

Domestic Fundamentals:**Market Outlook:**

The cotton physical market showed overall mixed trend across India today. MCX cotton spot price traded at Rs.29,690/bale on Thursday. ICE cotton futures closed red on Wednesday.

News: Cotton daily arrivals have reduced around 1,00,000-1,20,000 bales per day. Cotton arrivals in the domestic market are not increasing as farmers are holding stock in anticipation of higher prices. Overall weather is favorable for the cotton crop. Cotton third picking is going on in most of the cotton belt.

Cotton Corporation of India has started purchasing cotton in Maharashtra, Telangana, and Odisha. February cotton contract has been delayed by MCX.

According to Gujcot trade Association, Gujarat has registered arrivals of around 25 lakh bales about 27% of the total estimated crop. This is Gujarat arrivals are lower by around 8 percent because the cotton prices are lower in the domestic market as a result farmers are holding stock. All India arrivals are also lower as compared to the previous season by around 15%.

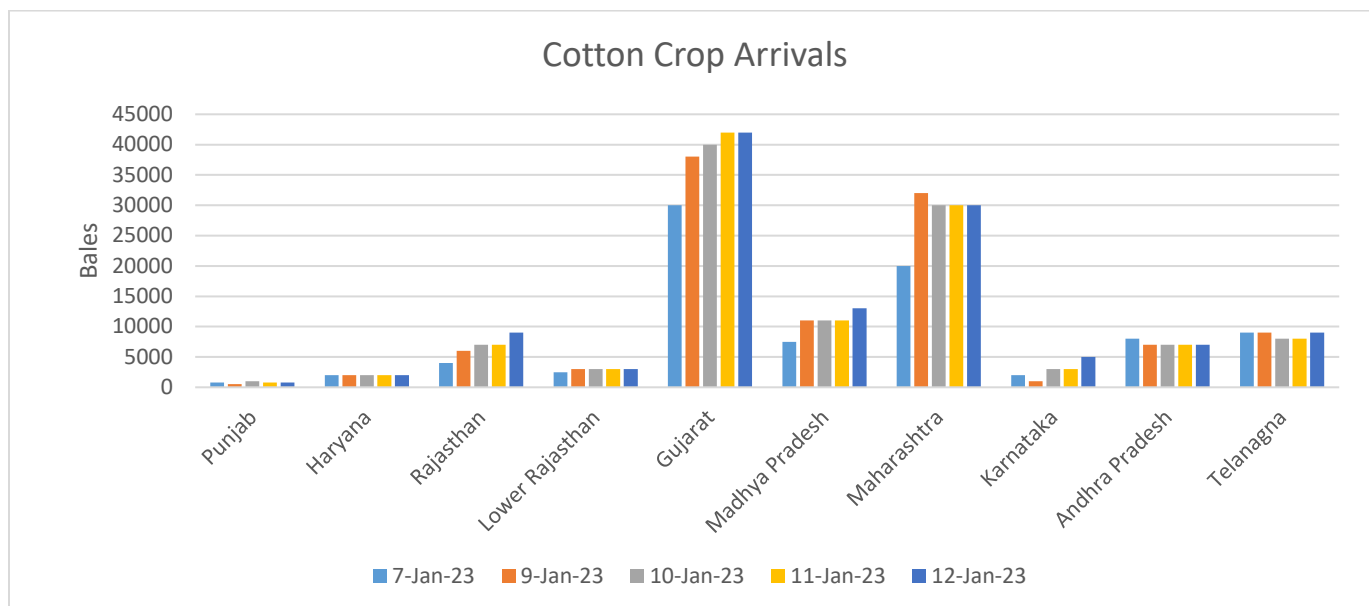
All India Kisan Khet Mazdoor Saghatan has urged the Karnataka government to establish cotton procurement centers in Yadgir district as the cotton prices in the domestic market had fallen drastically.

Telangana farmers have decided to protest the lower prices of cotton. The cotton prices in Telangana have come down to Rs. 6,800 per quintal last week. However, prices are still higher than the minimum support price but comparatively lower from the previous season. About 50 million acres of land is used for cotton cultivation in the state. Farmers were encouraged to grow cotton in 2022, as prices reached record highs in the previous season. Even as heavy rains and floods destroyed crops in many parts of the state, farmers went ahead and planted fiber crops.

Raw Cotton prices continue to fall in the domestic market in Adilabad district despite efforts made by Cotton Corporation of India to Stabilize the prices. CCI is procuring top quality cotton at Rs. 8,300 per quintal. With the fluctuation in prices, cotton farmers are holding stock and as result, daily arrivals are lower. As per Cotton Association of India, Cotton arrivals between 01st October to 31st December 2022 were nearly 82 lakh bales against the 130 lakh bales for the same period last year. However, during the past 2 days prices have recovered, Cotton Shanker-6 prices are currently trading at Rs. 60,000 per candy against Rs. 56,000 per candy last week.

Weather Forecast

Dense to very dense fog very likely in isolated pockets over Punjab, Haryana, Chandigarh, Delhi, Uttar Pradesh and Bihar. Cold wave conditions at isolated pockets over Bihar.

All India New Cotton Crop: BalesNCDEX Cottonseed Oilcake

	Open	High	Low	Close	Change
Jan-23	3085	3109	3031	3080	-33.00
Feb-23	2952	2969	2909	2952	-34.00

International Cotton Fundamentals:

The Cotlook A index was at 102.10 cents/lb. The AWP for cotton was 72.98 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
Mar-23	84.26	-50
May-23	84.39	-40
Jul-23	84.36	-40

Cotton production in Pakistan has fallen to over 4.6 million bales during 2022 against the 7.3 million bales during the previous season. The heavy rainfall and floods has resulted in the short fall in production of about 37.23 percent.

Australia government can allocate tariff rate quotas (TRQs) to its exporters/producers by giving them TRQ certificates up to the quota fixed for each commodity. Out of the 51,419 MT quota allowed by the Indian

government, 419 MT ELS cotton (HS code 52010020) at zero import duty is for the calendar 2022 year. The remaining 51,000 MT will be quota for next year i.e., calendar year 2023.

Cotton Yarn

According to the market sources, cotton yarn market in north India witnessed better demand after the recent rise in cotton prices during the week under review. Buyers were anticipating that yarn prices will rise due to costlier cotton. Cotton yarn prices gained Rs. 5-10 per kg in Ludhiana due to better buying, but the prices were stable in Delhi and Panipat market.

Ludhiana market witnessed higher prices of cotton yarn. Demand was better from both exports and domestic consumption. 30 count cotton combed yarn was sold at Rs. 280-290 per kg. 20 and 25 count combed yarn were traded at Rs.270-280 per kg and Rs.275-285 per kg respectively.

DOMESTIC PRICES AND ARRIVALS

Cotton Prices at Key Spot Markets:

Commodity State	Kapas		Prices (Rs./Quintal)		Change
	Centre	Variety	12-Jan-23	11-Jan-23	
Gujarat	Ahmedabad	Shankar-6	8750	8750	Unch
	Gondal	Shankar-6	8655	8855	-200
	Rajkot	B.T. Cotton	8600	8400	200
	Patan	B.T. Cotton	8550	8605	-55
	Kadi	B.T. Cotton	8250	8650	-400
	Deesa	B.T. Cotton	NA	7875	-
	Dhrol	B.T. Cotton	8475	8500	-25
Haryana	Bhiwani	B.T. Cotton	8600	8400	200
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	8500	8550	-50
	Fatehabad	B.T. Cotton	8400	8300	100
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	8700	NA	-
	Dabwali	B.T. Cotton	NR	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	8800	8800	Unch
	Rawatsar	B.T. Cotton	8600	8650	-50
Madhya Pradesh	Khandwa	Mech-1	8400	8500	-100
	Khargaon	Mech-1	8165	8200	-35
Maharashtra	Amravati	Mech-1	8450	8600	-150
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	8000	7960	40

Andhra Pradesh	Adoni	Un-Ginned	8649	8689	-40
Karnataka	Bijapur	Bunny	8619	9099	-480
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	8400	8600	-200
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	12-Jan-23	11-Jan-23	
Punjab	Bhatinda	J-34	6375	6325	50
	Abohar	J-34	6375	6325	50
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	6200	6150	50
Rajasthan	Sri-Ganganagar	J-34	6110	6016	94

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	12-Jan-23	11-Jan-23	
Gujarat	Ahmedabad	Shankar-6	76500	68000	8500
	Gondal	Shankar-6	7950	8300	-350
	Rajkot	B.T. Cotton	3200	3400	-200
	Patan	B.T. Cotton	4417	4360	57
	Kadi	B.T. Cotton	5000	20000	-15000
	Deesa	B.T. Cotton	NA	600	-
	Dhrol	B.T. Cotton	665	720	-55
Haryana	Bhiwani	B.T. Cotton	1000	600	400
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	2499	510	1989
	Fatehabad	B.T. Cotton	150	200	-50
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	NR	NR	-
	Dabwali	B.T. Cotton	NR	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	3000	4000	-1000
	Rawatsar	B.T. Cotton	3000	4000	-1000
Madhya Pradesh	Khandwa	Mech-1	4000	4500	-500
	Khargaon	Mech-1	5800	7400	-1600
Maharashtra	Amravati	Mech-1	9000	9000	Unch
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	64478.5	83395.5	-18917
Andhra Pradesh	Adoni	Un-Ginned	1164	1140	24
Karnataka	Bijapur	Bunny	4189	5375	-1186
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	16	17	-1
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	12-Jan-23	11-Jan-23	
Punjab	Bhatinda	J-34	NA	NA	-

	Abohar	J-34	425	425	Unch
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	340	170	170
Rajasthan	Sri-Ganganagar	J-34	1500	1500	Unch

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	12-Jan-23	11-Jan-23	
Gujarat	Rajkot	Rs. /10 Kg.	1210	1225	-15
Delhi	New Delhi	Rs. /10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs. /10 Kg.	1190	1200	-10
Maharashtra	Mumbai	Rs. /10 Kg.	1210	1235	-25

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	12-Jan-23	11-Jan-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	3113	3131	-18
Maharashtra	Akola	Rs./Qtl	3150	3140	10

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

Index	Unit	12-Jan-23	11-Jan-23	Change
CCIndex(328)	RMB/Ton	15230	15236	-6
CCIndex(527)	RMB/Ton	13721	13724	-3
CCIndex(229)	RMB/Ton	15550	15554	-4
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	11-Jan-23	9-Jan-23	Change
FC Index (S)	Cents/lb	101.64	102.74	-1.10
FC Index (M)	Cents/lb	100.71	101.81	-1.10
FC Index (L)	Cents/lb	99.67	100.77	-1.10

Cotlook Index:

Cotlook Indices	Unit	11-Jan-23	9-Jan-23	Change
A-Index	Cents/Pound	100.8	101.9	-1.10

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		11-Jan-23	11-Jan-23	Bales
Southeast	cents/lb.	85.76	88.01	0

North Delta	cents/lb.	84.76	87.01	0
South Delta	cents/lb.	84.76	87.01	0
East TX-OK	cents/lb.	81.26	83.51	228
West Texas	cents/lb.	81.76	83.76	1133
Desert SW	cents/lb.	80.76	83.01	0
SJ Valley	cents/lb.	81.01	89.91	0

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
				11-Jan-23	10-Jan-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	63000	63900	-900
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	63500	64400	-900
J-34(202)	26mm	3.5 - 4.9	23	58300	60300	-2000
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	60000	60500	-500
Shankar-6(105)	29mm	3.5 - 4.9	28	61800	62500	-700
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	62900	63400	-500
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	64000	64400	-400
DCH-32(107)	34mm	3.0 - 3.8	33	66500	67500	-1000

Cotton Yarn Prices	12-Jan-23	11-Jan-23	Change	12-Jan-23	11-Jan-23	Change
Varietiy	Prices FOB ,USD			Prices Kg Indian Port		
Ne 20/1 Carded Hosiery Yarn	2.91	2.91	Unch	241	241	Unch
Ne 20/1 Combed Hosiery Yarn	3.03	3.03	Unch	251	251	Unch
Ne 21/1 Carded Weaving Yarn	2.91	2.91	Unch	241	241	Unch
Ne 26/1 Combed Hosiery Yarn	3.11	3.11	Unch	257	257	Unch
Ne 30/1 Carded Hosiery Yarn	3.07	3.07	Unch	254	254	Unch
Ne 30/1 Combed Hosiery Yarn	3.19	3.19	Unch	264	264	Unch
Ne 32/1 Carded Weaving Yarn	3.15	3.15	Unch	261	261	Unch
Ne 34/1 Combed Hosiery Yarn	3.4	3.4	Unch	281	281	Unch
Ne 40/1 Combed Hosiery Yarn	3.64	3.64	Unch	301	301	Unch
Ne 40/1 Carded Weaving Yarn	3.34	3.34	Unch	276	276	Unch
Ne 30/2 Carded Hosiery Yarn	3.34	3.34	Unch	276	276	Unch
Ne 32/2 Combed Knitting Yarn	3.76	3.76	Unch	311	311	Unch
Ne 32/2 Carded Hosiery Yarn	3.4	3.4	Unch	281	281	Unch
Ne 40/2 Combed Hosiery Yarn	4.18	4.18	Unch	346	346	Unch
Ne 30/1 Combed Compact Weaving Yarn	3.4	3.4	Unch	281	281	Unch
Ne 40/1 Combed Compact Weaving Yarn	3.82	3.82	Unch	316	316	Unch



Ne 50/1 Combed Compact Weaving Yarn	4.16	4.16	Unch	344	344	Unch
Ne 16/1 Open End Yarn	2.28	2.28	Unch	189	189	Unch
Ne 21/1 Open End Yarn	2.47	2.47	Unch	204	204	Unch
Ne 24/1 Open End Yarn	2.77	NA	-	229	NA	-

Daily Futures Price Listing Wednesday, Jan 11 th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
23-Mar	230111	84.61	85.84	83.4	84.26	-0.50	21882	94231	377
23-May	230111	84.82	85.84	83.58	84.39	-0.45	10,666	39,939	1517
23-Jul	230111	84.75	85.7	83.55	84.36	-0.40	5,180	34,241	848
23-Oct	230111	81.51	81.51	81.51	81.51	-0.60	3	31	2
23-Dec	230111	81.8	82.83	80.78	81.58	-0.45	1791	25,709	130
24-Mar	230111	82.63	82.63	80.79	81.57	-0.58	121	4740	95
Total Volume and Open Interest							39,680	201,614	2,960

Source: MRCI

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