | 21500 | 24800 | 28800 | N.A. | 27200 | 28200 | 29400 | 30500 | N.A. | 41000 | N.A. |
| 22 | 23500 | 23700 | 19900 | 21500 | 24800 | 28700 | N.A. | 27200 | 28200 | 29500 | 30700 | N.A. | 41000 | N.A. |
| 23 | 23500 | 23700 | 19900 | 21500 | 24800 | 28700 | N.A. | 27200 | 28200 | 29500 | 30700 | N.A. | 41000 | N.A. |
| 24 | ... | ... | ... | H | O | L | I | D | A | Y | ... | ... | ... | ... |
| 26 | 23500 | 23700 | 19900 | 21500 | 24800 | 28700 | N.A. | 27200 | 28200 | 29500 | 30700 | N.A. | 41000 | N.A. |
| 27 | 23500 | 23700 | 19900 | 21500 | 24800 | 28700 | N.A. | 27200 | 28200 | 29500 | 30700 | N.A. | 41000 | N.A. |
| 28 | 23500 | 23700 | 20000 | 21700 | 25000 | 28800 | N.A. | 27300 | 28400 | 29700 | 30900 | N.A. | 41500 | N.A. |
| 29 | 23600 | 23800 | 20000 | 21700 | 25000 | 29000 | N.A. | 27300 | 28400 | 29700 | 30900 | N.A. | 41500 | N.A. |
| 30 | 23600 | 23800 | 20000 | 21700 | 25000 | 29100 | N.A. | 27300 | 28500 | 29800 | 30900 | N.A. | 41500 | N.A. |
| 31 | 23600 | 23800 | 20000 | 21700 | 25000 | 29100 | N.A. | 27300 | 28500 | 29800 | 30900 | N.A. | 41500 | N.A. |
| H | 23600 | 23800 | 20900 | 21900 | 25000 | 29100 | - | 27400 | 28500 | 29800 | 30900 | - | 41500 | - |
| L | 23400 | 23600 | 19900 | 21500 | 24800 | 28700 | - | 27200 | 28100 | 29100 | 30400 | - | 41000 | - |
| A | 23500 | 23700 | 20100 | 21600 | 24900 | 28800 | - | 27200 | 28200 | 29400 | 30600 | - | 41100 | - |

H = Highest L = Lowest A = Average

