

Domestic Fundamentals:**Market Outlook:**

The cotton physical market showed a firm trend across India today. MCX cotton spot price was lower at Rs.32,540/bale on Monday. ICE cotton futures closed red on Friday.

News: India's cotton crop is in good condition and overall cotton quality has also improved. Cotton daily arrivals is around 90-1,00,000 bales per day. Cottonseed prices are remained week and are further likely to go down due to limited demand in the market. Demand for yarn has improved on weekly basis. Cotton yarn prices are stable to lightly firm.

Indian cotton is highly volatile during the last week, cotton shanker-6 prices touched Rs. 70,000 per candy mark and then again corrected to Rs. 68,000 per candy. Trade is very slow due to the huge disparity to spinners and ginners. Indian basis is still very high. Very small demand in raw cotton and yarn from abroad.



Source: AgriWatch (Crop Survey Report)

(Overall crop quality is good and yield is expected to improve)



Source: AgriWatch (Crop Survey Report)

Cotton prices rises in Telangana. Cotton has been sold at Rs. 8,960 per quintal with a moisture content of 9.5% in the Jangaon district. Around, 7,513 quintals of cotton have arrived in the Enumamula market yesterday. The cotton acreage has slightly increased in the 2022-23 Kharif season although, the yield is likely to go down due to significant crop damage caused by intense rains during the last week.

Cotton Association of India has estimated released its October estimate for the 2022-23 season. CAI has retained its cotton crop estimate at 344 lakh bales. The Association has attributed the increase in production majorly from Gujarat, Punjab, and Haryana. Agriwatch has estimated cotton production during 2022-23 season at 348.16 lakh bales.

Majorly, CAI has reduced its export estimate for the 2022-23 season. The exports for the 2022-23 season are estimated at 30 lakh bales and are less by 13 lakh bales than the exports estimate of 43.00 lakh bales for the 2021-22 season. Exports has been revised down due to weak demand as Indian cotton prices have again increased in the domestic market. Also, domestic consumption has revised to 300 lakh bales as against 320 lakh bales estimated earlier. The previous year's consumption estimate was 318 lakh bales.

Cotton Balance Sheet	2021-22	2022-23
Opening Stock	71.84	31.89
Production	307.05	344.00
Imports	14	12
Domestic Consumption	318	300
Exports	43	30
Closing Stock	31.89	57.89
Source: CAI; unit- Lakh Bales		

Northern New Cotton Crop:

Cotton Arrivals (Quintals)		
	Total Arrivals up to 20 th Nov 22	21st Nov 22
Punjab	54400	1500
Haryana	347000	6000
Lower Rajasthan	463000	9000
Ganga line	409000	9000
Net Total	1250200	23200

Cotton Price (Rs/Quintal) as of 21 st Nov'22	
	Ready Delivery
Punjab	6600-6700
Haryana	6500-6650
Ganga line	6800-6850

MCX Cotton

	High	Low	Close	Change
MCX Cotton	31740	31290	31290	-950

NCDEX Cottonseed Oilcake

	Open	High	Low	Close	Change
Dec-20	2658	2711	2651	2679	-10
Jan-23	2613	2638	2590	2632	-22

Weather Forecast:

Thunderstorms accompanied with lightning at isolated places over Coastal Andhra Pradesh, Rayalaseema, north Tamil Nadu, Pondicherry & Karaikal. Heavy rainfall at isolated places over north Tamil Nadu, south coastal Andhra Pradesh and adjoining Rayalaseema.

International Cotton Fundamentals:

The Cotlook A index was lower at 105.40 cents/lb. The AWP for cotton was 77.78 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
Dec- 22	85.16	-188



Mar-23	83.78	-150
May-23	83.07	-132

According to the U.S. Crop progress report, as of 14th Nov, 2022. Overall 71 percent of the U.S Cotton Crop is harvested as compared to previous week 62 percent. During the previous season cotton harvested was around 64 percent.

According to the USDA, World Agriculture Supply Demand Estimate Report, U.S. cotton production is expected to be higher by 1.5%, at 14.0 million bales, as a decrease in the Southwest is more than offset by increases elsewhere. Domestic mill use and exports are unchanged, and ending stocks are 200,000 bales higher at 3.0 million bales. The 2022-23 season average price for upland cotton is reduced 5 cents this month to 85 cents per pound.

The 2022-23 World cotton production is expected to be lower by 1.6 million bales, led by a 700,000-bale cut in Pakistan's crop as gin arrivals there signal the extent of damage from earlier precipitation and flooding. Unusually high precipitation is also driving a 500,000-bale reduction in Australia's 2022-23 crop, and in part accounts for a 630,000-bale decline in West Africa's expected output. Global cotton consumption is projected around 650,000 bales lower, with a 300,000-bale cut to mill use in both Pakistan and Bangladesh.

World trade is 400,000 bales lower, with import reductions for Bangladesh and China only partly offset by Pakistan's increase; West African exporters account for most of the decline in projected exports. At 87.3 million bales, world-ending stocks in 2022-23 are projected 600,000 bales lower than in October, but 1.6 million higher than the year before.

Cotton Yarn

Cotton yarn prices has increased by Rs.10 per kg in Delhi market as spinning mills were not willing to sell at lower prices. Mills are facing a disparity of Rs.10-15 per kg as higher kapas prices had led to a rise in cotton prices. However, cotton prices eased this week as cotton's future slipped due to macro dynamic change.

Cotton yarn prices in the Ludhiana market remained steady as mills were not inclined to reduce prices to lure buyers. In Ludhiana, 30 count cotton combed yarn was sold at Rs.285-295 per kg. 20 and 25 count combed yarn were traded at Rs.275-285 per kg and Rs.280-290 per kg respectively. Carded yarn of 30 count steady at Rs.260-270 per kg.

South Indian cotton yarn prices witnessed a stable trend. Prices for various varieties and counts remained steady in Mumbai.

DOMESTIC PRICES AND ARRIVALSCotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	21-Nov-22	19-Nov-22	
Gujarat	Ahmedabad	Shankar-6	8750	9500	-750
	Gondal	Shankar-6	8955	NA	-
	Rajkot	B.T. Cotton	8900	9150	-250
	Patan	B.T. Cotton	8855	9190	-335
	Kadi	B.T. Cotton	9000	9250	-250
	Deesa	B.T. Cotton	1478	1211	267
	Dhrol	B.T. Cotton	9025	9135	-110
Haryana	Bhiwani	B.T. Cotton	8600	8700	-100
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	8800	8800	Unch
	Fatehabad	B.T. Cotton	8580	8750	-170
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	8800	8800	Unch
Rajasthan	Hanumangarh	B.T. Cotton	8800	9000	-200
	Rawatsar	B.T. Cotton	8850	8950	-100
Madhya Pradesh	Khandwa	Mech-1	8800	9000	-200
	Khargaon	Mech-1	NA	9205	-
Maharashtra	Amravati	Mech-1	9500	9100	400
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	9400	9500	-100
	Hathras	Desi	7300	7400	-100
Telangana	Adilabad	Un-Ginned	NA	8800	-
Andhra Pradesh	Adoni	Un-Ginned	9225	NA	-
Karnataka	Bijapur	Bunny	NA	9494	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	9000	9250	-250
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	21-Nov-22	19-Nov-22	
Punjab	Bhatinda	J-34	6700	6750	-50
	Abohar	J-34	6700	6750	-50
	Mansa	J-34	6600	6700	-100
Haryana	Sirsa	J-34	6500	6550	-50
Rajasthan	Sri-Ganganagar	J-34	6298	6392	-94

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	21-Nov-22	19-Nov-22	
Gujarat	Ahmedabad	Shankar-6	42500	42500	Unch
	Gondal	Shankar-6	8700	9050	-350

	Rajkot	B.T. Cotton	7200	6600	600
	Patan	B.T. Cotton	18095	19367	-1272
	Kadi	B.T. Cotton	12500	12500	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	799	617	182
Haryana	Bhiwani	B.T. Cotton	1500	700	800
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	1700	1700	Unch
	Fatehabad	B.T. Cotton	200	NA	-
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	600	600	Unch
	Dabwali	B.T. Cotton	600	600	Unch
Rajasthan	Hanumangarh	B.T. Cotton	4000	3000	1000
	Rawatsar	B.T. Cotton	4000	3000	1000
Madhya Pradesh	Khandwa	Mech-1	1200	1000	200
	Khargaon	Mech-1	NA	8600	-
Maharashtra	Amravati	Mech-1	1500	2400	-900
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	30	30	Unch
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	35840.1	-
Andhra Pradesh	Adoni	Un-Ginned	3824	NA	-
Karnataka	Bijapur	Bunny	NA	5823	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	20	24	-4
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	21-Nov-22	19-Nov-22	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	510	340	170
	Mansa	J-34	119	85	34
Haryana	Sirsa	J-34	867	510	357
Rajasthan	Sri-Ganganagar	J-34	3000	3000	Unch

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	21-Nov-22	19-Nov-22	
Gujarat	Rajkot	Rs. /10 Kg.	1310	1300	10
Delhi	New Delhi	Rs. /10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs. /10 Kg.	1300	1290	10
Maharashtra	Mumbai	Rs. /10 Kg.	1315	1340	-25

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	21-Nov-22	19-Nov-22	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2952	3058	-106
Maharashtra	Akola	Rs./Qtl	3159	3184	-25



INTERNATIONAL PRICES AND INDICES

China Cotton Index:

Index	Unit	21-Nov-22	18-Nov-22	Change
CCIndex(328)	RMB/Ton	15197	15183	14
CCIndex(527)	RMB/Ton	13648	13645	3
CCIndex(229)	RMB/Ton	15547	15537	10
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	21-Nov-22	18-Nov-22	Change
FC Index (S)	Cents/lb	102.31	103.92	-1.61
FC Index (M)	Cents/lb	101.55	103.08	-1.53
FC Index (L)	Cents/lb	100.55	102.08	-1.53

Cotlook Index:

Cotlook Indices	Unit	19-Nov-22	17-Nov-22	Change
A-Index	Cents/Pound	Closed	NA	-

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		19-Nov-22	19-Nov-22	Bales
Southeast	cents/lb.	Closed	Closed	Closed
North Delta	cents/lb.	Closed	Closed	Closed
South Delta	cents/lb.	Closed	Closed	Closed
East TX-OK	cents/lb.	Closed	Closed	Closed
West Texas	cents/lb.	Closed	Closed	Closed
Desert SW	cents/lb.	Closed	Closed	Closed
SJ Valley	cents/lb.	Closed	Closed	Closed

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
				19-Nov-22	18-Nov-22	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	64100	64100	Unch
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	64800	64800	Unch

J-34(202)	26mm	3.5 - 4.9	23	62700	63500	-800
H-4/ MECH-1(105)	28mm	3.5 – 4.9	27	NA	NA	-
Shankar-6(105)	29mm	3.5 – 4.9	28	68600	68600	Unch
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	70800	70800	Unch
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	NA	NA	-
DCH-32(107)	34mm	3.0 - 3.8	33	77000	77000	Unch

Cotton Yarn Prices	21-Nov-22	18-Nov-22	Change	21-Nov-22	18-Nov-22	Change
Variety	Prices FOB ,USD			Prices Kg Indian Port		
Ne 20/1 Carded Hosiery Yarn	3.13	3.13	Unch	254	254	Unch
Ne 20/1 Combed Hosiery Yarn	3.25	3.25	Unch	264	264	Unch
Ne 21/1 Carded Weaving Yarn	3.13	3.13	Unch	254	254	Unch
Ne 26/1 Combed Hosiery Yarn	3.34	3.34	Unch	271	271	Unch
Ne 30/1 Carded Hosiery Yarn	3.29	3.29	Unch	267	267	Unch
Ne 30/1 Combed Hosiery Yarn	3.41	3.41	Unch	277	277	Unch
Ne 32/1 Carded Weaving Yarn	3.37	3.37	Unch	274	274	Unch
Ne 34/1 Combed Hosiery Yarn	3.62	3.62	Unch	294	294	Unch
Ne 40/1 Combed Hosiery Yarn	3.8	3.8	Unch	309	309	Unch
Ne 40/1 Carded Weaving Yarn	3.56	3.56	Unch	289	289	Unch
Ne 30/2 Carded Hosiery Yarn	3.56	3.56	Unch	289	289	Unch
Ne 32/2 Combed Knitting Yarn	3.99	3.99	Unch	324	324	Unch
Ne 32/2 Carded Hosiery Yarn	3.62	3.62	Unch	294	294	Unch
Ne 40/2 Combed Hosiery Yarn	4.42	4.42	Unch	359	359	Unch
Ne 30/1 Combed Compact Weaving Yarn	3.62	3.62	Unch	294	294	Unch
Ne 40/1 Combed Compact Weaving Yarn	4.05	4.05	Unch	329	329	Unch
Ne 50/1 Combed Compact Weaving Yarn	4.42	4.42	Unch	359	359	Unch
Ne 16/1 Open End Yarn	2.33	2.33	Unch	189	189	Unch
Ne 21/1 Open End Yarn	2.51	2.51	Unch	204	204	Unch
Ne 24/1 Open End Yarn	2.82	2.82	Unch	229	229	Unch

Daily Futures Price Listing Friday, Nov 18th 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
22-Dec	221118	87.04	87.13	84.18	85.16	-1.88	9021	13777	-5154
23-Mar	221118	85.2	85.29	82.15	83.78	-1.50	22,840	99,421	362
23-May	221118	83.99	84.36	81.46	83.07	-1.32	5,488	28,351	653
23-Jul	221118	82.67	83.29	80.69	82.02	-1.27	2153	27,827	-200
23-Oct	221118	79.21	79.21	79.21	79.21	-0.17	0	3	0
23-Dec	221118	78.45	78.96	77.06	78.96	-0.21	693	21488	-12
Total Volume and Open Interest							40,269	196,112	-4,299

Source: MRCI

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