

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed slightly bullish trend across India today. MCX cotton spot price traded lower at Rs. 60,720/candy on Tuesday. ICE cotton futures closed red on Monday.

News

Cotton crop was affected due to heavy rainfalls during the last few days. In Nellore, around 129 villages have suffered with the untimely rains. Damage to cotton was recorded at around 250 acres. However around 85% of the cotton crop has been harvested. So, there is very minute damage in cotton.

As per the market sources, Various Cotton associations are demanding that the government should remove 10% import duty on cotton as India's cotton production is lower this year too however, slightly higher from previous season. If the import duty is not removed after June-July it will be difficult for Indian spinning mills to operate.

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.

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		

Weather Forecast

As per IMD latest press release, a thunderstorm with hailstorm is expected over northwest, Central and eastern India between 21st March – 25th March 2023.

Thunderstorm/lightning/gusty winds & Hailstorm is expected as on:

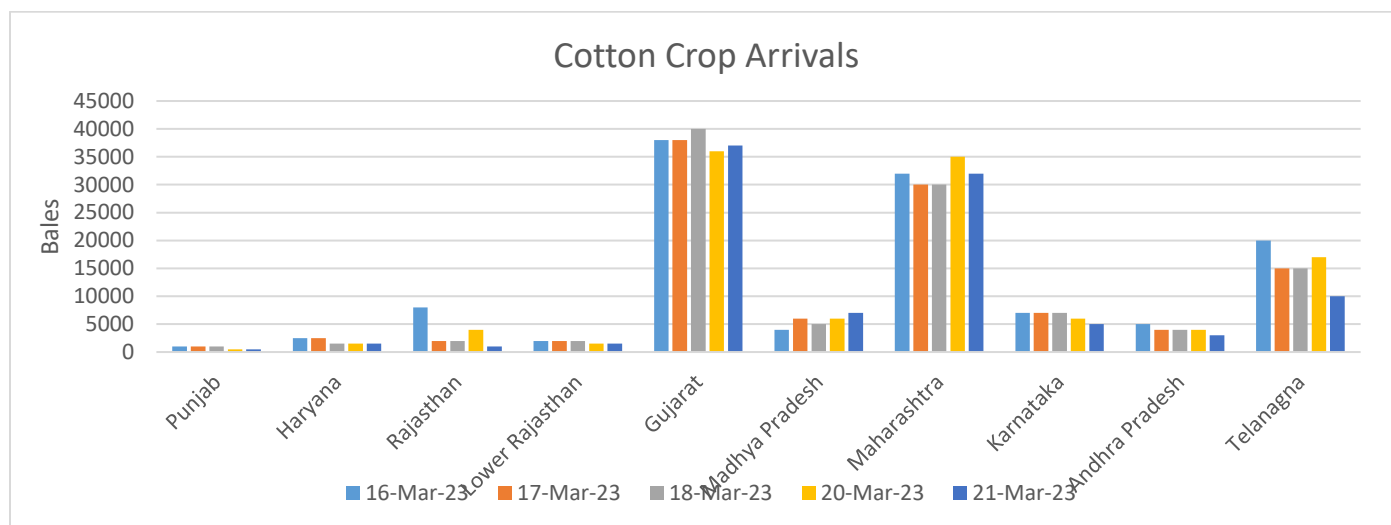
21st March: Uttarakhand, East Uttar Pradesh, Gangetic West Bengal, Jharkhand, Odisha

23rd March: Uttarakhand and West Rajasthan

24th March: Himachal Pradesh, Uttarakhand, Punjab and Haryana

Heavy rainfall at isolated places over Arunachal Pradesh, Assam & Meghalaya. Thunderstorms accompanied with lightning at isolated places over Assam & Meghalaya, West Rajasthan, Gangetic West Bengal, Nagaland, Manipur, Mizoram, Tripura, Tamil Nadu, Pondicherry, Karaikal.

All India Cotton Crop: Bales



Source: Agriwatch

Monthly Cotton Arrivals (Quintals)		
Month	2022-23	2021-22
October	221781.4	538545.0
November	533163.3	737053.0
December	594717.2	957791.6
January	653753.1	817268.2
February	572948.1	626181.7

Source: Agmarknet

NCDEX Cottonseed Oilcake

Expiry Date	Open	High	Low	Close	Change
Apr-23	2681	2730	2662	2684	+24
May-23	2703	2745	2685	2712	+15

International Cotton Fundamentals:

The Cotlook A index was at 93.55 cents/lb. The AWP for cotton was 68.58 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
May-23	77.22	-61
Jul-23	77.70	-74



Oct-23	78.81	-70
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According to the National Food Security and Research, Pakistan cotton production is expected to fall to 4.78 million bales against the target of 9 million bales. The floods last year have affected the standing cotton crop. Lower cotton production has also hampered the textile industry. NFSR has proposed to fix the cotton intervention price at PKR 8,500/40kg to revive cotton production, bring about stability in the domestic cotton market

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	21-Mar-23	20-Mar-23	
Gujarat	Ahmedabad	Shankar-6	7750	7800	-50
	Gondal	Shankar-6	7805	8055	-250
	Rajkot	B.T. Cotton	8170	8250	-80
	Patan	B.T. Cotton	8035	8100	-65
	Kadi	B.T. Cotton	7900	7900	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	7705	7710	-5
Haryana	Bhiwani	B.T. Cotton	7700	7700	Unch
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	7695	7800	-105
	Fatehabad	B.T. Cotton	7720	7740	-20
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	NR	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	7800	NA	-
	Rawatsar	B.T. Cotton	7850	7850	Unch
Madhya Pradesh	Khandwa	Mech-1	Closed	7800	-
	Khargaon	Mech-1	Closed	NA	-
Maharashtra	Amravati	Mech-1	7850	7850	Unch
	Jamner	Medium Staple	NA	NA	-

Telangana	Adilabad	Un-Ginned	NA	NA	-
Andhra Pradesh	Adoni	Un-Ginned	NA	7516	-
Karnataka	Bijapur	Bunny	7940	7929	11
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NA	7600	-
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	21-Mar-23	20-Mar-23	
Punjab	Bhatinda	J-34	6175	6200	-25
	Abohar	J-34	6175	6200	-25
	Mansa	J-34	6200	6200	Unch
Haryana	Sirsa	J-34	6075	6075	Unch
Rajasthan	Sri-Ganganagar	J-34	6016	6016	Unch

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	21-Mar-23	20-Mar-23	
Gujarat	Ahmedabad	Shankar-6	51000	51000	Unch
	Gondal	Shankar-6	7400	7400	Unch
	Rajkot	B.T. Cotton	3200	3400	-200
	Patan	B.T. Cotton	4015	3400	615
	Kadi	B.T. Cotton	25000	30000	-5000
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	435	385	50
Haryana	Bhiwani	B.T. Cotton	400	600	-200
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	NA	850	-
	Fatehabad	B.T. Cotton	100	250	-150
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	NR	NR	-
	Dabwali	B.T. Cotton	NR	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	500	500	Unch
	Rawatsar	B.T. Cotton	500	500	Unch
Madhya Pradesh	Khandwa	Mech-1	Closed	2500	-
	Khargaon	Mech-1	Closed	NA	-
Maharashtra	Amravati	Mech-1	22000	22000	Unch
	Jamner	Medium Staple	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Andhra Pradesh	Adoni	Un-Ginned	NA	593	-
Karnataka	Bijapur	Bunny	97	2050	-1953
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NA	13	-
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	21-Mar-23	20-Mar-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	340	425	-85



	Mansa	J-34	85	85	Unch
Haryana	Sirsa	J-34	170	340	-170
Rajasthan	Sri-Ganganagar	J-34	500	500	Unch

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	21-Mar-23	20-Mar-23	
Gujarat	Rajkot	Rs. /10 Kg.	1000	1000	Unch
Delhi	New Delhi	Rs. /10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs. /10 Kg.	1010	1010	Unch
Maharashtra	Mumbai	Rs. /10 Kg.	1035	1030	5

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	21-Mar-23	20-Mar-23	
Gujarat	Maheana (Kadi)	Rs./Qtl	2720	2720	1
Maharashtra	Akola	Rs./Qtl	2706	2713	-6

INTERNATIONAL PRICES AND INDICES

China Cotton Index:

Index	Unit	21-Mar-23	20-Mar-23	Change
CCIndex(328)	RMB/Ton	15238	15226	12
CCIndex(527)	RMB/Ton	13913	13921	-8
CCIndex(229)	RMB/Ton	15554	15547	7

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

China Foreign Cotton (FCE) Index :

Index	Unit	21-Mar-23	20-Mar-23	Change
FC Index (S)	Cents/lb	91.86	92.83	-0.97
FC Index (M)	Cents/lb	90.6	91.6	-1.00
FC Index (L)	Cents/lb	89.6	90.59	-0.99

Cotlook Index:

Cotlook Indices	Unit	20-Mar-23	18-Mar-23	Change
A-Index	Cents/Pound	93.2	Closed	-

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		20-Mar-23	20-Mar-23	Bales
Southeast	cents/lb.	77.22	79.47	199
North Delta	cents/lb.	76.22	78.47	0



South Delta	cents/lb.	76.22	78.47	0
East TX-OK	cents/lb.	73.97	75.72	0
West Texas	cents/lb.	73.97	75.47	513
Desert SW	cents/lb.	73.22	75.47	0
SJ Valley	cents/lb.	73.47	82.37	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
				20-Mar-23	18-Mar-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	64500	64500	Unch
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	65000	65000	Unch
J-34(202)	26mm	3.5 - 4.9	23	58600	58800	-200
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	58000	58000	Unch
Shankar-6(105)	29mm	3.5 - 4.9	28	60900	60900	Unch
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	61500	61500	Unch
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	21-Mar-23	20-Mar-23	Change	21-Mar-23	20-Mar-23	Change
Varieti y	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	NA	-	234	NA	-

Cottonseed and Oilcake Prices

Cotton Seed Oil Cake Prices		Prices (Rs./Quintal)		Change
State	Market	21-Mar-23	20-Mar-23	
Punjab	Bhatinda (Pakki)	3180	3180	Unch
Punjab	Ludiana	3680	3680	Unch
Haryana	Sirsa	3200	3200	Unch
Haryana	Hisar	3225	3225	Unch
Rajasthan	Hanumangarh	3175	3175	Unch
Rajasthan	Vijaynagar	3175	3175	Unch
Madhya Pradesh	Indore	3150	3150	Unch
Madhya Pradesh	Khargone	3050	3050	Unch
Maharashtra	Wani	3050	3050	Unch
Maharashtra	Malkapur	3100	3100	Unch
Telegana	Warangal	2850	2850	Unch
Telegana	Adilabad	2800	2800	Unch
Karnataka	Dharwad	2800	2800	Unch
Karnatka	Hubli	3050	3050	Unch
Gujarat	Dhasa ,Damnagar,Babra Good Qlty	2983	2983	Unch

Cotton Seed Prices		Prices (Rs./Quintal)		Change
State	Market	21-Mar-23	20-Mar-23	
Punjab	Mansa	3300	3300	Unch
Punjab	Bhatinda	3300	3300	Unch
Haryana	Adampur	3525	3525	Unch
Haryana	Charkhi Dadari	3425	3425	Unch
Rajasthan	Hanumangarh	3500	3500	Unch
Rajasthan	Bikaner	3575	3575	Unch
Madhya Pradesh	Sendhwa	3125	3125	Unch
Madhya Pradesh	Barwaha	3100	3100	Unch
Maharastra	Malkapur	3100	3100	Unch
Maharastra	Akot	3250	3250	Unch
Telegana	Madnoor	3125	3125	Unch

Telegana	Jangaon	3100	3100	Unch
Karnatka	Bijapur	2950	2950	Unch
Karnatka	Hubli	2950	2950	Unch
Gujarat	Mahuva,Rajula,S.Kundla,UNA	3000	2975	25
Gujarat	Kadi	3150	3025	125

Daily Futures Price Listing Monday, Mar 20th, 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
23-May	230320	77.6	79.49	76.68	77.22	-0.61	20984	91606	-437
23-Jul	230320	78.44	80	77.23	77.7	-0.74	8,488	44,677	27
23-Oct	230320	78.9	78.9	78.85	78.85	-0.71	1	16	0
23-Dec	230320	79.25	80.92	78.25	78.81	-0.70	6383	45,384	125
24-Mar	230320	79.61	80.18	78.02	78.52	-0.48	1290	4,462	355
24-May	230320	79.29	79.29	77.95	78.39	-0.35	159	1110	42
Total Volume and Open Interest							37,785	190,998	323

Source: MRCI

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