

### Domestic Fundamentals:

#### **Market Outlook:**

The cotton physical market showed bearish trend across India today. MCX cotton spot price traded lower at Rs. 61,160/candy on Thursday. ICE cotton futures closed green on Wednesday.

#### **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 by 8.50 lakh bales for the 2022-23 season to 313 lakh bales from 321.50 lakh bales. The CAI has reduced its cotton crop in Punjab by 0.50 lakh bales, Haryana by 1.00 lakh bales, Maharashtra by 2 lakh bales, Telangana by 3 lakh bales, Tamil Nadu by 0.50 lakh bales, and others by 0.50 lakh bales, 1.50 lakh bales and Karnataka by 1 lakh bales.

Cotton imports were maintained at 12 lakh bales and exports at 30 lakh bales. Domestic consumption was estimated at 300 lakh bales. Overall, the ending stock for the 2022-23 season was estimated at 26.89 lakh bales. As per Cotton Association of India, Cotton arrivals between October 2022 to February 2023 were estimated at 154.84 lakh bales.

Punjab cotton sowing is likely to start from 15<sup>th</sup> April 2023. The Punjab government has decided to provide subsidy up to 33% on Bt cottonseed to cotton farmers. During the previous season about 2.47 lakh hectares of land was under cotton cultivation. For the coming season, the government has set a target of around 3 lakh hectares for cotton sowing.

According to Indian Cotton Association Limited, Cotton arrivals till 28<sup>th</sup> February in Punjab was reported at 1.69 lakh bales, in Haryana about 6.86 lakh bales and in Rajasthan about 22.53 lakh bales. Also, the cotton production is expected to fall in Punjab, and Haryana. While in Rajasthan production is expected to improve in the 2022-23 season.

<b>Cotton Balance Sheet</b>	<b>2021-22</b>	<b>2022-23</b>
Opening Stock	71.84	31.89
Production	307.05	321.50
Imports	14	12
Domestic Consumption	318	300
Exports	43	30
Closing Stock	31.89	35.39
<b>Source: CAI; unit- Lakh Bales</b>		

The Cotton Corporation of India (CCI) will procure fair average quality (FAQ) grade cotton from farmers till 31<sup>st</sup> March 2023 for the 2022-2023 cotton season.

As per the Madhya Pradesh Association of Cotton Processors and Traders, about 50 percent of ginning units have closed their operation due to the unavailability of raw cotton, while those operating are getting just 30-40 percent raw cotton against their full capacity.

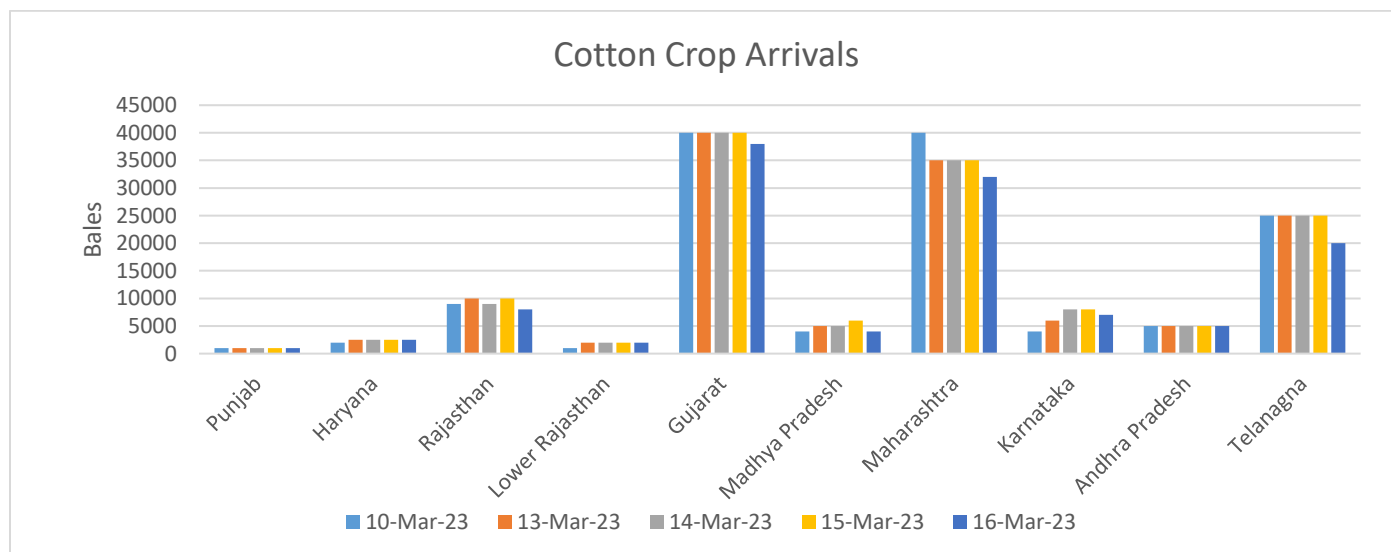
Daily arrivals of cotton in the spot market at Khargone has reduced to 5,000- 6,000 quintal as against 20,000 quintal in the corresponding period last season. Farmers are holding stock in anticipation of better prices.

Cotton daily arrivals were at around 1,30,000-1,40,000 bales per day and total arrivals were around 12 lakh bales., during the past week. Arrivals have increased during the past week as farmers are releasing their stocks. Cottonseed and oilcake prices remained lower during the last week. There is very limited demand for cottonseed in the market. So, prices are likely to go down with the pressure of arrivals and due to weak demand.

### Weather Forecast

Thunderstorms accompanied with lightning at isolated places over Bihar, Gangetic West Bengal, and with lightening & hail at isolated places over West Uttar Pradesh, Rajasthan, Chhattisgarh, Jharkhand, Telangana, and with lightening at isolated places over Odisha, Vidarbha, Coastal Andhra Pradesh, Yanam, and with lightning at isolated places over Jammu & Kashmir, Ladakh, Gigit-Baltistan, Muzaffarabad, East Uttar Pradesh, Arunachal Pradesh, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, Konkan, Goa, Madhya Maharashtra, Marathwada, Interior Karnataka, Tamil Nadu, Pondicherry, Karikal.

### All India New Cotton Crop: Bales



### NCDEX Cottonseed Oilcake

Expiry Date	Open	High	Low	Close	Change
Mar-23	2577	2600	2570	2569	+31
Apr-23	2590	2635	2570	2595	+38
May-23	2610	2654	2592	2618	+36

### International Cotton Fundamentals:

The Cotlook A index was at 95.55 cents/lb. The AWP for cotton was 71.95 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
<b>May-23</b>	79.11	<b>-226</b>
<b>Jul-23</b>	79.81	<b>-212</b>
<b>Oct-23</b>	80.8	<b>-154</b>

According to USDA WASDE report, U.S. cotton supply and demand forecasts for the 2022-23 season are unchanged relative to last month. The global 2022-23 cotton supply and demand forecasts this month include lower consumption and trade, and higher production and stocks. Beginning stocks are almost 900,000 bales higher. World cotton consumption in 2022-23 season is 555,000 bales lower this month with reductions in Turkey, Pakistan, Indonesia, and Bangladesh.

Projected imports are lower for each of these countries and for China, while exports are lower for Brazil, India, and Argentina, with world trade totaling 785,000 bales lower. Production is more than 700,000 bales higher as larger expected crops in China, Australia, and Uzbekistan more than offset reduced prospects for India. At 91.1 million bales, 2022/23 world-ending stocks are projected 2.1 million higher than a month earlier and 5.0 million higher than in 2021/22.

### Cotton Yarn

As per the market sources, Cotton yarn prices in South India remained stable yesterday, despite slower demand from the downstream industry. In Mumbai and Tiruppur market, cotton yarn was sold at previous levels. However, spinning mills in South India were aggressively selling yarn in Maharashtra, as weaving industries were facing a labour shortage due to the absence of migrant workers after the Holi festival.

In Mumbai, the 60 count carded cotton yarn of warp and weft varieties were traded at Rs.1,525-1,540 and Rs.1,400-1,450 per 5 kg. The 60 count combed warp was priced at Rs.342-345 per kg. Meanwhile, the 80 count carded (weft) cotton yarn was sold at Rs.1,440-1,480 per 4.5 kg, and the 44/46 count carded cotton yarn (warp) was priced at Rs.280-285 per kg.

### DOMESTIC COTTON PRICES AND ARRIVALS

#### Cotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	16-Mar-23	15-Mar-23	
Gujarat	Ahmedabad	Shankar-6	7800	7750	50
	Gondal	Shankar-6	7805	7930	-125
	Rajkot	B.T. Cotton	8000	8000	Unch
	Patan	B.T. Cotton	7850	7925	-75
	Kadi	B.T. Cotton	7750	7800	-50
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	NA	NA	-
Haryana	Bhiwani	B.T. Cotton	7700	7725	-25
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	7750	Closed	-
	Fatehabad	B.T. Cotton	7615	7715	-100
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	7450	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	7600	7650	-50
	Rawatsar	B.T. Cotton	7900	7900	Unch
Madhya Pradesh	Khandwa	Mech-1	7800	7900	-100
	Khargaon	Mech-1	7725	7655	70
Maharashtra	Amravati	Mech-1	7800	7650	150
	Jamner	Medium Staple	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	7380	-
Andhra Pradesh	Adoni	Un-Ginned	7539	7489	50
Karnataka	Bijapur	Bunny	7870	8995	-1125
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	7750	7850	-100
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	16-Mar-23	15-Mar-23	
Punjab	Bhatinda	J-34	6200	6250	-50
	Abohar	J-34	6200	6250	-50
	Mansa	J-34	6000	6000	Unch
Haryana	Sirsa	J-34	6100	6150	-50
Rajasthan	Sri-Ganganagar	J-34	NA	6016	-

#### Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	16-Mar-23	15-Mar-23	
Gujarat	Ahmedabad	Shankar-6	59500	59500	Unch
	Gondal	Shankar-6	7150	7000	150
	Rajkot	B.T. Cotton	1800	2200	-400
	Patan	B.T. Cotton	1645	3610	-1965

	Kadi	B.T. Cotton	15000	20000	-5000
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	NA	NA	-
Haryana	Bhiwani	B.T. Cotton	400	500	-100
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	1020	Closed	-
	Fatehabad	B.T. Cotton	250	250	Unch
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	NA	NR	-
	Dabwali	B.T. Cotton	NA	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	1000	1500	-500
	Rawatsar	B.T. Cotton	1000	1500	-500
Madhya Pradesh	Khandwa	Mech-1	1500	2000	-500
	Khargaon	Mech-1	3500	3000	500
Maharashtra	Amravati	Mech-1	22000	22000	Unch
	Jamner	Medium Staple	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	74913.1	-
Andhra Pradesh	Adoni	Un-Ginned	788	1085	-297
Karnataka	Bijapur	Bunny	1884	2581	-697
	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	16-Mar-23	15-Mar-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	680	680	Unch
	Mansa	J-34	85	85	Unch
Haryana	Sirsa	J-34	510	425	85
Rajasthan	Sri-Ganganagar	J-34	NA	2000	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	16-Mar-23	15-Mar-23	
Gujarat	Rajkot	Rs. /10 Kg.	990	990	Unch
Delhi	New Delhi	Rs. /10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs. /10 Kg.	1010	1015	-5
Maharashtra	Mumbai	Rs. /10 Kg.	1030	1010	20

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	16-Mar-23	15-Mar-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2612	2592	20
Maharashtra	Akola	Rs./Qtl	2654	2646	8



### INTERNATIONAL PRICES AND INDICES

#### China Cotton Index:

Index	Unit	15-Mar-23	14-Mar-23	Change
CCIndex(328)	RMB/Ton	15445	15455	-10
CCIndex(527)	RMB/Ton	14141	14160	-19
CCIndex(229)	RMB/Ton	15770	15791	-21
RMB -Renminbi, 1RMB =0.16 \$U.S.				

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

Index	Unit	15-Mar-23	14-Mar-23	Change
FC Index (S)	Cents/lb	96.15	95.95	0.20
FC Index (M)	Cents/lb	95.03	94.9	0.13
FC Index (L)	Cents/lb	94.03	93.9	0.13

#### Cotlook Index:

Cotlook Indices	Unit	15-Mar-23	14-Mar-23	Change
A-Index	Cents/Pound	95.8	95.95	-0.15

#### USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		14-Mar-23	14-Mar-23	Bales
Southeast	cents/lb.	81.37	83.62	133
North Delta	cents/lb.	80.37	82.62	0
South Delta	cents/lb.	80.37	82.62	0
East TX-OK	cents/lb.	77.62	79.37	1000
West Texas	cents/lb.	78.12	79.62	642
Desert SW	cents/lb.	77.37	79.62	0
SJ Valley	cents/lb.	77.62	86.52	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
				15-Mar-23	14-Mar-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	64500	63900	600

Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	65000	64400	600
J-34(202)	26mm	3.5 - 4.9	23	59300	58800	500
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	58400	58400	Unch
Shankar-6(105)	29mm	3.5 - 4.9	28	61300	61100	200
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	62000	61700	300
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	NR	NR	-
DCH-32(107)	34mm	3.0 - 3.8	33	71500	71500	Unch

### Cotton Yarn Prices

Cotton Yarn Prices	15-Mar-23	14-Mar-23	Change	15-Mar-23	14-Mar-23	Change
Variety	Prices FOB ,USD			Prices Kg Indian Port		
Ne 20/1 Carded Hosiery Yarn	2.86	2.86	Unch	234	234	Unch
Ne 20/1 Combed Hosiery Yarn	3.04	3.04	Unch	249	249	Unch
Ne 21/1 Carded Weaving Yarn	2.86	2.86	Unch	234	234	Unch
Ne 26/1 Combed Hosiery Yarn	3.16	3.16	Unch	259	259	Unch
Ne 30/1 Carded Hosiery Yarn	3.08	3.08	Unch	252	252	Unch
Ne 30/1 Combed Hosiery Yarn	3.22	3.22	Unch	264	264	Unch
Ne 32/1 Carded Weaving Yarn	3.14	3.14	Unch	257	257	Unch
Ne 34/1 Combed Hosiery Yarn	3.44	3.44	Unch	282	282	Unch
Ne 40/1 Combed Hosiery Yarn	3.59	3.59	Unch	294	294	Unch
Ne 40/1 Carded Weaving Yarn	3.35	3.35	Unch	274	274	Unch
Ne 30/2 Carded Hosiery Yarn	3.35	3.35	Unch	274	274	Unch
Ne 32/2 Combed Knitting Yarn	3.75	3.75	Unch	307	307	Unch
Ne 32/2 Carded Hosiery Yarn	3.41	3.41	Unch	279	279	Unch
Ne 40/2 Combed Hosiery Yarn	4.14	4.14	Unch	339	339	Unch
Ne 30/1 Combed Compact Weaving Yarn	3.41	3.41	Unch	279	279	Unch
Ne 40/1 Combed Compact Weaving Yarn	3.71	3.71	Unch	304	304	Unch
Ne 50/1 Combed Compact Weaving Yarn	4.02	4.02	Unch	329	329	Unch
Ne 16/1 Open End Yarn	2.37	2.37	Unch	194	194	Unch
Ne 21/1 Open End Yarn	2.55	2.55	Unch	209	209	Unch
Ne 24/1 Open End Yarn	2.86	2.86	Unch	234	234	Unch

**Cottonseed and Oilcake Prices**

<b>Cotton Seed Oil Cake Prices</b>		<b>Prices (Rs./Quintal)</b>		<b>Change</b>
<b>State</b>	<b>Market</b>	<b>16-Mar-23</b>	<b>15-Mar-23</b>	
Punjab	Bhatinda (Pakki)	3180	3180	Unch
Punjab	Ludiana	3680	3680	Unch
Haryana	Sirsa	3175	3175	Unch
Haryana	Hisar	3200	3200	Unch
Rajasthan	Hanumangarh	3150	3150	Unch
Rajasthan	Vijaynagar	3150	3150	Unch
Madhya Pradesh	Indore	3050	3050	Unch
Madhya Pradesh	Khargone	2925	2925	Unch
Maharashtra	Wani	2925	2925	Unch
Maharashtra	Malkapur	2825	2825	Unch
Telegana	Warangal	2750	2750	Unch
Telegana	Adilabad	2750	2700	50
Karnataka	Dharwad	2800	2800	Unch
Karnatka	Hubli	3050	3050	Unch
Gujarat	Dhasa ,Damnagar,Babra Good Qlty	2850	2850	Unch

<b>Cotton Seed Prices</b>		<b>Prices (Rs./Quintal)</b>		<b>Change</b>
<b>State</b>	<b>Market</b>	<b>#####</b>	<b>15-Mar-23</b>	
Punjab	Mansa	3300	3380	-80
Punjab	Bhatinda	3300	3380	-80
Haryana	Adampur	3500	3500	Unch
Haryana	Charkhi Dadari	3400	3400	Unch
Rajasthan	Hanumangarh	3475	3475	Unch
Rajasthan	Bikaner	3550	3550	Unch
Madhya Pradesh	Sendhwa	3100	3100	Unch
Madhya Pradesh	Barwaha	3000	3000	Unch
Maharastra	Malkapur	3125	3125	Unch
Maharastra	Akot	3270	3275	-5
Telegana	Madnoor	3075	3080	-5
Telegana	Jangaon	3050	3050	Unch
Karnatka	Bijapur	2950	2900	50
Karnatka	Hubli	2950	2900	50
Gujarat	Mahuva,Rajula,S.Kundla,UNA	2900	2900	Unch
Gujarat	Kadi	3000	2975	25



Daily Futures Price Listing Tuesday, Mar 14th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
<a href="#">23-May</a>	230314	80.6	82.49	80.3	81.37	0.19	15573	95288	2417
<a href="#">23-Jul</a>	230314	81.55	83.08	80.87	81.93	0.28	8,065	44,981	-1359
<a href="#">23-Oct</a>	230314	82.79	82.79	82.34	82.34	0.30	22	19	2
<a href="#">23-Dec</a>	230314	82.08	83.47	81.59	82.66	0.40	4438	43,039	1291
<a href="#">24-Mar</a>	230314	81.53	83.07	81.29	82.2	0.30	303	4,098	50
<a href="#">24-May</a>	230314	82	82.69	81.41	81.86	0.33	40	902	130
Total Volume and Open Interest							28,471	191,458	2,524

Source: MRCI

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