

Weekly
Publication of



**Cotton
Association
of India**

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Online System for Filing of Export Authorisation Registration Certificate

A Press Note dated 7th September, 2010 issued by the Textile Commissioner states that an online system has been developed for filing of Export Authorisation Registration Certificate (EARC) requests by the exporters which will also facilitate them to view and know the factual status of their applications for registration of export contracts. The online system will be in operation with effect from 15th September 2010 and the present system of submitting the applications physically through Courier/Speed Post/Regd. Post/Fax/E-mail/Hand delivery, etc. will stand discontinued from that date. The Press Note of 7th September 2010 issued by the Textile Commissioner is reproduced below.

No.1/162/2010/Cotton/Vol.VIII/15 Dated: 7th Sept., 2010

P R E S S N O T E

It is hereby informed that the Office of the Textile Commissioner, Mumbai has developed an online system for filing of Export Authorisation Certificate (EARC) request (application) by the exporters and for viewing and knowing the factual status of their application for registration of export contract, by accessing the link "Online Export Registration" under the heading "Cotton" of website www.txcindia.gov.in. The guidelines for filing the application and viewing the same are available on the website under the link 'Guidelines for filing of application on online system' under the heading "Cotton" after visiting the aforesaid website www.txcindia.gov.in

This online system will be in operation with effect from **15.09.2010**. On commencement of the online system, the system of submitting the application in physical through Courier/Speed Post/Regd. Post/Fax/E-mail/Hand delivery will stand discontinued.

Sd/-

(A.B. JOSHI)

TEXTILE COMMISSIONER

Further, in a Press Note bearing No. 1/162/2010/Cotton/Vol.VIII/13 dated 7th September 2010 the Textile Commissioner has informed that the registration of export contracts for raw cotton and cotton waste will commence with effect from September 15, 2010. Also, the Textile Commissioner has issued Memorandum-I prescribing the terms and conditions for EARC in respect of raw cotton and cotton waste. More details and copies of the Memorandum can be had from the Association's office.

(Note: By a Press Note bearing No.1/162/2010/Cotton/Vol.VIII/138 dated 15th September 2010, the office of the Textile Commissioner has notified that the process of registration of contracts for exports of Raw Cotton and Cotton Waste and Cotton, carded or combed has now been deferred to 1st October 2010 instead of 15th September 2010).

'LEARN WITH CAI' Programme No.2009-10/4 'Marine Insurance'

The Association is organising Programme No.4 for the season 2009-10 in the 'Learn with CAI' series on 'Marine Insurance' on Saturday, the 25th September, 2010 in the Conference Room of the Association.

The details of the programme, faculty, timing, etc. are as follows:

Timing: 8.30 a.m. to 6.00 p.m.

Faculty: Shri R. Ganatra

Fees: For CAI Members **Rs.2,500/-**

For Members of
Affiliated Assons **Rs.3,000/-**

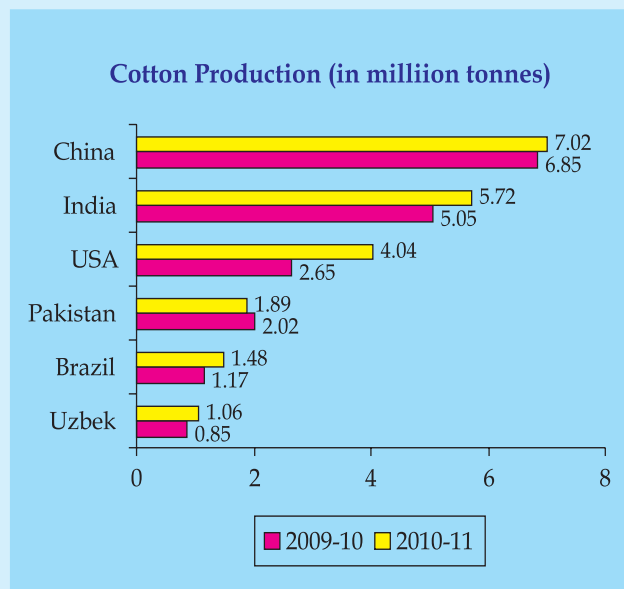
For Non-Members **Rs.3,500/-**

For Registration, Please Contact CAI Office
Tel. No.2370 4401/2/3, E-mail: eica@eica.in

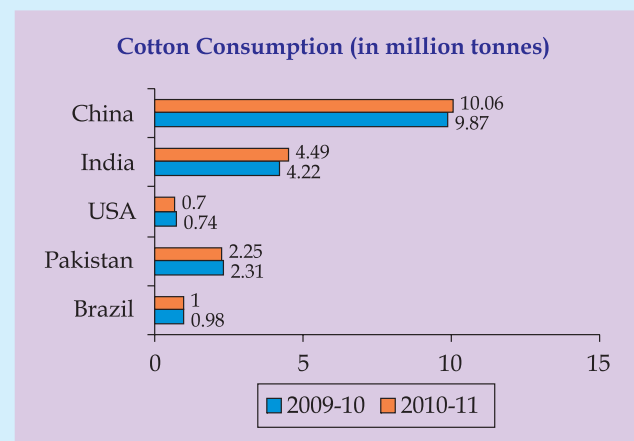
ICAC Forecasts World Cotton Production and Consumption to Roughly Balance in 2010-11

The International Cotton Advisory Committee (ICAC) has made some revision in its estimates of world cotton production, consumption, trade, etc. in its September 01 release from its August estimate. According to its latest estimate world cotton production and consumption are forecast to roughly balance at 25.1 million tonnes (mt) in 2010-11. This is due to a 15 per cent rebound in cotton production and a 2 per cent increase in mill use. World ending cotton stocks are expected to remain at 9.1 mt while the global stocks-to-use ratio could decrease from 37 per cent to 36 per cent, which is the lowest level reached since 1989-90. The tightening of stocks available for mill use is stated to have pushed up cotton prices.

ICAC has now lowered its forecast of 2010-11 global cotton production by 125,000 tonnes from the last month. This has been made principally due to severe floods in Pakistan which is said to have affected over 20 per cent of cotton area in Punjab and Sindh. While a portion of the cotton area is said to have been lost, the average yield in the flooded area is expected to be significantly lower than the other area. Pakistan crop is now projected to be 15 per cent lower at 1.9 mt. Production in China is also stated to have been lower than the last month projection due to unfavourable weather in some tracts. Declines in production in Pakistan and China are partly offset by increases in USA, India, Australia and Uzbekistan. US crop is forecast to rebound and post a 52 per cent increase from last year to touch 4 mt. Indian crop is placed at a record 5.7 mt as a result of favourable monsoon rains facilitating expansion in area.



The ICAC has raised by 155,000 tonnes since last month its estimate of global cotton mill use in 2010-11 owing to the upward revision of mill use in China following an assessment of the country's ending stock in 2009-10. Continued improvement in global economic growth is said to be driving demand for cotton. However, the projected increase in cotton prices for the second consecutive season may probably limit the extent of the growth. China and India are expected to account for most of the increase in global cotton mill use in 2010-11, while consumption in Pakistan could decline due to damage and disruption caused by the floods.



Imports are projected to recover in 2010-11, growing by 9 per cent to 8.5 mt. This increase, it is stated, will be driven by Chinese imports which are forecast to be 29 per cent larger at 3.1 mt. Exports by US are estimated to go up by 27 per cent to 3.3 mt in 2010-11, fuelled by the anticipated larger crop. Increase in exports is also expected from India, Brazil and Australia. The share of US in global exports is projected to rebound from 34 per cent in 2009-10 to 39 per cent in 2010-11.

As for world cotton prices, the ICAC Price Model forecasts a season average Cotlook A Index of 89 US cents per pound, as against the estimated average of 77.54 cents in 2009-10.

World Cotton Supply and Distribution (Million tonnes)			
	2008-09	2009-10	2010-11
Production	23.34	21.8	25.1
Consumption	23.50	24.6	25.1
Exports	6.62	7.7	8.5
Ending Stocks	11.89	9.1	9.1

(Source : ICAC Monthly Report - September 2010)

SUPPLY AND DISTRIBUTION OF COTTON**September 01, 2010**

	Years Beginning August 1				Million Metric Tons	
	2006/07	2007/08	2008/09 Est.	2009/10Proj.	2010/11Proj.	2011/12 Proj.
BEGINNING STOCKS						
WORLD TOTAL	12.560	12.801	12.246	11.892	9.08	9.11
China(Mainland)	3.991	3.653	3.321	3.585	2.94	2.94
USA	1.321	2.064	2.188	1.380	0.67	0.69
PRODUCTION						
WORLD TOTAL	26.760	26.029	23.338	21.754	25.11	26.06
China (Mainland)	7.975	8.071	8.025	6.850	7.02	7.19
India	4.760	5.219	4.930	5.050	5.72	5.89
USA	4.700	4.182	2.790	2.654	4.04	4.05
Pakistan	2.121	1.876	1.891	2.019	1.89	2.08
Brazil	1.524	1.602	1.214	1.171	1.48	1.63
Uzbekistan	1.171	1.206	1.000	0.850	1.06	1.07
Others	4.508	3.873	3.488	3.160	3.90	4.14
CONSUMPTION						
WORLD TOTAL	26.429	26.509	23.504	24.605	25.07	25.44
China (Mainland)	10.600	10.900	9.265	9.867	10.06	10.24
India	3.908	4.050	3.863	4.222	4.49	4.63
Pakistan	2.633	2.649	2.428	2.307	2.25	2.30
East Asia & Australia	1.864	1.835	1.680	1.816	1.87	1.88
Europe & Turkey	2.084	1.744	1.409	1.537	1.52	1.53
Brazil	0.992	1.007	0.974	0.979	1.00	1.02
USA	1.074	0.998	0.781	0.740	0.70	0.66
CIS	0.681	0.664	0.596	0.607	0.59	0.58
Others	2.593	2.662	2.508	2.530	2.57	2.59
EXPORTS						
WORLD TOTAL	8.080	8.379	6.622	7.717	8.46	8.51
USA	2.833	2.973	2.890	2.613	3.32	3.34
India	0.960	1.530	0.515	1.390	1.47	1.31
Uzbekistan	0.980	0.900	0.630	0.820	0.82	0.78
CFA Zone	0.924	0.595	0.467	0.550	0.56	0.59
Brazil	0.283	0.486	0.596	0.433	0.46	0.58
Australia	0.465	0.265	0.261	0.420	0.45	0.50
IMPORTS						
WORLD TOTAL	8.153	8.400	6.532	7.768	8.46	8.51
China	2.306	2.511	1.523	2.374	3.06	3.23
East Asia and Australia	1.899	1.860	1.665	1.883	1.90	1.92
Europe & Turkey	1.340	1.081	0.861	1.154	0.99	1.00
Pakistan	0.502	0.851	0.417	0.337	0.41	0.30
CIS	0.322	0.271	0.239	0.219	0.20	0.19
TRADE IMBALANCE 1/	0.073	0.021	-0.090	0.051	0.00	0.00
STOCKS ADJUSTMENT 2/	-0.164	-0.096	-0.099	-0.007	-0.01	0.00
ENDING STOCKS						
WORLD TOTAL	12.801	12.246	11.892	9.085	9.11	9.74
China (Mainland)	3.653	3.321	3.585	2.937	2.94	3.11
USA	2.064	2.188	1.380	0.675	0.69	0.75
ENDING STOCKS/MILL USE (%)						
WORLD-LESS-CHINA(M) 3/	58	57	58	42	41	44
CHINA (MAINLAND) 4/	34	30	39	30	29	30
Cotlook A Index 5/	59.15	72.90	61.20	77.54	89*	

1/ The inclusion of linters and waste, changes in weight during transit, differences in reporting periods and measurement error account for differences between world imports and exports.

2/ Difference between calculated stocks and actual; amounts for forward seasons are anticipated.

3/ World-less-China's ending stocks divided by World-less-China's mill use, multiplied by 100.

4/ China's ending stocks divided by China's mill use, multiplied by 100.

5/ U.S.Cents per pound

* The price projection for 2010/11 is based on the ending stocks/consumption ratio in the world-less-China in 2008/09(estimate), in 2009/10 (estimate) and in 2010/11 (projection), on the ratio of Chinese net imports to world imports in 2009/10 (estimate) and 2010/11 (projection)

95% confidence interval: 76 to 106 cents per pound

(Source : ICAC September 2010)

ICAC Plenary Meeting from September 20 to 25 in US

The next (69th) Plenary Meeting of the International Cotton Advisory Committee (ICAC) is scheduled to be held in Lubbock, Texas, USA from 20th to 25th September 2010. The theme of the Meeting is "Cotton Industry Growth Through Global Unity". Nearly 400 to 500 participants from more than 40 countries and 10 international organisations are expected to attend the Plenary Meet.

The agenda of the Meeting includes six open sessions on the following topics:-

- Resources Constraints and Cotton Production: Sustaining Cotton's Place in the World Market
- Demand Enhancement building on Successful Efforts
- Cotton Prices Risk Management in the Post Recession Age
- Best Practices in Cotton Ginning
- Best Practices in Instrument Testing
- Water Use Efficiency - Lessons from Texas

Advertisement in Weekly Bulletin

We accept advertisements for insertion in our publication "Cotton Statistics and News" to enable the advertisers to benefit from reaching the subscribers of the publication who represent all the segments of domestic and global cotton interests.

The Advertisement Tariff is as follows. The material for the advertisement such as the names of the company, telephone numbers, fax numbers and some important features of the company can be included in the advertisement.

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Kindly send your cheque drawn in favour of Cotton Association of India with the advertisement material of your company.

For further details, please contact on Tel. No.2370 4401/2/3 or E-mail to eica@eica.in

UPCOUNTRY SPOT RATES

(Rs./Candy)

Official quotations for standard descriptions with basic grade and staple in Millimetres based on Upper Half mean Length under By-law 66 (A)(a)(4)						SPOT RATES (UPCOUNTRY) 2009-10 CROP September 2010					
						11 th	13 th	14 th	15 th	16 th	17 th
01.	ICS-101	Below 22mm	Bengal Deshi (RG)	5.0-7.0	15	H	27400	27400	27400	27400	27400
02.	ICS-201	Below 22mm	Bengal Deshi (SG)	5.0-7.0	15	O	27700	27700	27700	27700	27700
03.	ICS-102	22mm	V-797	4.5-5.9	19		26000	26000	26000	26000	26000
04.	ICS-103	23mm	Jayadhar	4.0-5	19		26200	26200	26200	26200	26200
05.	ICS-104	24mm	Y-1	4.0-5.5	20	L	30000	30000	30000	30000	30000
06.	ICS-202	25mm	J-34	3.5-4.9	23		35000	35000	35000	34500	34500
07.	ICS-105	25mm	NHH-44	3.5-4.9	22		N.A.	N.A.	N.A.	N.A.	N.A.
08.	ICS-105	27mm	LRA-5166	3.5-4.9	24	I	N.A.	N.A.	N.A.	N.A.	N.A.
09.	ICS-105	28mm	H-4/ MECH-1	3.5-4.9	25		37000	37000	37000	36800	36800
10.	ICS-105	29mm	S-6	3.5-4.9	26	D	38000	38000	38000	38000	38000
11.	ICS-105	31mm	Bunny/ Brahma	3.5-4.9	27		39000	39000	39000	39000	39000
12.	ICS-106	33mm	MCU-5/ Surabhi	3.3-4.5	28	A	42000	42000	42000	42000	42000
13.	ICS-107	35mm	DCH-32	2.8-3.6	31		44000	44000	44000	44000	44000
14.	ICS-301	26mm	ICC	3.7-4.3	25	Y	N.A.	N.A.	N.A.	N.A.	N.A.