

### Domestic Fundamentals:

#### **Market Outlook:**

The cotton physical market showed bearish trend across India today. MCX cotton spot price traded higher at Rs.29,620/bale on Wednesday. ICE cotton futures closed red on Tuesday.

**News:** Cotton daily arrivals had slightly increased during the last week and were at around 1,15,000-1,30,000 bales per day. Overall weather is favorable for the cotton crop. However, there is report of lower crop expectations from northern India. The staple length is expected to be shorter in this season from Punjab, Haryana and Rajasthan. Cotton third picking is going on in most of the cotton belt, in some areas fourth picking has also started. Cottonseed prices remained stable during the last week. Cottonseed arrivals is likely to improve in the coming week.

The situation of Ginners improved in most of the region. Cotton yarn prices are stable although demand has improved during the last week. Ginning factories are working with 50 percent capacity till last week. Cottonseed oilcake prices remained bearish during the last week.

The cotton prices showed a bullish trend in the physical market yesterday, cotton arrivals have also improved as compared to the previous week.

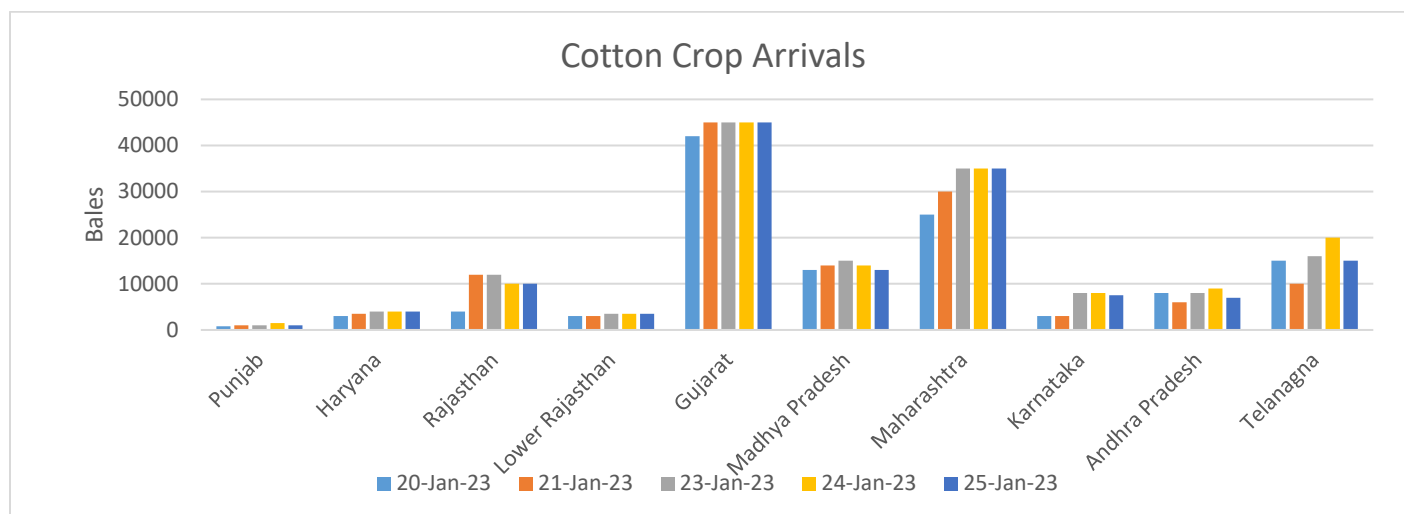
As per the Cotton Association of India latest estimate of the cotton crop for 2022-23 season. The CAI has reduced its cotton crop estimate at 330.50 lakh bales from the previous 339.75 lakh bales. The cotton supply estimated by the CAI till end of the cotton season 2022-23 i.e. upto 30<sup>th</sup> September 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.

### Weather Forecast

Cold wave conditions at isolated places over West Rajasthan.

### All India New Cotton Crop: Bales



### NCDEX Cottonseed Oilcake

	Open	High	Low	Close	Change
<b>Jan-23</b>	2825	2853	2795	2836	+9.00
<b>Feb-23</b>	2756	2798	2731	2774	+6.00

### International Cotton Fundamentals:

The Cotlook A index was at 131.80 cents/lb. The AWP for cotton was 72.43 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
<b>Mar-23</b>	86.24	-115
<b>May-23</b>	86.78	-101
<b>Jul-23</b>	87.23	-83

According to USDA WASDE January report, the 2022-23 U.S. Cotton Production is estimated 438,000 bales higher, at 14.7 million bales, with yield at 947 pounds per acre, which is higher by 9 % from the December estimate. Exports are forecast 250,000 bales lower, at 12.0 million, with both projected world trade and the U.S. share slightly lower this month. Ending stocks are higher by 700,000 bales to 4.2 million, equal to 30 percent of projected use.

World cotton production is forecasted at 330,000 bales lower than it was in December as lower production in India more than offsets gains in the United States and Brazil. Projected world consumption is 850,000 bales lower this month, at 110.9 million bales.

India's 2022-23 consumption is estimated 500,000 bales lower, with smaller declines for Indonesia and Vietnam. Projected world trade is down by 600,000 bales, to 41.7 million, as projected exports from the United States, India, and Argentina decline. Imports by China, Indonesia, and Vietnam are also projected lower.

### Cotton Yarn

Cotton yarn prices remained stable in south India yesterday as demand from the weaving industry was not encouraging. Extended winter season is hampering cotton yarn trade because the summer clothing season is likely to be delayed. Prices of most counts and varieties of cotton yarn were stable in Mumbai. Market sentiments were weak because of uncertainty in buying from the weaving industry.

In Mumbai, 60 count carded cotton yarn of warp and weft varieties were traded at Rs.1,540-1,570 per 5 kg and Rs.1,440-1,490 per 5 kg respectively. 60 count combed warp was priced at Rs.345-350 per kg. 80 count carded (weft) cotton yarn was sold at Rs.1,470-1,490 per 4.5 kg. 44/46 count carded cotton yarn was priced at Rs.275-280 per kg.

## DOMESTIC PRICES AND ARRIVALS

### Cotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	25-Jan-23	24-Jan-23	
Gujarat	Ahmedabad	Shankar-6	8500	8500	Unch
	Gondal	Shankar-6	8505	8505	Unch
	Rajkot	B.T. Cotton	8515	8500	15
	Patan	B.T. Cotton	8335	8330	5
	Kadi	B.T. Cotton	8250	8250	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	8350	8350	Unch
Haryana	Bhiwani	B.T. Cotton	8100	Closed	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	8200	8200	Unch
	Fatehabad	B.T. Cotton	8075	8100	-25
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	NA	8045	-
	Dabwali	B.T. Cotton	NR	8250	-
Rajasthan	Hanumangarh	B.T. Cotton	8200	8250	-50

	Rawatsar	B.T. Cotton	NR	8340	-
Madhya Pradesh	Khandwa	Mech-1	NR	NR	-
	Khargaon	Mech-1	7960	7940	20
Maharashtra	Amravati	Mech-1	8100	8100	Unch
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	7720	7800	-80
Andhra Pradesh	Adoni	Un-Ginned	8350	8508	-158
Karnataka	Bijapur	Bunny	8969	8959	10
	Hubli	D.C.H.	7829	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NA	8200	-
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	25-Jan-23	24-Jan-23	
Punjab	Bhatinda	J-34	6275	6350	-75
	Abohar	J-34	6425	6425	Unch
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	6250	6200	50
Rajasthan	Sri-Ganganagar	J-34	5969	NR	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	25-Jan-23	24-Jan-23	
Gujarat	Ahmedabad	Shankar-6	56100	56100	Unch
	Gondal	Shankar-6	7750	7750	Unch
	Rajkot	B.T. Cotton	4800	5000	-200
	Patan	B.T. Cotton	4885	5660	-775
	Kadi	B.T. Cotton	20000	20000	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	619	904	-285
Haryana	Bhiwani	B.T. Cotton	800	Closed	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	NA	935	-
	Fatehabad	B.T. Cotton	125	350	-225
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	NR	600	-
	Dabwali	B.T. Cotton	NR	600	-
Rajasthan	Hanumangarh	B.T. Cotton	NR	1500	-
	Rawatsar	B.T. Cotton	NR	1500	-
Madhya Pradesh	Khandwa	Mech-1	NR	NR	-
	Khargaon	Mech-1	4500	7600	-3100

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	75939.4	126925.3	-50985.9
Andhra Pradesh	Adoni	Un-Ginned	3977	3819	158
Karnataka	Bijapur	Bunny	6688	6448	240
	Hubli	D.C.H.	2	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NA	22	-
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	25-Jan-23	24-Jan-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	850	850	Unch
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	340	1020	-680
Rajasthan	Sri-Ganganagar	J-34	2000	NR	-

#### Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	25-Jan-23	24-Jan-23	
Gujarat	Rajkot	Rs. /10 Kg.	1130	1180	-50
Delhi	New Delhi	Rs. /10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs. /10 Kg.	1200	1200	Unch
Maharashtra	Mumbai	Rs. /10 Kg.	1120	1200	-80

#### Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	25-Jan-23	24-Jan-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	3007	3034	-27
Maharashtra	Akola	Rs./Qtl	2955	2997	-42

### INTERNATIONAL PRICES AND INDICES

#### China Cotton Index:

Index	Unit	24-Jan-23	23-Jan-23	Change
CCIndex(328)	RMB/Ton	NA	NA	-
CCIndex(527)	RMB/Ton	NA	NA	-
CCIndex(229)	RMB/Ton	NA	NA	-
RMB -Renminbi, 1RMB =0.16 \$U.S.				

#### China Foreign Cotton (FCE) Index :



Index	Unit	24-Jan-23	23-Jan-23	Change
FC Index (S)	Cents/lb	NA	NA	-
FC Index (M)	Cents/lb	NA	NA	-
FC Index (L)	Cents/lb	NA	NA	-

### Cotlook Index:

Cotlook Indices	Unit	24-Jan-23	23-Jan-23	Change
A-Index	Cents/Pound	102.45	101.8	0.65

### USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		24-Jan-23	24-Jan-23	Bales
Southeast	cents/lb.	87.74	89.99	1320
North Delta	cents/lb.	86.74	88.99	990
South Delta	cents/lb.	86.74	88.99	0
East TX-OK	cents/lb.	82.99	85.24	4044
West Texas	cents/lb.	83.24	85.24	14229
Desert SW	cents/lb.	81.99	84.24	600
SJ Valley	cents/lb.	82.24	91.14	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
				24-Jan-23	23-Jan-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	64300	65300	-1000
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	64800	65800	-1000
J-34(202)	26mm	3.5 - 4.9	23	58900	59200	-300
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	59800	59800	Unch
Shankar-6(105)	29mm	3.5 - 4.9	28	61800	61800	Unch
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	63400	63700	-300
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	64500	64500	Unch
DCH-32(107)	34mm	3.0 - 3.8	33	67500	67500	Unch

Daily Futures Price Listing Thursday, Jan 24th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
<a href="#">23-Mar</a>	230124	87.32	87.32	85.63	86.24	-1.15	18151	88016	388
<a href="#">23-May</a>	230124	87.69	87.72	86.15	86.78	-1.01	9,266	46,807	1677
<a href="#">23-Jul</a>	230124	87.95	88	86.6	87.23	-0.83	5,003	36,045	351
<a href="#">23-Oct</a>	230124	85.2	85.2	85.2	85.2	-0.43	1	30	0
<a href="#">23-Dec</a>	230124	85.17	85.5	84.34	85.13	-0.39	2145	26,725	265
<a href="#">24-Mar</a>	230124	85.12	85.6	84.43	85.19	-0.40	43	4697	-5
Total Volume and Open Interest							34,657	205,107	2,705

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.