

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed overall mixed trend across India today. MCX cotton spot price traded higher at Rs.29,960/bale on Tuesday. 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 30th 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 1st 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.

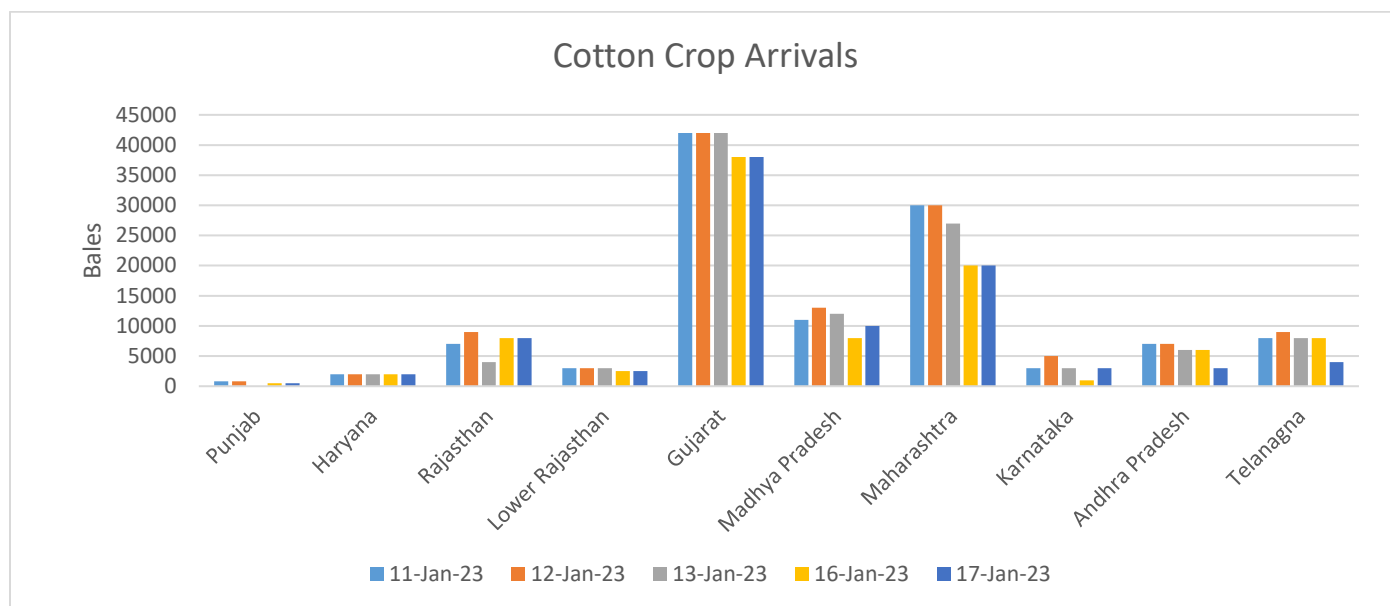
Cotton daily arrivals have reduced around 1,00,000-1,20,000 bales per day. Cotton arrivals in the domestic market are not increasing as farmers are holding stock in anticipation of higher prices. Overall weather is favorable for the cotton crop. Cotton third picking is going on in most of the cotton 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 Bihar, Assam & Meghalaya, Mizoram & Tripura. Cold wave conditions at isolated places over East Rajasthan, Bihar and Uttar Pradesh.

All India New Cotton Crop: Bales



NCDEX Cottonseed Oilcake

	Open	High	Low	Close	Change
Jan-23	3090	3140	3080	3065	+65
Feb-23	2915	2964	2915	2911	+46

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
Mar-23	82.29	+25
May-23	82.60	+33
Jul-23	82.87	+52

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	17-Jan-23	16-Jan-23	
Gujarat	Ahmedabad	Shankar-6	8650	8600	50
	Gondal	Shankar-6	8705	8705	Unch
	Rajkot	B.T. Cotton	8350	8650	-300
	Patan	B.T. Cotton	8635	8650	-15
	Kadi	B.T. Cotton	8400	8250	150
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	8550	8620	-70
Haryana	Bhiwani	B.T. Cotton	8400	8500	-100
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	8500	8450	50
	Fatehabad	B.T. Cotton	8445	8371	74
	Jind	B.T. Cotton	NR	7400	-
	Uchana	B.T. Cotton	8525	8500	25
	Dabwali	B.T. Cotton	8495	8495	Unch
Rajasthan	Hanumangarh	B.T. Cotton	8550	8585	-35
	Rawatsar	B.T. Cotton	8650	8650	Unch
Madhya Pradesh	Khandwa	Mech-1	8400	8400	Unch
	Khargaon	Mech-1	8195	NA	-
Maharashtra	Amravati	Mech-1	8100	NR	-
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Andhra Pradesh	Adoni	Un-Ginned	8689	NA	-
Karnataka	Bijapur	Bunny	NA	8520	-
	Hubli	D.C.H.	NA	NA	-

	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	8400	8350	50
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	17-Jan-23	16-Jan-23	
Punjab	Bhatinda	J-34	6400	6375	25
	Abohar	J-34	6400	6350	50
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	6250	6350	-100
Rajasthan	Sri-Ganganagar	J-34	6110	6110	Unch

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	17-Jan-23	16-Jan-23	
Gujarat	Ahmedabad	Shankar-6	42500	42500	Unch
	Gondal	Shankar-6	8250	7750	500
	Rajkot	B.T. Cotton	3000	2200	800
	Patan	B.T. Cotton	4790	3500	1290
	Kadi	B.T. Cotton	5000	10000	-5000
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	612	510	102
Haryana	Bhiwani	B.T. Cotton	500	400	100
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	3001	2499	501.5
	Fatehabad	B.T. Cotton	380	180	200
	Jind	B.T. Cotton	NR	750	-
	Uchana	B.T. Cotton	725	725	Unch
	Dabwali	B.T. Cotton	725	725	Unch
Rajasthan	Hanumangarh	B.T. Cotton	2000	3000	-1000
	Rawatsar	B.T. Cotton	2000	3000	-1000
Madhya Pradesh	Khandwa	Mech-1	6000	4000	2000
	Khargaon	Mech-1	7300	NA	-
Maharashtra	Amravati	Mech-1	9000	NR	-
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Andhra Pradesh	Adoni	Un-Ginned	1104	NA	-
Karnataka	Bijapur	Bunny	NA	2195	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	15	12	3
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	17-Jan-23	16-Jan-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	680	170	510
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	510	170	340



Rajasthan	Sri-Ganganagar	J-34	1000	1000	Unch
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Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	17-Jan-23	16-Jan-23	
Gujarat	Rajkot	Rs. /10 Kg.	1200	Closed	-
Delhi	New Delhi	Rs. /10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs. /10 Kg.	NA	Closed	-
Maharashtra	Mumbai	Rs. /10 Kg.	1205	1210	-5

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	17-Jan-23	16-Jan-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	3122	3123	-1
Maharashtra	Akola	Rs./Qtl	3097	3087	10

INTERNATIONAL PRICES AND INDICES

China Cotton Index:

Index	Unit	17-Jan-23	16-Jan-23	Change
CCIndex(328)	RMB/Ton	15234	15234	Unch
CCIndex(527)	RMB/Ton	13715	13709	6
CCIndex(229)	RMB/Ton	15554	15546	8
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	16-Jan-23	14-Jan-23	Change
FC Index (S)	Cents/lb	98.71	Closed	-
FC Index (M)	Cents/lb	97.81	Closed	-
FC Index (L)	Cents/lb	98.79	Closed	-

Cotlook Index:

Cotlook Indices	Unit	16-Jan-23	14-Jan-23	Change
A-Index	Cents/Pound	98.1	Closed	-

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		16-Jan-23	16-Jan-23	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
				16-Jan-23	14-Jan-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	63600	63600	Unch
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	64100	64100	Unch
J-34(202)	26mm	3.5 - 4.9	23	59700	59300	400
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	60200	60000	200
Shankar-6(105)	29mm	3.5 - 4.9	28	61900	61700	200
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	62900	62700	200
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	64000	63800	200
DCH-32(107)	34mm	3.0 - 3.8	33	67000	66500	500

Daily Futures Price Listing Friday, Jan 13th 2023

Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
23-Mar	230113	82	83.4	81.65	82.29	0.25	14877	91619	-584
23-May	230113	82.24	83.6	81.98	82.6	0.33	9,003	42,132	1006
23-Jul	230113	82.32	83.55	82.13	82.87	0.52	4,587	35,749	863
23-Oct	230113	80.86	80.86	80.86	80.86	0.72	0	28	0
23-Dec	230113	80.2	81.3	80.11	80.79	0.71	1291	25,720	-111
24-Mar	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

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