

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed mixed trend across India today. MCX cotton spot price traded lower at Rs. 60,960/candy on Friday. ICE cotton futures closed red on Thursday.

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 15th 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 28th 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.

Cotton Balance Sheet	2021-22	2022-23
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
Source: CAI; unit- Lakh Bales		

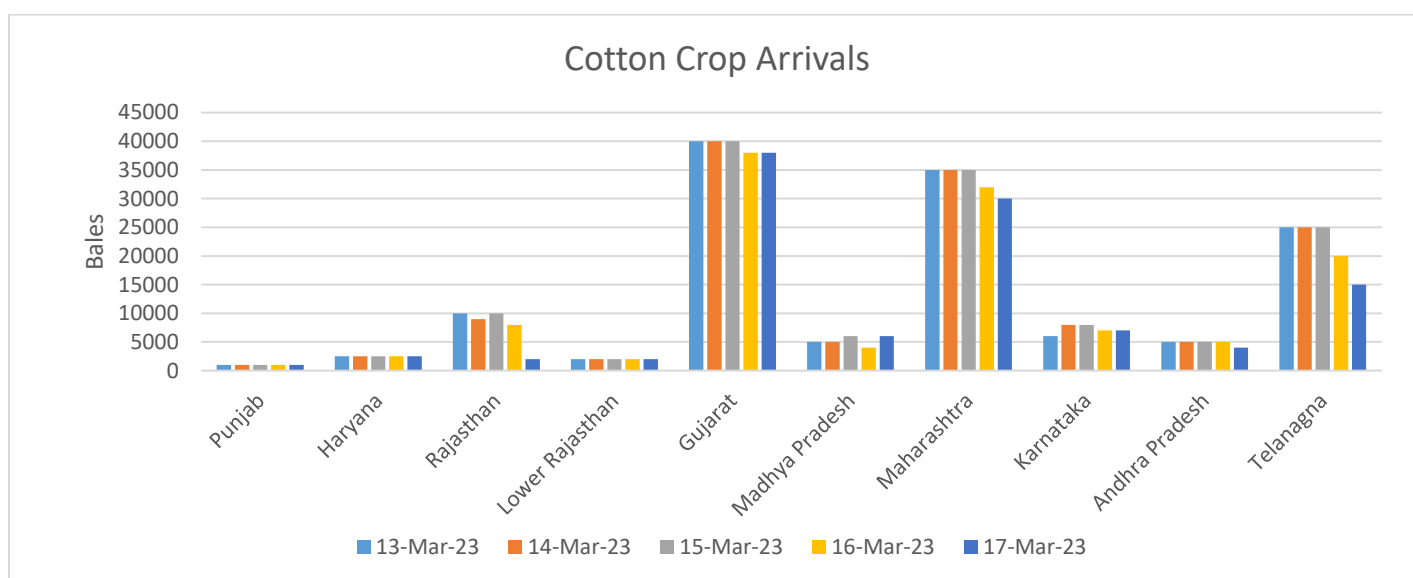
The Cotton Corporation of India (CCI) will procure fair average quality (FAQ) grade cotton from farmers till 31st March 2023 for the 2022-2023 cotton season.

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.

Weather Forecast

Heavy rainfall at isolated places over Coastal Andhra Pradesh, Yanam, Odisha and Telangana. Thunderstorms accompanied with lightning at isolated places over East Madhya Pradesh, Vidarbha, Chhattisgarh, Bihar, Odisha, Telangana, and with lightening & hail at isolated places over Jharkhand, Gangetic West Bengal, and with lightning at isolated places over Jammu & Kashmir, Ladakh, Gigit-Baltistan, Muzaffarabad, Uttar Pradesh, West Madhya Pradesh, Arunachal Pradesh, Gujarat State, Madhya Maharashtra, Marathwada, South Interior Karnataka, Tamil Nadu, Pondicherry, Karikal.

All India New Cotton Crop: Bales



NCDEX Cottonseed Oilcake

Expiry Date	Open	High	Low	Close	Change
Mar-23	2643	2696	2628	2625	+51
Apr-23	2662	2712	2651	2645	+53
May-23	2699	2699	2699	2621	+78

International Cotton Fundamentals:

The Cotlook A index was at 95.80 cents/lb. The AWP for cotton was 68.58 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
May-23	79.16	+5



Jul-23	79.7	-11
Oct-23	80.63	-32

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	17-Mar-23	16-Mar-23	
Gujarat	Ahmedabad	Shankar-6	7800	7800	Unch
	Gondal	Shankar-6	7880	7805	75
	Rajkot	B.T. Cotton	8050	8000	50
	Patan	B.T. Cotton	7950	7850	100
	Kadi	B.T. Cotton	7800	7750	50
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	NA	NA	-
Haryana	Bhiwani	B.T. Cotton	7700	7700	Unch
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	7765	7750	15
	Fatehabad	B.T. Cotton	7690	7615	75
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	7690	NA	-
	Dabwali	B.T. Cotton	NR	7450	-
Rajasthan	Hanumangarh	B.T. Cotton	Closed	7600	-
	Rawatsar	B.T. Cotton	7850	7900	-50
Madhya Pradesh	Khandwa	Mech-1	7900	7800	100
	Khargaon	Mech-1	NA	7725	-
Maharashtra	Amravati	Mech-1	7750	7800	-50
	Jamner	Medium Staple	NA	NA	-
Telangana	Adilabad	Un-Ginned	7380	7280	100
Andhra Pradesh	Adoni	Un-Ginned	7492	7539	-47
Karnataka	Bijapur	Bunny	7890	7870	20
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	7700	7750	-50
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	17-Mar-23	16-Mar-23	
Punjab	Bhatinda	J-34	6175	6200	-25
	Abohar	J-34	6175	6200	-25
	Mansa	J-34	6000	6000	Unch
Haryana	Sirsa	J-34	6075	6100	-25
Rajasthan	Sri-Ganganagar	J-34	6110	NA	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	17-Mar-23	16-Mar-23	
Gujarat	Ahmedabad	Shankar-6	59500	59500	Unch
	Gondal	Shankar-6	7250	7150	100
	Rajkot	B.T. Cotton	1900	1800	100
	Patan	B.T. Cotton	3865	1645	2220

	Kadi	B.T. Cotton	20000	15000	5000
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	NA	NA	-
Haryana	Bhiwani	B.T. Cotton	400	400	Unch
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	NA	1020	-
	Fatehabad	B.T. Cotton	450	250	200
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	NR	NA	-
	Dabwali	B.T. Cotton	NR	NA	-
Rajasthan	Hanumangarh	B.T. Cotton	500	1000	-500
	Rawatsar	B.T. Cotton	500	1000	-500
Madhya Pradesh	Khandwa	Mech-1	2500	1500	1000
	Khargaon	Mech-1	NA	3500	-
Maharashtra	Amravati	Mech-1	20000	22000	-2000
	Jamner	Medium Staple	NA	NA	-
Telangana	Adilabad	Un-Ginned	51321.6	82558.2	-31236.6
Andhra Pradesh	Adoni	Un-Ginned	758	788	-30
Karnataka	Bijapur	Bunny	1261	1884	-623
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	13	15	-2
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	17-Mar-23	16-Mar-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	340	680	-340
	Mansa	J-34	85	85	Unch
Haryana	Sirsa	J-34	425	510	-85
Rajasthan	Sri-Ganganagar	J-34	2000	NA	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	17-Mar-23	16-Mar-23	
Gujarat	Rajkot	Rs. /10 Kg.	1000	990	10
Delhi	New Delhi	Rs. /10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs. /10 Kg.	NA	1010	-
Maharashtra	Mumbai	Rs. /10 Kg.	1030	1030	Unch

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	17-Mar-23	16-Mar-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2659	2612	47
Maharashtra	Akola	Rs./Qtl	2686	2654	32



INTERNATIONAL PRICES AND INDICES

China Cotton Index:

Index	Unit	16-Mar-23	15-Mar-23	Change
CCIndex(328)	RMB/Ton	15447	15445	2
CCIndex(527)	RMB/Ton	14137	14141	-4
CCIndex(229)	RMB/Ton	15754	15770	-16
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	16-Mar-23	15-Mar-23	Change
FC Index (S)	Cents/lb	93.85	96.15	-2.30
FC Index (M)	Cents/lb	92.63	95.03	-2.40
FC Index (L)	Cents/lb	91.63	94.03	-2.40

Cotlook Index:

Cotlook Indices	Unit	16-Mar-23	15-Mar-23	Change
A-Index	Cents/Pound	93.55	96.15	-2.60

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		15-Mar-23	15-Mar-23	Bales
Southeast	cents/lb.	79.11	81.36	0
North Delta	cents/lb.	78.11	80.36	0
South Delta	cents/lb.	78.11	80.36	0
East TX-OK	cents/lb.	75.86	77.61	2945
West Texas	cents/lb.	75.86	77.36	1506
Desert SW	cents/lb.	75.11	77.36	0
SJ Valley	cents/lb.	75.36	84.26	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
				16-Mar-23	15-Mar-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	63900	64500	-600
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	64400	65000	-600

J-34(202)	26mm	3.5 - 4.9	23	58800	59300	-500
H-4/ MECH-1(105)	28mm	3.5 – 4.9	27	58000	58400	-400
Shankar-6(105)	29mm	3.5 – 4.9	28	60900	61300	-400
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	61600	62000	-400
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	17-Mar-23	15-Mar-23	Change	17-Mar-23	15-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

Cotton Seed Oil Cake Prices		Prices (Rs./Quintal)		Change
State	Market	17-Mar-23	16-Mar-23	
Punjab	Bhatinda (Pakki)	3180	3180	Unch
Punjab	Ludiana	3680	3680	Unch
Haryana	Sirsa	3200	3175	25
Haryana	Hisar	3225	3200	25
Rajasthan	Hanumangarh	3175	3150	25
Rajasthan	Vijaynagar	3175	3150	25
Madhya Pradesh	Indore	3125	3050	75
Madhya Pradesh	Khargone	3000	2925	75
Maharashtra	Wani	3000	2925	75
Maharashtra	Malkapur	3050	2825	225
Telegana	Warangal	2850	2750	100
Telegana	Adilabad	2800	2750	50
Karnataka	Dharwad	2800	2800	Unch
Karnatka	Hubli	3050	3050	Unch
Gujarat	Dhasa ,Damnagar,Babra Good Qlty	2933	2850	83

Cotton Seed Prices		Prices (Rs./Quintal)		Change
State	Market	17-Mar-23	16-Mar-23	
Punjab	Mansa	3300	3300	Unch
Punjab	Bhatinda	3300	3300	Unch
Haryana	Adampur	3525	3500	25
Haryana	Charkhi Dadari	3425	3400	25
Rajasthan	Hanumangarh	3500	3475	25
Rajasthan	Bikaner	3575	3550	25
Madhya Pradesh	Sendhwa	3125	3100	25
Madhya Pradesh	Barwaha	3100	3000	100
Maharastra	Malkapur	3150	3125	25
Maharastra	Akot	3300	3270	30
Telegana	Madnoor	3125	3075	50
Telegana	Jangaon	3100	3050	50
Karnatka	Bijapur	2950	2950	Unch
Karnatka	Hubli	2950	2950	Unch
Gujarat	Mahuva,Rajula,S.Kundla,UNA	2900	2900	Unch
Gujarat	Kadi	3025	3000	25

Daily Futures Price Listing Thursday, Mar 16th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
23-May	230316	79.25	79.87	77.55	79.16	0.05	20007	91422	-2577
23-Jul	230316	79.88	80.45	78.13	79.7	-0.11	8,407	44,774	-290
23-Oct	230316	80	80.55	80	80.55	-0.25	5	17	-2
23-Dec	230316	81.15	81.49	79.06	80.63	-0.32	4915	44,436	1035
24-Mar	230316	81.06	81.06	78.62	80.02	-0.50	1039	4,012	-153
24-May	230316	79.74	80.04	78.46	79.72	-0.60	169	1028	86
Total Volume and Open Interest							34,738	188,970	-1,775

Source: MRCI

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