



WEEKLY COTTON REPORT

As of 3 September 2010

Prices are getting close to 100 usc/lb while demand is still strong.

© Sales of small volume are being concluded as the NY futures market is driving prices higher. During the week international merchants and some Egyptian spinners paid levels of 94 up to 97 usc/lb FOT depending on terms and future's market. Turkish spinners are not following these prices and prefer to wait for a possible correction.

© The sales of new crop are calculated about 65,000 tons while no one can estimate exactly the damage of the yield due to the green worm. We find the scenario of 200,000 tons of lint as very pessimistic and we tend to believe that the production will be between 230-240,000 tons of lint. In other words 25-30% of the crop has already been sold and about 15% (35,000 tons) will be locally consumed.

© Ginners are in the very strange position to resist selling at historical high prices. All of them are considering these levels as very attractive, however they don't want to go short and sell extra quantities when they don't have any cotton in hands. Cotton growers are familiar with lint prices and will negotiate very strong this season in order to sell their seed cotton at the highest possible levels.

Kind regards,

Kind regards
Yiannis Papadoyiannis



HELLENIC COTTON EXPORTS: 4-6 Demokratias Avenue, Neo Psychiko, 15451 Athens, Greece
Tel : + 30 210 67 15 453 FAX: + 30 210 67 47 347 E-mail: hecot@hecot.gr Web-site: www.hecot.gr

Disclaimer

Information contained herein is based on data obtained from recognized statistical services, issue reports or communications, or other sources, believed to be reliable. However, such information has not been verified by “Investment Research & Analysis Journal” (“IRAJ”), and “IRAJ” does not make any representation as to its accuracy and completeness. Opinions, estimates, and statements nonfactual in nature expressed in the research reports presented by “IRAJ” represent judgment as of the date of the reports, are subject to change without notice and are provided in good faith and without legal responsibility. In addition, there may be instances when fundamental, technical and quantitative opinions, estimates, and statements may not be in concert. Neither the information nor any opinion expressed shall constitute an offer to sell or a solicitation of an offer to buy any shares, warrants, convertible securities or options of “covered companies” by no means.
