

**Domestic Fundamentals:****Market Outlook:**

The cotton physical market showed mixed trend across India today. MCX cotton spot price traded lower at Rs. 62,580/candy on Saturday. ICE cotton futures closed green on Friday.

**News**

Cotton prices in Gujarat market traded with weak sentiments. Cotton arrivals had increased comparatively in Gujarat market, daily arrivals are around 35000 bales whereas prices are trading at Rs.8200 per quintal.

Indian Metrological Department has released its seasonal outlook for hot weather for the coming months, as per that, during the upcoming hot weather season (March to May), above normal maximum temperatures are likely over most parts of northeast India, east and central India and some parts of northwest India. Normal to below normal maximum temperatures are most likely over the remaining parts of the country.

At AgriWatch, we expect that the maximum temperature may affect the early cotton sowing for the coming 2023-24 season in northern and central India. Presently, the temperature is on the rise in most of the region. The reports of dry spell this year, may affect the standing crop although about 75% of the crop has been harvested.

Cotton daily arrivals were at around 1,12,000-1,16,000 bales per day. During the past week, arrivals were around 10 lakh bales. Arrivals has increased during the past week as farmers are releasing their stock.

The Cotton Corporation of India may stop procuring cotton at MSP after 31<sup>st</sup> March 2023. The raw cotton prices are currently trading at Rs. 8,250 per quintal at Rajkot Market which is much above the minimum support price of Rs. 6,380 per quintal.

Cottonseed and oilcake prices remained lower during the last week. However, prices are likely to go down with the pressure of arrivals. There is very limited demand for cottonseed in the market. Prices are further likely to go down due to weak demand.

The Tamil Nadu Agriculture University expects cotton prices to go down to Rs. 7,000 to Rs. 7,500 per quintal in the coming months. While the area under cotton cultivation has increased this year, demand from the domestic textile industry is low and export prices are under pressure. Hence, cotton offtake remains lower. Presently, only about 40% of the textile mills are working in the Tripura-Coimbatore region.

The Committee on Cotton Production and Consumption in its latest report has estimated cotton production at 337.23 lakh bales for the 2022-23 season comparatively higher from the previous season estimate of 311.17 lakh bales. Cotton imports and exports were estimated at 10 lakh bales and 35 lakh bales respectively. The closing stock is estimated at 46.48 lakh bales slightly higher from previous season of 45.25 lakh bales.

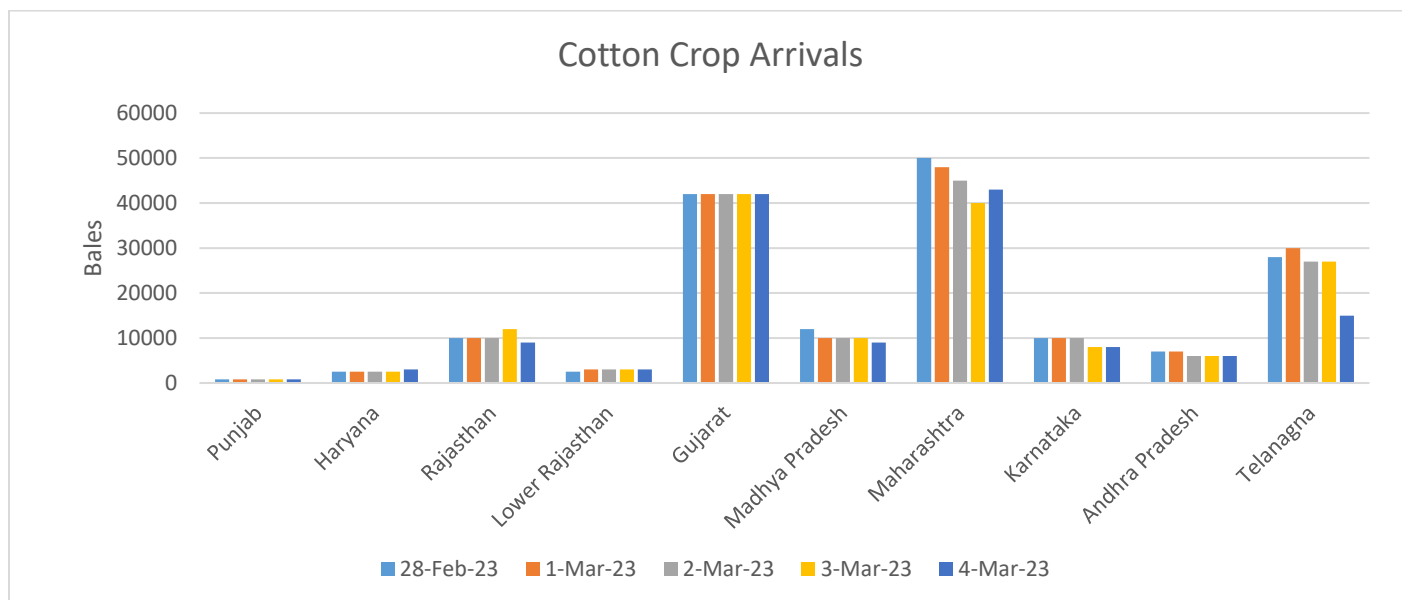


Details	2022-23		2021-22	
	(in lakh bales)	(in Thousand Tons)	(in lakh bales)	(in Thousand Tons)
<b>Supply</b>				
Opening Stock	45.25	769.25	71.84	1221.28
Crop	337.23	5732.91	311.17	5289.89
Imports	10	170	21.13	359.21
Total Supply	392.48	6672.16	404.14	6870.38
<b>Demand</b>				
Mill Consumption	275	4675	279.57	4752.69
Consumption by SSI Units	20	340	21.07	358.19
Non- Mill Consumption	16	272	16	272
Total Domestic Demand	346	5882	358.89	6101.13
Exports	35	595	42.25	718.25
<b>Closing Stock</b>	<b>46.48</b>	<b>790.16</b>	<b>45.25</b>	<b>769.25</b>

### Weather Forecast

Heavy rainfall very likely at isolated places over Madhya Pradesh, Marathwada, Vidarbha and Madhya Maharashtra.

### All India New Cotton Crop: Bales



### NCDEX Cottonseed Oilcake

Expiry Date	Open	High	Low	Close	Change
Mar-23	2592	2610	2557	2594	+2.0
Apr-23	2606	2629	2581	2614	+5.0
May-23	2611	2636	2601	2620	+14.0

### International Cotton Fundamentals:

The Cotlook A index was at 100.10 cents/lb. The AWP for cotton was 72.73 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
Mar-23	84.37	+152
May-23	84.17	+46
Jul-23	84.79	+38

Brazil cotton production is expected to be 2.8 million tonne for the 2023-24 season, which is 3.4% lower from the previous season. However, domestic consumption is expected to increase by 3.7 percent to 700 thousand tonne in the 2023-23 season. Despite the inter-harvest period, the Brazilian cotton prices have not fluctuated in February. The prices of cotton fell by only 1.5% during the last month.

The local cotton market during the past week remained bearish and the trading volume remained low. The rate of cotton in Sindh is in between Rs 17,500 to Rs 20,000 per maund. The rate of cotton in Punjab is in between Rs 18,000 to Rs 20,000 per maund. The rate of Phutti in Sindh is between Rs 6,500 to Rs 8,500 per 40 kg. The rate of Phutti in Punjab is in between Rs 7,500 to Rs 9,500 per 40 kg.

### Cotton Yarn

As per the market sources, Cotton yarn prices remained steady yesterday in south India amid average buying. There has been no movement in the prices of cotton yarn in Tiruppur and Mumbai as the demand has weakened, though it is still better than last month. Mumbai has noted weaker demand for cotton yarn, while prices have remained steady.

In Mumbai, 60 count carded cotton yarn of warp and weft varieties were traded at Rs.1,525-1,540 and Rs.1,430-1,470 per 5 kg respectively. 60 combed warp was priced at Rs.342-345 per kg, 80 carded (weft) cotton yarn was sold at Rs.1,440-1,480 per 4.5 kg.

### DOMESTIC COTTON PRICES AND ARRIVALS

#### Cotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	4-Mar-23	3-Mar-23	
Gujarat	Ahmedabad	Shankar-6	8150	8125	25
	Gondal	Shankar-6	8180	8155	25
	Rajkot	B.T. Cotton	8260	8250	10
	Patan	B.T. Cotton	8115	8130	-15
	Kadi	B.T. Cotton	8000	8100	-100
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	8140	8075	65
Haryana	Bhiwani	B.T. Cotton	8000	8000	Unch
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	8000	8070	-70
	Fatehabad	B.T. Cotton	7870	7920	-50
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	7900	7950	-50
	Dabwali	B.T. Cotton	7815	7845	-30
Rajasthan	Hanumangarh	B.T. Cotton	8000	8100	-100
	Rawatsar	B.T. Cotton	8150	8200	-50
Madhya Pradesh	Khandwa	Mech-1	8000	8100	-100
	Khargaon	Mech-1	7825	7825	Unch
Maharashtra	Amravati	Mech-1	8050	8000	50
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	7550	7550	Unch
Andhra Pradesh	Adoni	Un-Ginned	7785	7876	-91
Karnataka	Bijapur	Bunny	NA	8050	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	7950	8000	-50
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	4-Mar-23	3-Mar-23	
Punjab	Bhatinda	J-34	6400	6375	25
	Abohar	J-34	6400	6375	25
	Mansa	J-34	6300	6350	-50
Haryana	Sirsa	J-34	6300	6275	25
Rajasthan	Sri-Ganganagar	J-34	6157	6157	Unch

#### Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	4-Mar-23	3-Mar-23	
Gujarat	Ahmedabad	Shankar-6	59500	68000	-8500

	Gondal	Shankar-6	7625	7250	375
	Rajkot	B.T. Cotton	2500	2800	-300
	Patan	B.T. Cotton	2448	3683	-1235
	Kadi	B.T. Cotton	30000	30000	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	332	345	-13
Haryana	Bhiwani	B.T. Cotton	500	800	-300
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	1700	1020	680
	Fatehabad	B.T. Cotton	365	261	104
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	250	250	Unch
	Dabwali	B.T. Cotton	250	250	Unch
Rajasthan	Hanumangarh	B.T. Cotton	1500	1500	Unch
	Rawatsar	B.T. Cotton	1500	1500	Unch
Madhya Pradesh	Khandwa	Mech-1	3750	3500	250
	Khargaon	Mech-1	7200	6400	800
Maharashtra	Amravati	Mech-1	20000	20000	Unch
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	81818.3	76891.9	4926.4
Andhra Pradesh	Adoni	Un-Ginned	1030	976	54
Karnataka	Bijapur	Bunny	NA	2655	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	15	14	1
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	4-Mar-23	3-Mar-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	1020	850	170
	Mansa	J-34	119	85	34
Haryana	Sirsa	J-34	510	340	170
Rajasthan	Sri-Ganganagar	J-34	2500	2000	500

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	4-Mar-23	3-Mar-23	
Gujarat	Rajkot	Rs. /10 Kg.	1060	1055	5
Delhi	New Delhi	Rs. /10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs. /10 Kg.	1070	1070	Unch
Maharashtra	Mumbai	Rs. /10 Kg.	1080	1090	-10

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	4-Mar-23	3-Mar-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2594	2603	-9

Maharashtra	Akola	Rs./Qtl	2674	2661	13
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Cotton Yarn Prices	3-Mar-23	2-Mar-23	Change	3-Mar-23	2-Mar-23	Change
Variety	Prices FOB ,USD			Prices Kg Indian Port		
Ne 20/1 Carded Hosiery Yarn	2.9	2.9	Unch	239	239	Unch
Ne 20/1 Combed Hosiery Yarn	3.14	3.14	Unch	259	259	Unch
Ne 21/1 Carded Weaving Yarn	2.9	2.9	Unch	239	239	Unch
Ne 26/1 Combed Hosiery Yarn	3.2	3.2	Unch	264	264	Unch
Ne 30/1 Carded Hosiery Yarn	3.12	3.12	Unch	257	257	Unch
Ne 30/1 Combed Hosiery Yarn	3.27	3.27	Unch	270	270	Unch
Ne 32/1 Carded Weaving Yarn	3.18	3.18	Unch	262	262	Unch
Ne 34/1 Combed Hosiery Yarn	3.48	3.48	Unch	287	287	Unch
Ne 40/1 Combed Hosiery Yarn	3.62	3.62	Unch	299	299	Unch
Ne 40/1 Carded Weaving Yarn	3.38	3.38	Unch	279	279	Unch
Ne 30/2 Carded Hosiery Yarn	3.38	3.38	Unch	279	279	Unch
Ne 32/2 Combed Knitting Yarn	3.78	3.78	Unch	312	312	Unch
Ne 32/2 Carded Hosiery Yarn	3.44	3.44	Unch	284	284	Unch
Ne 40/2 Combed Hosiery Yarn	4.17	4.17	Unch	344	344	Unch
Ne 30/1 Combed Compact Weaving Yarn	3.44	3.44	Unch	284	284	Unch
Ne 40/1 Combed Compact Weaving Yarn	3.75	3.75	Unch	309	309	Unch
Ne 50/1 Combed Compact Weaving Yarn	4.05	4.05	Unch	334	334	Unch
Ne 16/1 Open End Yarn	2.35	2.35	Unch	194	194	Unch
Ne 21/1 Open End Yarn	2.53	2.53	Unch	209	209	Unch
Ne 24/1 Open End Yarn	2.84	2.84	Unch	234	234	Unch

### INTERNATIONAL PRICES AND INDICES

#### China Cotton Index:

Index	Unit	3-Mar-23	2-Mar-23	Change
CCIndex(328)	RMB/Ton	15519	15412	107
CCIndex(527)	RMB/Ton	14111	14043	68
CCIndex(229)	RMB/Ton	15781	15702	79
RMB -Renminbi, 1RMB =0.16 \$U.S.				

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

Index	Unit	3-Mar-23	2-Mar-23	Change
FC Index (\$)	Cents/lb	99.31	101.77	-2.46



FC Index (M)	Cents/lb	98.16	100.52	-2.36
FC Index (L)	Cents/lb	97.16	99.52	-2.36

### Cotlook Index:

Cotlook Indices	Unit	3-Mar-23	2-Mar-23	Change
A-Index	Cents/Pound	98.4	101.77	-3.37

### USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		2-Mar-23	2-Mar-23	Bales
Southeast	cents/lb.	83.71	85.96	398
North Delta	cents/lb.	82.71	84.96	4051
South Delta	cents/lb.	82.71	84.96	0
East TX-OK	cents/lb.	79.71	81.46	6366
West Texas	cents/lb.	80.21	81.71	5043
Desert SW	cents/lb.	79.71	81.96	0
SJ Valley	cents/lb.	79.96	88.86	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
				3-Mar-23	2-Mar-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	64400	63900	500
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	64900	64400	500
J-34(202)	26mm	3.5 - 4.9	23	60500	60200	300
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	60700	60700	Unch
Shankar-6(105)	29mm	3.5 - 4.9	28	62700	62700	Unch
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	63400	63400	Unch
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	NA	NA	-
DCH-32(107)	34mm	3.0 - 3.8	33	71500	71500	Unch



## Cottonseed and Oilcake Prices

Cotton Seed Oil Cake Prices		Prices (Rs./Quintal)		Change
State	Market	3-Mar-23	2-Mar-23	
Punjab	Bhatinda (Pakki)	3200	3200	Unch
Punjab	Ludhiana	3570	3570	Unch
Haryana	Sirsa	3200	3200	Unch
Haryana	Hisar	3225	3225	Unch
Rajasthan	Hanumangarh	3175	3175	Unch
Rajasthan	Vijaynagar	3175	3175	Unch
Madhya Pradesh	Indore	3095	3095	Unch
Madhya Pradesh	Khargone	2970	2970	Unch
Maharashtra	Wani	2970	2970	Unch
Maharashtra	Malkapur	2970	2970	Unch
Telangana	Warangal	2800	2800	Unch
Telangana	Adilabad	3000	3000	Unch
Karnataka	Dharwad	2800	2800	Unch
Karnataka	Hubli	3100	3100	Unch
Gujarat	Dhasa ,Damnagar,Babra Good Qlty	2883	2883	Unch

Cotton Seed Prices		Prices (Rs./Quintal)		Change
State	Market	3-Mar-23	2-Mar-23	
Punjab	Mansa	3300	3300	Unch
Punjab	Bhatinda	3350	3350	Unch
Haryana	Adampur	3625	3625	Unch
Haryana	Charkhi Dadari	3525	3525	Unch
Rajasthan	Hanumangarh	3600	3600	Unch
Rajasthan	Bikaner	3675	3675	Unch
Madhya Pradesh	Sendhwa	3125	3125	Unch
Madhya Pradesh	Barwaha	3000	3000	Unch
Maharashtra	Malkapur	3050	3050	Unch
Maharashtra	Akot	3200	3200	Unch
Telangana	Madnoor	3050	3050	Unch
Telangana	Jangaon	3080	3080	Unch
Karnataka	Bijapur	3150	3150	Unch
Karnataka	Hubli	3150	3150	Unch
Gujarat	Mahuva,Rajula,S.Kundla,UNA	3025	3025	Unch
Gujarat	Kadi	3100	3100	Unch



Daily Futures Price Listing Friday, Mar 03rd 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
<a href="#">23-Mar</a>	230303	84.3	84.37	84.3	84.37	1.52	0	7	0
<a href="#">23-May</a>	230303	83.9	84.9	83.64	84.17	0.46	17,269	94,736	37
<a href="#">23-Jul</a>	230303	84.33	85.42	84.33	84.79	0.38	7,280	46,643	-1747
<a href="#">23-Oct</a>	230303	84.42	84.42	84.42	84.42	0.22	0	16	0
<a href="#">23-Dec</a>	230303	84.03	84.63	83.88	84.26	0.51	4556	36,654	757
<a href="#">24-Mar</a>	230303	84.29	84.35	83.78	84.04	0.52	772	4094	-319
Total Volume and Open Interest							30,321	185,782	-1,061

Source: MRCI

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