

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed overall mixed trend across India today. MCX cotton spot price traded higher at Rs.30,240/bale on Wednesday. ICE cotton futures closed green on Tuesday.

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.

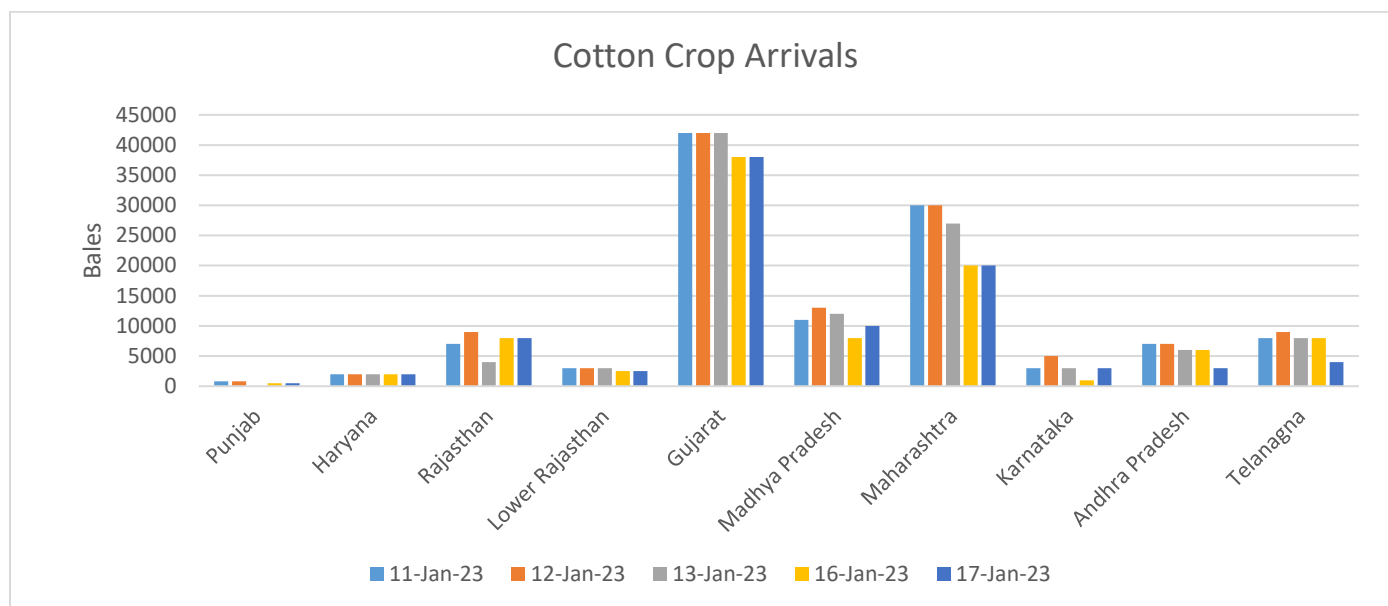
Cotton daily arrivals have reduced around 1,00,000-1,20,000 bales per day. Cotton arrivals in the domestic market are not increasing as farmers are holding stock in anticipation of higher prices. Overall weather is favorable for the cotton crop. Cotton third picking is going on in most of the cotton 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	3141	3141	3083	3110	+12.00
Feb-23	2963	2974	2908	2955	-22.00

International Cotton Fundamentals:

The Cotlook A index was at 98.10 cents/lb. The AWP for cotton was 74.68 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
Mar-23	82.82	+53
May-23	83.08	+48
Jul-23	83.30	+43

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	18-Jan-23	17-Jan-23	
Gujarat	Ahmedabad	Shankar-6	8600	8650	-50
	Gondal	Shankar-6	8805	8705	100
	Rajkot	B.T. Cotton	8350	8350	Unch
	Patan	B.T. Cotton	8610	8635	-25
	Kadi	B.T. Cotton	8400	8400	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	8610	8550	60
Haryana	Bhiwani	B.T. Cotton	8500	8400	100
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	8500	8500	Unch
	Fatehabad	B.T. Cotton	8459	8445	14
	Jind	B.T. Cotton	NA	NR	-
	Uchana	B.T. Cotton	NA	8525	-
	Dabwali	B.T. Cotton	8465	8495	-30
Rajasthan	Hanumangarh	B.T. Cotton	8600	8550	50
	Rawatsar	B.T. Cotton	8725	8650	75
Madhya Pradesh	Khandwa	Mech-1	8500	8400	100
	Khargaon	Mech-1	8250	8195	55
Maharashtra	Amravati	Mech-1	8500	8100	400
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	8020	NA	-

Andhra Pradesh	Adoni	Un-Ginned	8540	8689	-149
Karnataka	Bijapur	Bunny	8694	8610	84
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	8500	8400	100
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	18-Jan-23	17-Jan-23	
Punjab	Bhatinda	J-34	6450	6400	50
	Abohar	J-34	6400	6400	Unch
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	6350	6250	100
Rajasthan	Sri-Ganganagar	J-34	6157	6110	47

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	18-Jan-23	17-Jan-23	
Gujarat	Ahmedabad	Shankar-6	42500	42500	Unch
	Gondal	Shankar-6	8250	8250	Unch
	Rajkot	B.T. Cotton	2800	3000	-200
	Patan	B.T. Cotton	5980	4790	1190
	Kadi	B.T. Cotton	10000	5000	5000
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	507	612	-105
Haryana	Bhiwani	B.T. Cotton	1000	500	500
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	1020	3001	-1980.5
	Fatehabad	B.T. Cotton	580	380	200
	Jind	B.T. Cotton	NA	NR	-
	Uchana	B.T. Cotton	650	725	-75
	Dabwali	B.T. Cotton	650	725	-75
Rajasthan	Hanumangarh	B.T. Cotton	2000	2000	Unch
	Rawatsar	B.T. Cotton	2000	2000	Unch
Madhya Pradesh	Khandwa	Mech-1	5500	6000	-500
	Khargaon	Mech-1	8400	7300	1100
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	42760	NA	-
Andhra Pradesh	Adoni	Un-Ginned	1430	1104	326
Karnataka	Bijapur	Bunny	3961	3350	611
	Hubli	D.C.H.	NA	NA	-

	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	18	15	3
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	18-Jan-23	17-Jan-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	510	680	-170
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	340	510	-170
Rajasthan	Sri-Ganganagar	J-34	2500	1000	1500

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	18-Jan-23	17-Jan-23	
Gujarat	Rajkot	Rs./10 Kg.	1210	1200	10
Delhi	New Delhi	Rs./10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs./10 Kg.	1190	NA	-
Maharashtra	Mumbai	Rs./10 Kg.	1200	1205	-5

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	18-Jan-23	17-Jan-23	
Gujarat	Mahešana (Kadi)	Rs./Qtl	3163	3122	41
Maharashtra	Akola	Rs./Qtl	3097	3097	0

INTERNATIONAL PRICES AND INDICESChina Cotton Index:

Index	Unit	18-Jan-23	17-Jan-23	Change
CCIndex(328)	RMB/Ton	15252	15234	18
CCIndex(527)	RMB/Ton	13716	13715	1
CCIndex(229)	RMB/Ton	15550	15554	-4
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	17-Jan-23	16-Jan-23	Change
FC Index (S)	Cents/lb	98.67	98.71	-0.04
FC Index (M)	Cents/lb	97.81	97.81	Unch
FC Index (L)	Cents/lb	96.79	98.79	-2.00

Cotlook Index:

Cotlook Indices	Unit	17-Jan-23	16-Jan-23	Change
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A-Index	Cents/Pound	98.1	98.1	Unch
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USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		17-Jan-23	17-Jan-23	Bales
Southeast	cents/lb.	84.32	86.57	1000
North Delta	cents/lb.	83.32	85.57	0
South Delta	cents/lb.	83.32	85.57	0
East TX-OK	cents/lb.	79.32	82.07	806
West Texas	cents/lb.	80.32	82.32	1066
Desert SW	cents/lb.	79.32	81.57	126
SJ Valley	cents/lb.	79.57	88.47	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
				17-Jan-23	16-Jan-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	64100	63600	500
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	64600	64100	500
J-34(202)	26mm	3.5 - 4.9	23	60000	59700	300
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	60500	60200	300
Shankar-6(105)	29mm	3.5 - 4.9	28	62300	61900	400
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	63400	62900	500
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	64500	64000	500
DCH-32(107)	34mm	3.0 - 3.8	33	67000	67000	Unch

Daily Futures Price Listing Tuesday, Jan 17th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
23-Mar	230117	82.4	83.22	81.97	82.82	0.53	19971	89089	-2530
23-May	230117	82.6	83.43	82.21	83.08	0.48	9,322	42,807	675
23-Jul	230117	82.92	83.64	82.43	83.3	0.43	4,825	36,161	412
23-Oct	230117	81.41	81.41	81.41	81.41	0.55	44	30	2
23-Dec	230117	81	81.71	80.3	81.51	0.72	1597	25,874	154
24-Mar	230117	81.04	81.71	80.65	81.56	0.76	136	4623	43
Total Volume and Open Interest							35,921	201,227	-1,250

Source: MRCI

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