

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed slightly bullish trend across India today. MCX cotton spot price traded higher at Rs. 60,740/candy on Wednesday. ICE cotton futures closed green on Tuesday.

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

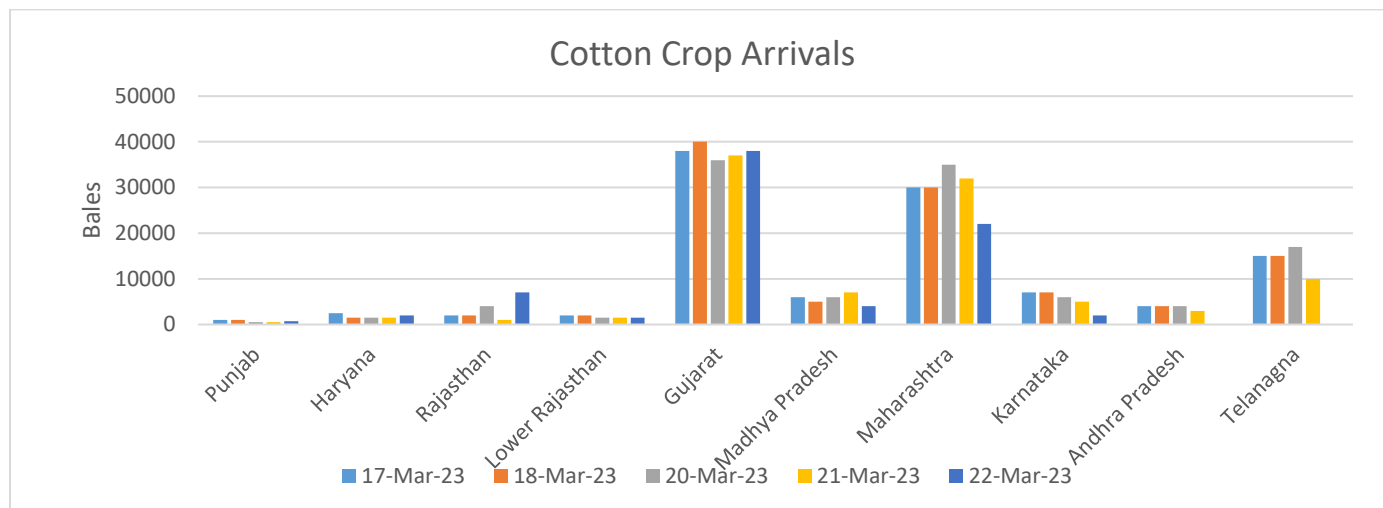
23rd March: Uttarakhand and West Rajasthan

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

Thunderstorms accompanied with lightning at isolated places over Punjab, Haryana, West Rajasthan, and with lightening at isolated places over Jammu & Kashmir, Ladakh, Gilgit-Baltistan, Muzaffarabad, Himachal Pradesh,

East Rajasthan, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, Gujarat state, Coastal Andhra Pradesh and Yanam.

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	2700	2747	2695	2709	+33
May-23	2730	2769	2730	2726	+40

International Cotton Fundamentals:

The Cotlook A index was at 92.30 cents/lb. The AWP for cotton was 68.58 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
May-23	77.85	+63
Jul-23	78.45	+75
Oct-23	79.54	+73

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	22-Mar-23	21-Mar-23		
Gujarat	Ahmedabad	Shankar-6	7850	7750	100	
	Gondal	Shankar-6	8055	7805	250	
	Rajkot	B.T. Cotton	8240	8170	70	
	Patan	B.T. Cotton	8035	8035	Unch	
	Kadi	B.T. Cotton	7900	7900	Unch	
	Deesa	B.T. Cotton	NA	NA	-	
	Dhrol	B.T. Cotton	NA	7705	-	
Haryana	Bhiwani	B.T. Cotton	7700	7700	Unch	
	Bhiwani	Desi	NA	NA	-	
	Adampur	B.T. Cotton	NR	7695	-	
	Fatehabad	B.T. Cotton	7720	7720	Unch	
	Jind	B.T. Cotton	NR	NR	-	
	Uchana	B.T. Cotton	NA	NA	-	
	Dabwali	B.T. Cotton	NR	NR	-	
Rajasthan	Hanumangarh	B.T. Cotton	7715	7800	-85	
	Rawatsar	B.T. Cotton	7850	7850	Unch	
Madhya Pradesh	Khandwa	Mech-1	Closed	Closed	-	
	Khargaon	Mech-1	Closed	Closed	-	
Maharashtra	Amravati	Mech-1	7750	7850	-100	
	Jamner	Medium Staple	NA	NA	-	
	Hathras	Desi	Closed	NA	-	

Telangana	Adilabad	Un-Ginned	0	NA	-
Andhra Pradesh	Adoni	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	NA	7940	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NA	NA	-
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	22-Mar-23	21-Mar-23	
Punjab	Bhatinda	J-34	6200	6175	25
	Abohar	J-34	6175	6175	Unch
	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	22-Mar-23	21-Mar-23	
Gujarat	Ahmedabad	Shankar-6	51000	51000	Unch
	Gondal	Shankar-6	7350	7400	-50
	Rajkot	B.T. Cotton	3400	3200	200
	Patan	B.T. Cotton	3730	4015	-285
	Kadi	B.T. Cotton	30000	25000	5000
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	NA	435	-
Haryana	Bhiwani	B.T. Cotton	1000	400	600
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	NR	NA	-
	Fatehabad	B.T. Cotton	250	100	150
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	NR	NR	-
	Dabwali	B.T. Cotton	NR	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	1000	500	500
	Rawatsar	B.T. Cotton	1000	500	500
Madhya Pradesh	Khandwa	Mech-1	Closed	Closed	-
	Khargaon	Mech-1	Closed	Closed	-
Maharashtra	Amravati	Mech-1	20000	22000	-2000
	Jamner	Medium Staple	NA	NA	-
Karnataka	Bijapur	Bunny	NA	97	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NA	NA	-
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	22-Mar-23	21-Mar-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	850	340	510
	Mansa	J-34	85	85	Unch
Haryana	Sirsa	J-34	340	170	170



Rajasthan	Sri-Ganganagar	J-34	500	500	Unch
-----------	----------------	------	-----	-----	------

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	22-Mar-23	21-Mar-23	
Gujarat	Rajkot	Rs. /10 Kg.	1000	1000	Unch
Delhi	New Delhi	Rs. /10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs. /10 Kg.	1000	1010	-10
Maharashtra	Mumbai	Rs. /10 Kg.	1025	1035	-10

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	22-Mar-23	21-Mar-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2716	2720	-4
Maharashtra	Akola	Rs./Qtl	2734	2706	28

INTERNATIONAL PRICES AND INDICES

China Cotton Index:

Index	Unit	22-Mar-23	21-Mar-23	Change
CCIndex(328)	RMB/Ton	15223	15238	-15
CCIndex(527)	RMB/Ton	13900	13913	-13
CCIndex(229)	RMB/Ton	15531	15554	-23

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

China Foreign Cotton (FCE) Index :

Index	Unit	22-Mar-23	21-Mar-23	Change
FC Index (S)	Cents/lb	92.56	91.86	0.70
FC Index (M)	Cents/lb	91.3	90.6	0.70
FC Index (L)	Cents/lb	90.3	89.6	0.70

Cotlook Index:

Cotlook Indices	Unit	21-Mar-23	18-Mar-23	Change
A-Index	Cents/Pound	91.8	Closed	-

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		21-Mar-23	21-Mar-23	Bales
Southeast	cents/lb.	77.85	80.1	0
North Delta	cents/lb.	76.85	79.1	0
South Delta	cents/lb.	76.85	79.1	0

East TX-OK	cents/lb.	74.6	76.35	1143
West Texas	cents/lb.	74.6	76.1	635
Desert SW	cents/lb.	73.85	76.1	0
SJ Valley	cents/lb.	74.1	83	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
				21-Mar-23	20-Mar-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	64600	64500	100
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	65100	65000	100
J-34(202)	26mm	3.5 - 4.9	23	58600	58600	Unch
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	58000	58000	Unch
Shankar-6(105)	29mm	3.5 - 4.9	28	60400	60900	-500
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

Cottonseed and Oilcake Prices

Cotton Seed Oil Cake Prices		Prices (Rs./Quintal)		Change
State	Market	22-Mar-23	21-Mar-23	
Punjab	Bhatinda (Pakki)	3250	3180	70
Punjab	Ludiana	3450	3680	-230
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	22-Mar-23	21-Mar-23	
Punjab	Mansa	3380	3300	80
Punjab	Bhatinda	3350	3300	50
Haryana	Adampur	3525	3525	Unch
Haryana	Charkhi Dadari	3425	3425	Unch
Rajasthan	Hanumangarh	3500	3500	Unch
Rajasthan	Bikaner	3575	3575	Unch
Madhya Pradesh	Sendhwa	3175	3125	50
Madhya Pradesh	Barwaha	3150	3100	50
Maharastra	Malkapur	3130	3100	30
Maharastra	Akot	3280	3250	30
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	3025	3000	25
Gujarat	Kadi	3200	3150	50

Daily Futures Price Listing Tuesday, Mar 21st 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
23-May	230321	77.3	79.16	77.22	77.85	0.63	20984	94036	2430
23-Jul	230321	78	79.61	77.78	78.45	0.75	8,488	45,721	1044
23-Oct	230321	79.61	79.61	79.61	79.61	0.76	1	16	0
23-Dec	230321	78.8	80.53	78.8	79.54	0.73	6383	45,943	559
24-Mar	230321	78.99	80.12	78.9	79.5	0.98	1290	4,511	49
24-May	230321	78.92	79.93	78.92	79.39	1.00	159	1179	69
Total Volume and Open Interest							37,788	195,248	4,250

Source: MRCI

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness, and correctness. The use of data and information contained in this report is at your own risk. This document is not, and should not be construed as an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed, or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors, and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at © 2023 Indian Agribusiness Systems Ltd.