

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed mixed trend across India today. MCX cotton spot price traded higher at Rs.29,940/bale on Monday. ICE cotton futures closed red on Friday.

News: Cotton export demand has again re-emerged as the domestic prices had fallen to Rs.61,000 per candy. 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.

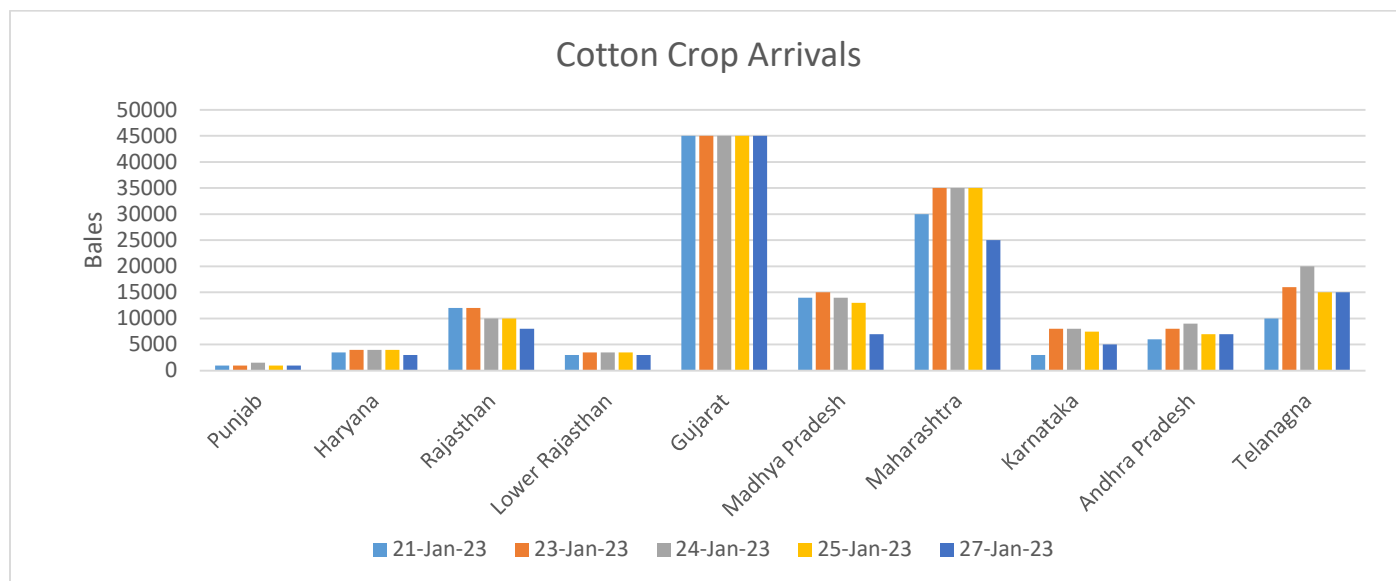
As per the Cotton Association of India latest estimate of the cotton crop for 2022-23 season. The CAI has reduced its cotton crop estimate at 330.50 lakh bales from the previous 339.75 lakh bales. The cotton supply estimated by the CAI till end of the cotton season 2022-23 i.e. upto 30th September 2023 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.

Weather Forecast

Thunderstorms accompanied by lightning and hail very likely at isolated places over Jammu, Kashmir, Ladakh, Gilgit, Baltistan, Muzaffarabad, Himachal Pradesh, Uttarakhand, Punjab, Haryana, West Uttar Pradesh, and with lightening at isolated places over East Uttar Pradesh, West Madhya Pradesh, Tamil Nadu, Pondicherry & Karaikal.

All India New Cotton Crop: Bales



NCDEX Cottonseed Oilcake

	Open	High	Low	Close	Change
Feb-23	2876	2897	2848	2876	-14.00
Mar-23	2809	2821	2780	2809	-18.00

International Cotton Fundamentals:

The Cotlook A index was at 101.65 cents/lb. The AWP for cotton was 75.05 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
Mar-23	86.89	-61
May-23	87.45	-57
Jul-23	87.8	-54

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	30-Jan-23	28-Jan-23	
Gujarat	Ahmedabad	Shankar-6	8550	NR	-
	Gondal	Shankar-6	8580	8655	-75
	Rajkot	B.T. Cotton	NA	8250	-
	Patan	B.T. Cotton	8360	8355	5
	Kadi	B.T. Cotton	8400	8600	-200
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	8510	8600	-90
Haryana	Bhiwani	B.T. Cotton	8100	8100	Unch
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	8300	8300	Unch
	Fatehabad	B.T. Cotton	8255	8200	55
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	8273	NA	-
	Dabwali	B.T. Cotton	Na	8195	-
Rajasthan	Hanumangarh	B.T. Cotton	8200	8300	-100
	Rawatsar	B.T. Cotton	8450	8450	Unch
Madhya Pradesh	Khandwa	Mech-1	NR	Closed	-
	Khargaon	Mech-1	8050	Closed	-

Maharashtra	Amravati	Mech-1	8200	NR	-
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	Closed	-
	Hathras	Desi	NA	Closed	-
Telangana	Adilabad	Un-Ginned	NA	7750	-
Andhra Pradesh	Adoni	Un-Ginned	8075	8289	-214
Karnataka	Bijapur	Bunny	8261	NA	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	8100	NA	-
Commodity	Lint		Prices (Rs. /Maund)		Change
State	Centre	Variety	30-Jan-23	28-Jan-23	
Punjab	Bhatinda	J-34	6325	6325	Unch
	Abohar	J-34	6325	6325	Unch
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	6200	6200	Unch
Rajasthan	Sri-Ganganagar	J-34	6063	6063	Unch

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	30-Jan-23	28-Jan-23	
Gujarat	Ahmedabad	Shankar-6	42500	NR	-
	Gondal	Shankar-6	NA	8150	-
	Rajkot	B.T. Cotton	NA	3400	-
	Patan	B.T. Cotton	1835	5147	-3312
	Kadi	B.T. Cotton	30000	25000	5000
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	706	720.5	-14.5
Haryana	Bhiwani	B.T. Cotton	700	500	200
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	1020	2499	-1479
	Fatehabad	B.T. Cotton	200	380	-180
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	NA	400	-
	Dabwali	B.T. Cotton	NA	400	-
Rajasthan	Hanumangarh	B.T. Cotton	1000	1200	-200
	Rawatsar	B.T. Cotton	1000	1200	-200
Madhya Pradesh	Khandwa	Mech-1	NR	Closed	-
	Khargaon	Mech-1	5100	Closed	-
Maharashtra	Amravati	Mech-1	2000	NR	-
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	0	Closed	-

	Hathras	Desi	0	Closed	-
Telangana	Adilabad	Un-Ginned	NA	34768.4	-
Andhra Pradesh	Adoni	Un-Ginned	1399	3443	-2044
Karnataka	Bijapur	Bunny	4756	NA	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	18	NA	-
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	30-Jan-23	28-Jan-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	340	510	-170
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	85	340	-255
Rajasthan	Sri-Ganganagar	J-34	2000	2000	Unch

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	30-Jan-23	28-Jan-23	
Gujarat	Rajkot	Rs. /10 Kg.	1170	1150	20
Delhi	New Delhi	Rs. /10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs. /10 Kg.	NA	1200	-
Maharashtra	Mumbai	Rs. /10 Kg.	1170	1150	20

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	30-Jan-23	28-Jan-23	
Gujarat	Mahesana (Kadi)	Rs. /Qtl	2997	3026	-29
Maharashtra	Akola	Rs. /Qtl	2963	2959	4

Cotton Yarn Prices	27-Jan-23	23-Jan-23	Change	27-Jan-23	23-Jan-23	Change
Varietiy	Prices FOB, USD			Prices Kg Indian Port		
Ne 20/1 Carded Hosiery Yarn	2.85	2.91	-0.06	232	241	-9.00
Ne 20/1 Combed Hosiery Yarn	3.03	3.03	Unch	247	251	-4.00
Ne 21/1 Carded Weaving Yarn	2.85	2.91	-0.06	232	241	-9.00
Ne 26/1 Combed Hosiery Yarn	3.14	3.11	0.03	256	257	-1.00
Ne 30/1 Carded Hosiery Yarn	3.06	3.07	-0.01	249	254	-5.00
Ne 30/1 Combed Hosiery Yarn	3.21	3.19	0.02	262	264	-2.00
Ne 32/1 Carded Weaving Yarn	3.18	3.15	0.03	259	261	-2.00
Ne 34/1 Combed Hosiery Yarn	3.42	3.4	0.02	279	281	-2.00
Ne 40/1 Combed Hosiery Yarn	3.61	3.64	-0.03	294	301	-7.00
Ne 40/1 Carded Weaving Yarn	3.36	3.34	0.02	274	276	-2.00



Ne 30/2 Carded Hosiery Yarn	3.36	3.34	0.02	274	276	-2.00
Ne 32/2 Combed Knitting Yarn	3.73	3.76	-0.03	304	311	-7.00
Ne 32/2 Carded Hosiery Yarn	3.42	3.4	0.02	279	281	-2.00
Ne 40/2 Combed Hosiery Yarn	4.16	4.18	-0.02	339	346	-7.00
Ne 30/1 Combed Compact Weaving Yarn	3.42	3.4	0.02	279	281	-2.00
Ne 40/1 Combed Compact Weaving Yarn	3.73	3.82	-0.09	304	316	-12.00
Ne 50/1 Combed Compact Weaving Yarn	4.04	4.16	-0.12	329	344	-15.00
Ne 16/1 Open End Yarn	2.32	2.28	0.04	189	189	Unch
Ne 21/1 Open End Yarn	2.5	2.47	0.03	204	204	Unch
Ne 24/1 Open End Yarn	2.81	2.77	0.04	229	229	Unch

INTERNATIONAL PRICES AND INDICESChina Cotton Index:

Index	Unit	30-Jan-23	20-Jan-23	Change
CCIndex(328)	RMB/Ton	15789	15486	303
CCIndex(527)	RMB/Ton	14148	13930	218
CCIndex(229)	RMB/Ton	15981	15717	264

RMB -Renminbi, 1RMB =0.16 \$U.S.

China Foreign Cotton (FCE) Index :

Index	Unit	20-Jan-23	18-Jan-23	Change
FC Index (S)	Cents/lb	99.68	99.17	0.51
FC Index (M)	Cents/lb	98.74	98.27	0.47
FC Index (L)	Cents/lb	97.73	97.29	0.44

Cotlook Index:

Cotlook Indices	Unit	27-Jan-23	25-Jan-23	Change
A-Index	Cents/Pound	102.4	101.65	0.75

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		25-Jan-23	25-Jan-23	Bales
Southeast	cents/lb.	88.16	90.41	1134
North Delta	cents/lb.	87.16	89.41	0
South Delta	cents/lb.	87.16	89.41	0
East TX-OK	cents/lb.	83.16	84.91	2245
West Texas	cents/lb.	83.41	84.91	1913
Desert SW	cents/lb.	82.41	84.66	261
SJ Valley	cents/lb.	82.66	91.56	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
				28-Jan-23	27-Jan-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	64900	64900	Unch
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	65400	65400	Unch
J-34(202)	26mm	3.5 - 4.9	23	59600	59600	Unch
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	60000	60000	Unch
Shankar-6(105)	29mm	3.5 - 4.9	28	62100	62000	100
Bunny/ Brahma (105)	31mm	3.5 - 4.9	30	63400	63400	Unch
MCU-5/ Surabhi (106)	32mm	3.3 - 4.9	31	64500	64500	Unch
DCH-32(107)	34mm	3.0 - 3.8	33	68000	67500	500

Daily Futures Price Listing Friday, Jan 27th 2023

Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
23-Mar	230127	87.35	87.56	86.11	86.89	-0.61	12755	85615	-565
23-May	230127	87.75	87.95	86.69	87.45	-0.57	7,479	50,801	844
23-Jul	230127	88.21	88.22	87.03	87.8	-0.54	4,098	39,174	793
23-Oct	230127	85.71	85.71	85.71	85.71	-0.42	2	28	-2
23-Dec	230127	85.9	85.9	84.74	85.58	-0.34	1805	26,643	225
24-Mar	230127	85.53	85.75	84.89	85.7	-0.37	178	4593	32
Total Volume and Open Interest							26,605	209,373	1,236

Source: MRCI

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