

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed mixed trend across India today. MCX cotton spot price traded higher at Rs. 62,780 per candy on Wednesday. ICE cotton futures closed green on Tuesday.

News

- The Cotton Association of India in its latest estimate of the cotton crop for 2022-23 season has reduced its cotton production estimate by 10 lakh bales to 303 lakh bales from 313 lakh bales with reduction in Punjab, Maharashtra, Telangana, and Andhra Pradesh.
- Cotton imports were increased at 15 lakh bales whereas exports were reduced to 25 lakh bales from previous 30 lakh bales. Domestic consumption was estimated at 311 lakh bales. Overall, the ending stock for the 2022-23 season was estimated at 13.89 lakh bales. As per Cotton Association of India, Cotton arrivals between October 2022 to March 2023 were estimated at 190.63 lakh bales.

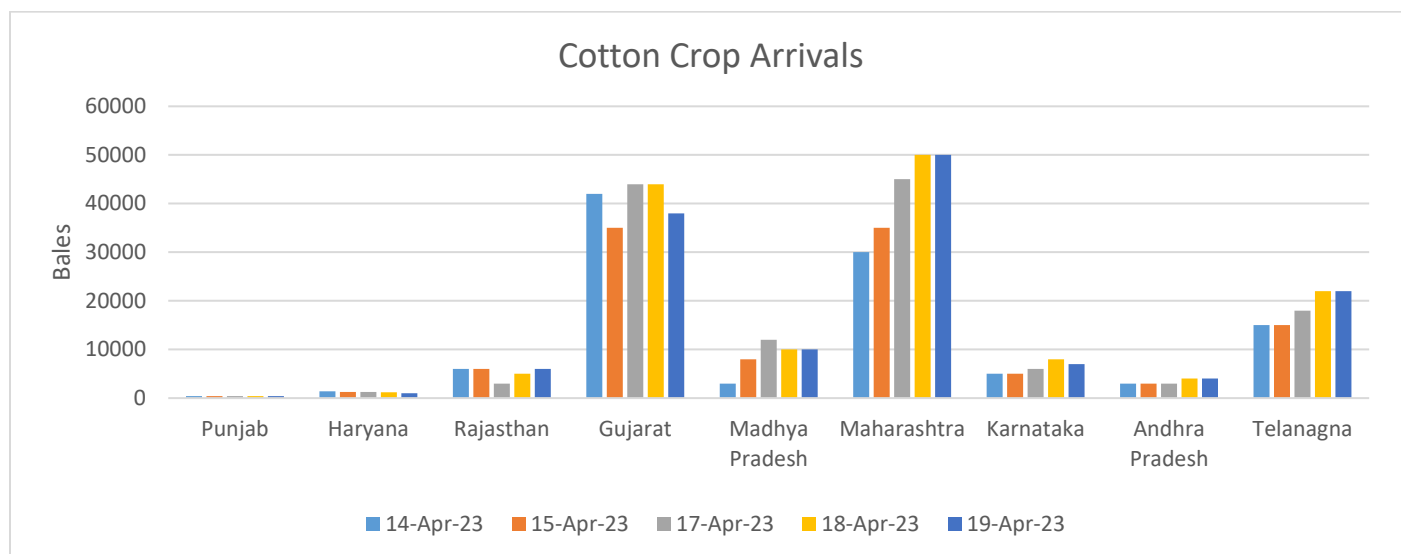
Cotton Balance Sheet	2021-22	2022-23
Opening Stock	71.84	31.89
Production	307.05	303.00
Imports	14	15
Domestic Consumption	318	311
Exports	43	25
Closing Stock	31.89	13.89
Source: CAI; unit- Lakh Bales		

- AgriWatch has estimated cotton production at 334 lakh bales for the 2022-23 season. We expect that about 40-45% of the cotton stock is still with farmers which may get released in the coming months.
- Cotton exports in India is likely to decline to a 19-year low in the 2022-23 season due to poor demand from importing nations in view of the economic slowdown in the US and Europe.
- According to Cotton Association of India, Indian cotton prices are currently prevailing at Rs. 62,500-63,000 per candy. It is expected that the rates may trade steady now but after May month, cotton arrivals are expected to reduce and cotton prices may trade upward. Cotton prices may touch Rs 70,000-75,000 per candy in June-July in coming months

Weather Forecast

Thunderstorms accompanied with lightning at isolated places over Punjab, Haryana, Chandigarh, Delhi, Madhya Pradesh, Arunachal Pradesh, Assam, Meghalaya, Nagaland, Manipur, Mizoram, Tripura, Coastal Andhra Pradesh, and Telangana and with lightening at isolated places over Jammu, Kashmir, Ladakh, Gilgit, Baltistan, Muzaffarabad, Himachal Pradesh, West Uttar Pradesh, Madhya Maharashtra and Marathwada.

All India Cotton Crop: Bales



Source: Agriwatch

NCDEX Cottonseed Oilcake

Expiry Date	Open	High	Low	Close	Change
Apr-23	2702	2702	2665	2702	-22
May-23	2730	2740	2691	2732	-35

International Cotton Fundamentals:

The Cotlook A index was at 96.85 cents/lb. The AWP for cotton was 70.05 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
May-23	83.3	+44
Jul-23	83.28	+35
Oct-23	82.88	+8

- According to the market sources, Pakistan cotton spot rate has increased by Rs 200 per maund during the week ending and closed it at Rs 19,700 per maund. The local cotton market remained bullish and the trading volume remained satisfactory.
- According to USDA, WASDE April 2023 report, U.S. cotton supply and demand forecasts show higher exports and lower ending stocks relative to last month, with production and domestic mill use unchanged for the 2022-23 season. The export forecast is raised 200,000 bales, to 12.2 million, based on the pace of recent sales and shipments. Further, ending stocks are forecast at 4.1 million bales, equivalent to 29% of total disappearance.

Cotton Yarn

- Due to rise in Fibre prices, south Indian yarn prices have increased by Rs. 4-6 per kg yesterday. Tripura market witnessed increase in demand for cotton yarn. In the Tiruppur market, 30 count combed cotton yarn was traded at Rs. 280-285 per kg, 34 count combed at Rs.292-297 per kg, and 40 count combed at Rs.308-312 per kg.
- The Bangladesh Textile Mills Association (BTMA) had temporary halt on cotton yarn import for use by the readymade garment (RMG) industry to retain forex reserves and to boost value addition.

DOMESTIC COTTON PRICES AND ARRIVALS

Cotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	19-Apr-23	18-Apr-23	
Gujarat	Ahmedabad	Shankar-6	8500	8375	125
	Gondal	Shankar-6	8355	8355	Unch
	Rajkot	B.T. Cotton	3460	8425	-4965
	Patan	B.T. Cotton	8200	8255	-55
	Kadi	B.T. Cotton	8500	8500	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	8100	8120	-20
Haryana	Bhiwani	B.T. Cotton	8050	8000	50
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	8060	8050	10
	Fatehabad	B.T. Cotton	7750	7795	-45
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	NR	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	8100	8100	Unch

	Rawatsar	B.T. Cotton	8100	8090	10
Madhya Pradesh	Khandwa	Mech-1	7900	7900	Unch
	Khargaon	Mech-1	7800	7820	-20
Maharashtra	Amravati	Mech-1	7950	7950	Unch
	Jamner	Medium Staple	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	7510	-
Andhra Pradesh	Adoni	Un-Ginned	8064	8201	-137
Karnataka	Bijapur	Bunny	8260	8230	30
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	8100	8100	Unch
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	19-Apr-23	18-Apr-23	
Punjab	Bhatinda	J-34	6425	6375	50
	Abohar	J-34	6425	6375	50
	Mansa	J-34	6200	6200	Unch
Haryana	Sirsa	J-34	6350	6350	Unch
Rajasthan	Sri-Ganganagar	J-34	NR	6228	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	19-Apr-23	18-Apr-23	
Gujarat	Ahmedabad	Shankar-6	68000	68000	Unch
	Gondal	Shankar-6	7725	7700	25
	Rajkot	B.T. Cotton	2800	2700	100
	Patan	B.T. Cotton	5695	6045	-350
	Kadi	B.T. Cotton	35000	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	69	94	-25
Haryana	Bhiwani	B.T. Cotton	800	600	200
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	408	510	-102
	Fatehabad	B.T. Cotton	15	25	-10
	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	4000	5000	-1000
	Khargaon	Mech-1	8900	10500	-1600
Maharashtra	Amravati	Mech-1	24000	22000	2000
	Jamner	Medium Staple	NA	NA	-

Telangana	Adilabad	Un-Ginned	NA	116440.8	-
Andhra Pradesh	Adoni	Un-Ginned	2101	1639	462
Karnataka	Bijapur	Bunny	4014	2971	1043
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	16	15	1
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	19-Apr-23	18-Apr-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	NA	255	-
	Mansa	J-34	102	102	Unch
Haryana	Sirsa	J-34	170	85	85
Rajasthan	Sri-Ganganagar	J-34	NR	100	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	19-Apr-23	18-Apr-23	
Gujarat	Rajkot	Rs. /10 Kg.	1025	1020	5
Delhi	New Delhi	Rs. /10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs. /10 Kg.	NA	NA	-
Maharashtra	Mumbai	Rs. /10 Kg.	1025	1010	15

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	19-Apr-23	18-Apr-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2736	2737	0
Maharashtra	Akola	Rs./Qtl	2795	2807	-11

INTERNATIONAL PRICES AND INDICES**China Cotton Index:**

Index	Unit	19-Apr-23	18-Apr-23	Change
CCIndex(328)	RMB/Ton	15733	15568	165
CCIndex(527)	RMB/Ton	14300	14180	120
CCIndex(229)	RMB/Ton	16019	15891	128
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	19-Apr-23	18-Apr-23	Change
FC Index (S)	Cents/lb	99.03	97.52	1.51
FC Index (M)	Cents/lb	97.84	96.34	1.50



FC Index (L)	Cents/lb	96.84	95.34	1.50
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Cotlook Index:

Cotlook Indices	Unit	18-Apr-23	17-Apr-23	Change
A-Index	Cents/Pound	96.65	97.22	-0.57

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		18-Apr-23	18-Apr-23	Bales
Southeast	cents/lb.	84.58	86.83	0
North Delta	cents/lb.	83.58	85.83	0
South Delta	cents/lb.	83.58	85.83	0
East TX-OK	cents/lb.	80.83	82.58	693
West Texas	cents/lb.	80.83	82.33	1015
Desert SW	cents/lb.	80.58	82.83	0
SJ Valley	cents/lb.	80.83	89.73	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
				18-Apr-23	17-Apr-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	67700	67800	-100
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	68200	68300	-100
J-34(202)	26mm	3.5 - 4.9	23	59900	59900	Unch
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	60400	60700	-300
Shankar-6(105)	29mm	3.5 - 4.9	28	62600	62900	-300
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	63500	63700	-200
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	NR	NR	-
DCH-32(107)	34mm	3.0 - 3.8	33	74000	74000	Unch

Cottonseed and Oilcake Prices

Cotton Seed Oil Cake Prices		Prices (Rs./Quintal)		Change
State	Market	19-Apr-23	18-Apr-23	
Punjab	Bhatinda (Pakki)	3400	3400	Unch
Punjab	Ludiana	3770	3770	Unch
Haryana	Sirsa	3205	3205	Unch
Haryana	Hisar	3225	3225	Unch
Rajasthan	Hanumangarh	3125	3125	Unch
Rajasthan	Vijaynagar	3125	3125	Unch
Madhya Pradesh	Indore	3200	3200	Unch
Madhya Pradesh	Khargone	3050	3050	Unch
Maharashtra	Wani	3050	3050	Unch
Maharashtra	Malkapur	3100	3100	Unch
Telegana	Warangal	2900	2950	-50
Telegana	Adilabad	2850	2900	-50
Karnataka	Dharwad	2900	2900	Unch
Karnatka	Hubli	3050	3050	Unch
Gujarat	Dhasa ,Damnagar,Babra Good Qlty	3067	3067	Unch

Cotton Seed Prices		Prices (Rs./Quintal)		Change
State	Market	19-Apr-23	18-Apr-23	
Punjab	Mansa	3350	3350	Unch
Punjab	Bhatinda	3450	3450	Unch
Haryana	Adampur	3480	3480	Unch
Haryana	Charkhi Dadari	3380	3380	Unch
Rajasthan	Hanumangarh	3450	3450	Unch
Rajasthan	Bikaner	3530	3530	Unch
Madhya Pradesh	Sendhwa	3075	3100	-25
Madhya Pradesh	Barwaha	3050	3050	Unch
Maharastra	Malkapur	3250	3250	Unch
Maharastra	Akot	3325	3325	Unch
Telegana	Madnoor	3220	3220	Unch
Telegana	Jangaon	3150	3150	Unch
Karnataka	Bijapur	3050	3050	Unch
Karnatka	Hubli	3050	3050	Unch
Gujarat	Mahuva,Rajula,S.Kundla,UNA	3200	3200	Unch
Gujarat	Kadi	3175	3175	Unch

Daily Futures Price Listing Tuesday, Apr 18th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
23-May	230418	83.3	84.93	83.2	84.55	1.25	23172	19351	-11363
23-Jul	230418	83.4	85.15	83.09	84.83	1.55	27,704	80,994	5734
23-Oct	230418	84.98	84.98	84.98	84.98	1.46	1	19	0
23-Dec	230418	82.88	84.35	82.87	84.21	1.33	7269	55,644	914
24-Mar	230418	82.97	83.9	82.94	83.87	1.26	1797	8,262	478
24-May	230418	82.74	83.49	82.71	83.47	1.06	794	2874	5
Total Volume and Open Interest							61,422	172,681	-4,193

Source: MRCI

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