

### Domestic Fundamentals:

#### **Market Outlook:**

The cotton physical market showed overall mixed trend across India today. MCX cotton spot price traded at Rs.29,680/bale on Saturday. ICE cotton futures closed green on Friday.

**News:** As per the Cotton Association of India latest estimate of the cotton crop for 2022-23 season. The CAI has reduced its cotton crop estimate at 330.50 lakh bales from the previous 339.75 lakh bales.

The cotton supply estimated by the CAI till end of the cotton season 2022-23 i.e. upto 30<sup>th</sup> September 2023 is 374.39 lakh bales. The total cotton supply consists of the opening stock of 31.89 lakh bales at the beginning of the cotton season on 1<sup>st</sup> October 2022, crop for the season estimated at 330.50 lakh bales and the imports for the season estimated by the CAI at the same level i.e. at 12 lakh bales.

The domestic consumption for the season is estimated at 300 lakh bales. The exports for the season have been estimated at 30.00 lakh bales i.e. at the same level as estimated previously. The exports estimate for the previous cotton season 2021-22 was 43 lakh bales. The carry-over stock which was earlier estimated at 53.64 lakh bales is now estimated at 44.39 lakh bales.

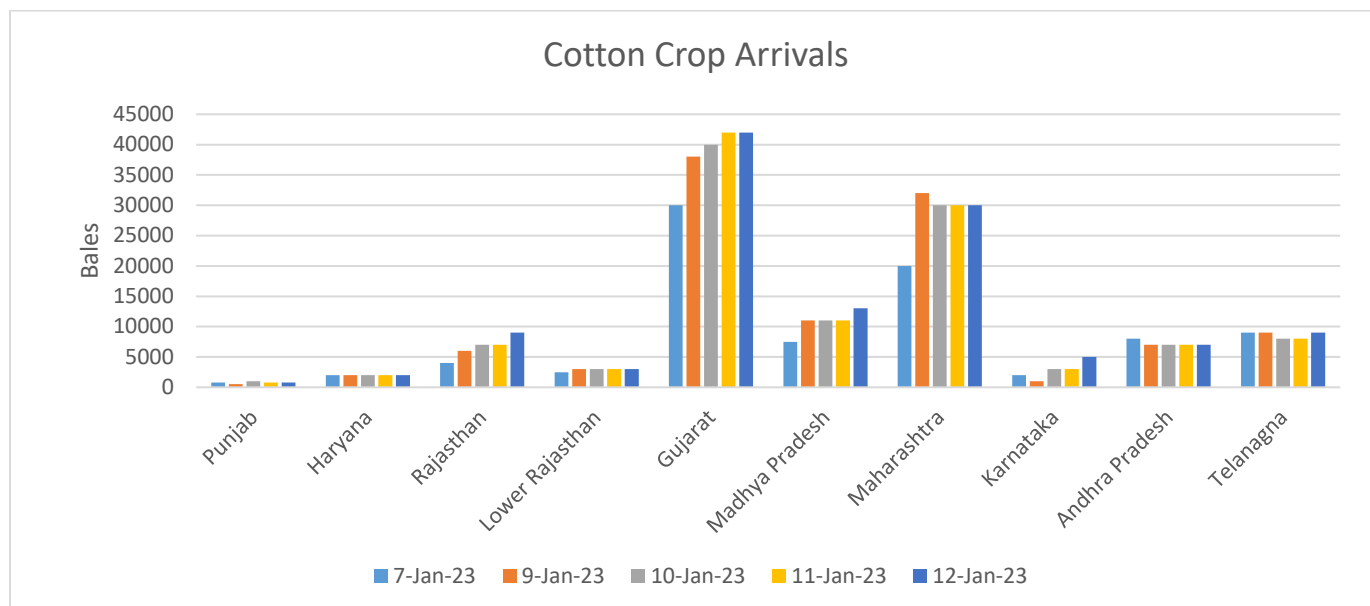
Cotton prices continue to decline in the domestic market. Also, Cotton Corporation of India has started purchasing cotton in Maharashtra, Telangana, and Odisha. February cotton contract has been delayed by MCX.

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.

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%.

### Weather Forecast

Dense to very dense fog very likely in isolated pockets over Punjab, Haryana, Chandigarh, Delhi, Uttar Pradesh, and Bihar. Dense fog in isolated pockets over Jammu division, Himachal Pradesh, Uttarakhand, and north Madhya Pradesh.

All India New Cotton Crop: BalesNCDEX Cottonseed Oilcake

	Open	High	Low	Close	Change
<b>Jan-23</b>	2920	2931	2875	2918	<b>-24.00</b>
<b>Feb-23</b>	2862	2865	2812	2863	<b>-51.00</b>

International Cotton Fundamentals:

The Cotlook A index was at 100.10 cents/lb. The AWP for cotton was 74.68 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
<b>Mar-23</b>	82.29	<b>+25</b>
<b>May-23</b>	82.60	<b>+33</b>
<b>Jul-23</b>	82.87	<b>+52</b>

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.

### 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	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	14-Jan-23	13-Jan-23	
<b>Gujarat</b>	Ahmedabad	Shankar-6	Closed	8500	-
	Gondal	Shankar-6	Closed	8580	-
	Rajkot	B.T. Cotton	Closed	8250	-
	Patan	B.T. Cotton	Closed	8755	-
	Kadi	B.T. Cotton	Closed	8800	-
	Deesa	B.T. Cotton	Closed	NA	-
	Dhrol	B.T. Cotton	Closed	8460	-
<b>Haryana</b>	Bhiwani	B.T. Cotton	8400	8600	-200
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	8450	8400	50
	Fatehabad	B.T. Cotton	8345	8335	10
	Jind	B.T. Cotton	7400	NR	-
	Uchana	B.T. Cotton	8562	8575	-13
	Dabwali	B.T. Cotton	NR	NR	-
<b>Rajasthan</b>	Hanumangarh	B.T. Cotton	Closed	8500	-
	Rawatsar	B.T. Cotton	Closed	8675	-
<b>Madhya Pradesh</b>	Khandwa	Mech-1	Closed	8300	-
	Khargaon	Mech-1	Closed	8250	-
<b>Maharashtra</b>	Amravati	Mech-1	8200	8350	-150
	Jamner	Medium Staple	NA	NA	-
<b>Uttar Pradesh</b>	Hathras	B.T. Cotton	Closed	NA	-
	Hathras	Desi	Closed	NA	-
<b>Telangana</b>	Adilabad	Un-Ginned	NA	8040	-
<b>Andhra Pradesh</b>	Adoni	Un-Ginned	NA	8459	-

Karnataka	Bijapur	Bunny	NA	8529	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	8500	8300	200
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	14-Jan-23	13-Jan-23	
Punjab	Bhatinda	J-34	6350	6400	-50
	Abohar	J-34	6350	6325	25
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	6300	6300	Unch
Rajasthan	Sri-Ganganagar	J-34	6063	6063	Unch

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	14-Jan-23	13-Jan-23	
Gujarat	Ahmedabad	Shankar-6	Closed	47600	-
	Gondal	Shankar-6	Closed	8200	-
	Rajkot	B.T. Cotton	Closed	3400	-
	Patan	B.T. Cotton	Closed	3180	-
	Kadi	B.T. Cotton	Closed	20000	-
	Deesa	B.T. Cotton	Closed	NA	-
	Dhrol	B.T. Cotton	Closed	798	-
Haryana	Bhiwani	B.T. Cotton	600	1000	-400
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	2499	3001	-501.5
	Fatehabad	B.T. Cotton	100	50	50
	Jind	B.T. Cotton	750	NR	-
	Uchana	B.T. Cotton	NR	NR	-
	Dabwali	B.T. Cotton	NR	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	Closed	2000	-
	Rawatsar	B.T. Cotton	Closed	2000	-
Madhya Pradesh	Khandwa	Mech-1	Closed	4500	-
	Khargaon	Mech-1	Closed	5300	-
Maharashtra	Amravati	Mech-1	9000	9000	Unch
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	Closed	NA	-
	Hathras	Desi	Closed	NA	-
Telangana	Adilabad	Un-Ginned	NA	69692.8	-
Andhra Pradesh	Adoni	Un-Ginned	NA	1090	-
Karnataka	Bijapur	Bunny	NA	2682	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-

	Raichur	H-44 Cotton	10	14	-4
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	14-Jan-23	13-Jan-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	170	425	-255
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	340	NA	-
Rajasthan	Sri-Ganganagar	J-34	1000	1000	Unch

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	14-Jan-23	13-Jan-23	
Gujarat	Rajkot	Rs. /10 Kg.	Closed	1220	-
Delhi	New Delhi	Rs. /10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs. /10 Kg.	Closed	1190	-
Maharashtra	Mumbai	Rs. /10 Kg.	1210	1210	Unch

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	14-Jan-23	13-Jan-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	3098	3104	-6
Maharashtra	Akola	Rs./Qtl	3060	3119	-59

INTERNATIONAL PRICES AND INDICESChina Cotton Index:

Index	Unit	14-Jan-23	13-Jan-23	Change
CCIndex(328)	RMB/Ton	Closed	NA	-
CCIndex(527)	RMB/Ton	Closed	NA	-
CCIndex(229)	RMB/Ton	Closed	NA	-
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	13-Jan-23	11-Jan-23	Change
FC Index (S)	Cents/lb	98.73	101.64	-2.91
FC Index (M)	Cents/lb	97.81	100.71	-2.90
FC Index (L)	Cents/lb	96.77	99.67	-2.90

Cotlook Index:

Cotlook Indices	Unit	14-Jan-23	12-Jan-23	Change
A-Index	Cents/Pound	Closed	100.1	-

**USDA Cotton Spot Rates:**

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		14-Jan-23	14-Jan-23	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
				14-Jan-23	13-Jan-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	63600	63300	300
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	64100	63800	300
J-34(202)	26mm	3.5 - 4.9	23	59300	59300	Unch
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	60000	60000	Unch
Shankar-6(105)	29mm	3.5 - 4.9	28	61700	61700	Unch
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	62700	62700	Unch
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	63800	63800	Unch
DCH-32(107)	34mm	3.0 - 3.8	33	66500	66500	Unch



Daily Futures Price Listing Friday, Jan 13th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
<a href="#">23-Mar</a>	230113	82	83.4	81.65	82.29	0.25	14877	91619	-584
<a href="#">23-May</a>	230113	82.24	83.6	81.98	82.6	0.33	9,003	42,132	1006
<a href="#">23-Jul</a>	230113	82.32	83.55	82.13	82.87	0.52	4,587	35,749	863
<a href="#">23-Oct</a>	230113	80.86	80.86	80.86	80.86	0.72	0	28	0
<a href="#">23-Dec</a>	230113	80.2	81.3	80.11	80.79	0.71	1291	25,720	-111
<a href="#">24-Mar</a>	230113	81.21	81.21	80.71	80.8	0.68	248	4580	-171
Total Volume and Open Interest							30,013	202,477	1,005

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 © 2023 Indian Agribusiness Systems Ltd.