

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed a mixed trend across India today. MCX cotton spot price was lower at Rs.31,410/bale on Saturday. ICE cotton futures closed red on Friday.

News: Cotton farmers from Telangana are planning to protest on 29, 30 and 31st October 2022. Cotton farmers are demanding to increase the minimum support price (MSP) up to 12,000 per quintal for the 2022-23 season. They have claimed that the current MSP of Rs. 6,080 per quintal is not enough for them to meet the cost of production as it has raised to Rs. 8,000 per quintal. Along with increase in cost of production, the cotton yield has declined to 4-5 quintals per acre in Telangana.

AgriWatch expects cotton arrivals to increase after Diwali across India. A bumper cotton crop is expected for the 2022-23 season. Currently, as markets are closed arrivals had slowed down.

Cotton Association of India has released its cotton crop estimate for the 2022-23 season. Overall cotton production is expected to reach 344 lakh bales of cotton in the 2022-23 season higher as compared to the previous 307 lakh bales in the 2021-22 season. AgriWatch has estimated cotton production at 348.16 lakh bales for the 2022-23 season, yield is expected to improve mainly from Gujarat and Maharashtra. The state-wise break-up of cotton production is mentioned below:

State-wise Cotton Production Estimate			
State	2022-23	2021-22	Percentage Change (%)
Punjab	5	8.5	-41.2
Haryana	16.5	16.1	2.5
Rajasthan	17.33	25.67	-32.5
Gujarat	91	76.3	19.3
Maharashtra	84.5	75	12.7
Madhya Pradesh	20	20	0.0
Telangana	45	15	200.0
Andhra Pradesh	16	35.4	-54.8
Karnataka	25	20.25	23.5
Tamil Nadu	6	9.75	-38.5
Orissa	3	2.08	44.2
Other	3.5	3	16.7
All India	344	307.05	12.0

Source: CAI

Northern New Cotton Crop:

Cotton Arrivals (Quintals)		
	Total Arrivals up to 28 th Oct 22	29 th Oct 22
Punjab	41400	500
Haryana	240500	4000
Lower Rajasthan	153500	4000
Ganga line	206500	4000
Net Total	641900	12500

Cotton Price (Rs/Quintal) as of 29 th Oct'22	
	Ready Delivery
Punjab	6325-6350
Haryana	6300-6350
Ganga line	6380-6400

MCX Cotton

	High	Low	Close	Change
MCX Cotton	29600	29010	29530	-1.22%

NCDEX Cottonseed Oilcake

	Open	High	Low	Close	Change
Dec-20	2417	2487	2402	2407	60
Jan-23	2412	2474	2404	2410	50

Weather Forecast:

Heavy rainfall at isolated places over the Tamil Nadu, Pondicherry & Karaikal, Kerala & Mahe, Coastal Andhra Pradesh & Yanam. Thunderstorm accompanied with lightening at isolated places over Coastal Andhra Pradesh & Yanam, Kerala & Mahe, Tamil Nadu, Pondicherry & Karikal.

International Cotton Fundamentals:

The Cotlook A index was higher at 95.25 cents/lb. The AWP for cotton was 68.95 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
Dec- 22	72.11	-300
Mar-23	72.07	-274
May-23	72.30	-223

According to the U.S. Crop progress report, as of 24th Oct, 2022, U.S cotton Cotton Bolls opening stands at 98 percent which is higher than that of the previous season (96 percent). In the previous week cotton bolls opening was 97 percent. Overall 4 percent of the U.S Cotton Crop is in excellent condition, 25 percent in good to a fair condition which was 26 percent in the previous week.

Cotton Yarn

With demand for yarn yet to pick up some millers have urged the government to extend the window for duty-free import of cotton until 31st March 2023. As per Indian Textpreneurs Federation, mills have declared an extended holiday for Diwali and are planning to run at a lower level of utilization in the range of 50 percent for some more period to rebalance the demand supply trend. Also, there is a slowdown in the arrival of cotton as farmers are unwilling to sell cotton at low price. The arrivals could pick by 10-15th November 2022 and it may exceed to one lakh bales further.

DOMESTIC PRICES AND ARRIVALS

Markets were closed due to Diwali

Cotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	29-Oct-22	28-Oct-22	
Gujarat	Ahmedabad	Shankar-6	NR	Closed	-
	Gondal	Shankar-6	Closed	Closed	-
	Rajkot	B.T. Cotton	Closed	Closed	-
	Patan	B.T. Cotton	Closed	Closed	-
	Kadi	B.T. Cotton	8500	8600	-100
	Deesa	B.T. Cotton	1598	Closed	-
	Dhrol	B.T. Cotton	8540	Closed	-
Haryana	Bhiwani	B.T. Cotton	8400	8400	Unch
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	8450	8350	100
	Fatehabad	B.T. Cotton	8400	8425	-25
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	Closed	Closed	-
Rajasthan	Hanumangarh	B.T. Cotton	8300	8450	-150
	Rawatsar	B.T. Cotton	8450	8650	-200
Madhya Pradesh	Khandwa	Mech-1	8500	8500	Unch
	Khargaon	Mech-1	NA	Closed	-
Maharashtra	Amravati	Mech-1	Closed	Closed	-
	Jamner	Medium Staple	NA	0	-
Uttar Pradesh	Hathras	B.T. Cotton	7500	7700	-200
	Hathras	Desi	7200	NA	-
Telangana	Adilabad	Un-Ginned	7330	7430	-100
Andhra Pradesh	Adoni	Un-Ginned	8699	8599	100

Karnataka	Bijapur	Bunny	NA	NA	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	8600	8570	30
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	29-Oct-22	28-Oct-22	
Punjab	Bhatinda	J-34	6350	6500	-150
	Abohar	J-34	6350	6500	-150
	Mansa	J-34	Closed	Closed	-
Haryana	Sirsa	J-34	6300	6450	-150
Rajasthan	Sri-Ganganagar	J-34	5969	6110	-141

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	29-Oct-22	28-Oct-22	
Gujarat	Ahmedabad	Shankar-6	NR	Closed	-
	Gondal	Shankar-6	Closed	Closed	-
	Rajkot	B.T. Cotton	Closed	Closed	-
	Patan	B.T. Cotton	Closed	Closed	-
	Kadi	B.T. Cotton	2500	5000	-2500
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	468	Closed	-
Haryana	Bhiwani	B.T. Cotton	1000	1000	Unch
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	1020	850	170
	Fatehabad	B.T. Cotton	NA	NA	-
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	Closed	Closed	-
	Dabwali	B.T. Cotton	Closed	Closed	-
Rajasthan	Hanumangarh	B.T. Cotton	4000	3000	1000
	Rawatsar	B.T. Cotton	4000	3000	1000
Madhya Pradesh	Khandwa	Mech-1	350	300	50
	Khargaon	Mech-1	NA	Closed	-
Maharashtra	Amravati	Mech-1	Closed	Closed	-
	Jamner	Medium Staple	NA	0	-
Uttar Pradesh	Hathras	B.T. Cotton	50	35	15
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	8484	2335.9	6148.1
Andhra Pradesh	Adoni	Un-Ginned	5726	5232	494
Karnataka	Bijapur	Bunny	NA	NA	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	18	16	2
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	29-Oct-22	28-Oct-22	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	340	255	85

	Mansa	J-34	Closed	Closed	-
Haryana	Sirsa	J-34	340	340	Unch
Rajasthan	Sri-Ganganagar	J-34	3000	2000	1000

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	29-Oct-22	28-Oct-22	
Gujarat	Rajkot	Rs. /10 Kg.	Closed	Closed	-
Delhi	New Delhi	Rs. /10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs. /10 Kg.	1415	1415	Unch
Maharashtra	Mumbai	Rs. /10 Kg.	1385	1385	Unch

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	29-Oct-22	28-Oct-22	
Gujarat	Mahesana (Kadi)	Rs./Qtl	Closed	Closed	-
Maharashtra	Akola	Rs./Qtl	2675	2690	-15

INTERNATIONAL PRICES AND INDICES**China Cotton Index:**

Index	Unit	28-Oct-22	27-Oct-22	Change
CCIndex(328)	RMB/Ton	NA	15813	-
CCIndex(527)	RMB/Ton	NA	14113	-
CCIndex(229)	RMB/Ton	NA	16092	-
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	28-Oct-22	27-Oct-22	Change
FC Index (S)	Cents/lb	94.85	97.64	-2.79
FC Index (M)	Cents/lb	93.4	96.14	-2.74
FC Index (L)	Cents/lb	92.07	94.8	-2.73

Cotlook Index:

Cotlook Indices	Unit	28-Oct-22	27-Oct-22	Change
A-Index	Cents/Pound	92.5	95.95	-3.45

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		28-Oct-22	28-Oct-22	Bales
Southeast	cents/lb.	NA	NA	NA
North Delta	cents/lb.	NA	NA	NA

South Delta	cents/lb.	NA	NA	NA
East TX-OK	cents/lb.	NA	NA	NA
West Texas	cents/lb.	NA	NA	NA
Desert SW	cents/lb.	NA	NA	NA
SJ Valley	cents/lb.	NA	NA	NA

Spot quotations are for cotton equal to the official standards, net weight, in mixed lots. Upland quotations are FOB car/truck, which includes compression and any brokerage charges. The upland base quality is color 41, leaf grade 4, staple 34 (1.05 to 1.07), mike 3.5, 3.6 and 4.3 to 4.9, strength 26.5 to 28.4 grams per Tex and uniformity 80.5 to 81.4

Cotton Association of India Spot Rates:

Trade Name	Staple	Micronaire	Strength/ GPT	Rs. Per Candy	Rs. Per Candy	Change
				28-Oct-22	27-Oct-22	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	55300	54700	600
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	56000	55400	600
J-34(202)	26mm	3.5 - 4.9	23	60800	61500	-700
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	NA	NA	-
Shankar-6(105)	29mm	3.5 - 4.9	28	64500	65500	-1000
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	NA	NA	-
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	NA	NA	-
DCH-32(107)	34mm	3.0 - 3.8	33	78000	78000	Unch

Daily Futures Price Listing Friday, Oct 28th 2022

Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
22-Dec	221028	74.74	75.37	72.11	72.11	-3.00	12697	101572	-773
23-Mar	221028	74.63	75.02	71.81	72.07	-2.74	6,859	73,971	1651
23-May	221028	74.22	74.77	71.56	72.3	-2.23	4,904	22,292	171
23-Jul	221028	74	74	71.75	72.36	-1.42	2852	22,913	79
23-Oct	221028	71.15	71.15	71.15	71.15	-1.28	0	2	0
23-Dec	221028	71.85	71.85	70.5	71.16	-0.47	472	21640	258
Total Volume and Open Interest							27,786	247,373	1,386

Source: MRCI

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness, and correctness. The use of data and information contained in this report is at your own risk. This document is not, and should not be construed as an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed, or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors, and employees may have positions in any commodities

mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at © 2022 Indian Agribusiness Systems Ltd.