

### Domestic Fundamentals:

#### **Market Outlook:**

The cotton physical market showed mixed trend across India today. MCX cotton spot price traded lower at Rs. 62,040 per candy on Wednesday. ICE cotton futures closed red on Tuesday.

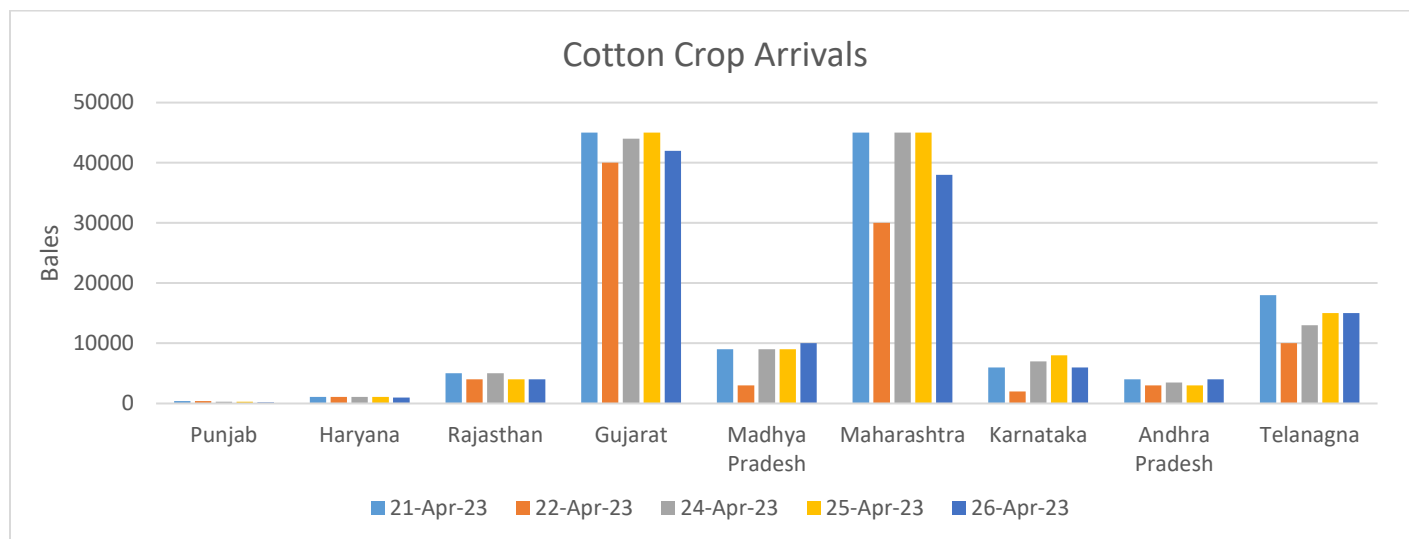
#### **News**

- Cotton sowing has begun for the 2023-24 season in some parts of Punjab, Haryana, and Rajasthan. During the previous 2022-23 season, around 15.50 lakh hectares was under cotton cultivation in these three states.
- Around 50% of the cotton has arrived in the domestic market. Cotton arrivals in India have increased during the last week and were at around 1,40,000 – 1,60,000 bales per day as farmers have started releasing their cotton stock.
- Indian market sentiment has turned bearish during the last week and there was a downtrend in cotton as well as cotton seed prices.
- Indian raw cotton export is slow.
- 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.
- 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 Madhya Pradesh, Chhattisgarh, Gangetic West Bengal, Sikkim, Jharkhand, Kerala & Mahe, Interior Karnataka, Coastal Andhra Pradesh and Yanam, Tamil Nadu, Pondicherry, Karaikal.

## All India Cotton Crop: Bales



Source: Agriwatch

## NCDEX Cottonseed Oilcake

Expiry Date	Open	High	Low	Close	Change
Apr-23	2735	2768	2728	2735	+13
May-23	2780	2798	2770	2767	+13

## International Cotton Fundamentals:

The Cotlook A index was at 93.30 cents/lb. The AWP for cotton was 70.82 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
May-23	77	-198
Jul-23	78.62	-207
Oct-23	79.37	-191

- 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

- As per the market sources, cotton yarn market in Mumbai is experiencing selling pressure, with millers, stockists, and traders seeking buyers to clear their stocks of cotton yarn. In Mumbai, 60 count carded cotton yarn of warp and weft varieties were traded at Rs.1,550-1,580 and Rs.1,410-1,440 per 5 kg respectively. The 60 combed warp was priced at Rs.350-353 per kg, 80 carded (weft) cotton yarn was sold at Rs.1,460-1,500 per 4.5 kg; 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 State	Kapas		Prices (Rs./Quintal)		Change
	Centre	Variety	26-Apr-23	25-Apr-23	
Gujarat	Ahmedabad	Shankar-6	8125	8350	-225
	Gondal	Shankar-6	NA	8130	-
	Rajkot	B.T. Cotton	8175	8390	-215
	Patan	B.T. Cotton	8000	8125	-125
	Kadi	B.T. Cotton	8000	8000	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	7960	8130	-170
Haryana	Bhiwani	B.T. Cotton	8000	8050	-50
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	7950	8000	-50
	Fatehabad	B.T. Cotton	7760	7805	-45
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	NR	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	7900	7900	Unch
	Rawatsar	B.T. Cotton	7890	7990	-100
Madhya Pradesh	Khandwa	Mech-1	7900	7900	Unch
	Khargaon	Mech-1	NA	7715	-
Maharashtra	Amravati	Mech-1	7500	7700	-200
	Jamner	Medium Staple	NA	NA	-
Telangana	Adilabad	Un-Ginned	7310	7310	Unch
Andhra Pradesh	Adoni	Un-Ginned	7939	7929	10
Karnataka	Bijapur	Bunny	NA	8109	-

	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	8070	8000	70
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	26-Apr-23	25-Apr-23	
Punjab	Bhatinda	J-34	6300	6350	-50
	Abohar	J-34	6325	6350	-25
	Mansa	J-34	8100	8100	Unch
Haryana	Sirsa	J-34	6200	6250	-50
Rajasthan	Sri-Ganganagar	J-34	NR	6157	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	26-Apr-23	25-Apr-23	
Gujarat	Ahmedabad	Shankar-6	51000	64600	-13600
	Gondal	Shankar-6	7500	7575	-75
	Rajkot	B.T. Cotton	2100	2000	100
	Patan	B.T. Cotton	5733	5610	123
	Kadi	B.T. Cotton	20000	20000	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	86	78	8
Haryana	Bhiwani	B.T. Cotton	500	700	-200
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	408	408	Unch
	Fatehabad	B.T. Cotton	125	40	85
	Jind	B.T. Cotton	NR	NR	-
	Uchana	B.T. Cotton	NR	NR	-
	Dabwali	B.T. Cotton	NR	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	100	500	-400
	Rawatsar	B.T. Cotton	100	500	-400
Madhya Pradesh	Khandwa	Mech-1	NA	2000	-
	Khargaon	Mech-1	NA	9300	-
Maharashtra	Amravati	Mech-1	26000	25000	1000
	Jamner	Medium Staple	NA	NA	-
Telangana	Adilabad	Un-Ginned	15489.5	32976.4	-17486.9
Andhra Pradesh	Adoni	Un-Ginned	2088	2851	-763
Karnataka	Bijapur	Bunny	NA	2471	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	2210	12	2198
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	26-Apr-23	25-Apr-23	



Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	102	85	17
	Mansa	J-34	51	51	Unch
Haryana	Sirsa	J-34	170	170	Unch
Rajasthan	Sri-Ganganagar	J-34	NR	200	-

**Cotton Seed Oil Prices:**

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	26-Apr-23	25-Apr-23	
Gujarat	Rajkot	Rs. /10 Kg.	950	960	-10
Delhi	New Delhi	Rs. /10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs. /10 Kg.	NA	NA	-
Maharashtra	Mumbai	Rs. /10 Kg.	980	985	-5

**Cotton Seed Oil Seed Cake Prices:**

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	26-Apr-23	25-Apr-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2764	2764	Unch
Maharashtra	Akola	Rs./Qtl	2769	2769	Unch

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

Index	Unit	26-Apr-23	25-Apr-23	Change
CCIndex(328)	RMB/Ton	15708	15691	17
CCIndex(527)	RMB/Ton	14364	14330	34
CCIndex(229)	RMB/Ton	15999	15980	19
RMB -Renminbi, 1RMB =0.16 \$U.S.				

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

Index	Unit	26-Apr-23	25-Apr-23	Change
FC Index (S)	Cents/lb	92.61	94.9	-2.29
FC Index (M)	Cents/lb	91.57	93.66	-2.09
FC Index (L)	Cents/lb	90.57	92.67	-2.10

**Cotlook Index:**

Cotlook Indices	Unit	25-Apr-23	24-Apr-23	Change
A-Index	Cents/Pound	93.75	94.34	-0.59

**USDA Cotton Spot Rates:**



Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		25-Apr-23	25-Apr-23	Bales
Southeast	cents/lb.	78.37	80.62	0
North Delta	cents/lb.	77.37	79.62	0
South Delta	cents/lb.	77.37	79.62	0
East TX-OK	cents/lb.	74.62	76.37	0
West Texas	cents/lb.	74.62	76.12	21
Desert SW	cents/lb.	74.37	76.62	0
SJ Valley	cents/lb.	74.62	83.52	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
				25-Apr-23	24-Apr-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	67700	67700	Unch
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	68200	68200	Unch
J-34(202)	26mm	3.5 - 4.9	23	60000	59700	300
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	60100	60200	-100
Shankar-6(105)	29mm	3.5 - 4.9	28	62300	62500	-200
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	63100	63100	Unch
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	26-Apr-23	25-Apr-23	
Punjab	Bhatinda (Pakki)	3400	3400	Unch
Punjab	Ludiana	3770	3770	Unch
Haryana	Sirsa	3180	3180	Unch
Haryana	Hisar	3200	3200	Unch
Rajasthan	Hanumangarh	3100	3100	Unch
Rajasthan	Vijaynagar	3150	3150	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	2900	Unch
Telegana	Adilabad	2850	2850	Unch
Karnataka	Dharwad	2800	2800	Unch
Karnatka	Hubli	3050	3050	Unch
Gujarat	Dhasa ,Damnagar,Babra Good Qlty	3033	3033	Unch

Cotton Seed Prices		Prices (Rs./Quintal)		Change
State	Market	26-Apr-23	25-Apr-23	
Punjab	Mansa	3350	3350	Unch
Punjab	Bhatinda	3450	3450	Unch
Haryana	Adampur	3455	3455	Unch
Haryana	Charkhi Dadari	3355	3355	Unch
Rajasthan	Hanumangarh	3500	3500	Unch
Rajasthan	Bikaner	3550	3550	Unch
Madhya Pradesh	Sendhwa	3100	3100	Unch
Madhya Pradesh	Barwaha	3100	3100	Unch
Maharastra	Malkapur	3250	3250	Unch
Maharastra	Akot	3325	3325	Unch
Telegana	Madnoor	3250	3250	Unch
Telegana	Jangaon	3170	3170	Unch
Karnatka	Bijapur	2970	3000	-30
Karnatka	Hubli	2970	3000	-30
Gujarat	Mahuva,Rajula,S.Kundla,UNA	3175	3175	Unch
Gujarat	Kadi	3175	3200	-25

Daily Futures Price Listing Tuesday, Apr 25th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
<a href="#">23-May</a>	230425	76.22	77	76.22	77	-1.98	5553	383	-934
<a href="#">23-Jul</a>	230425	80.81	81.16	77.68	78.62	-2.07	33,591	86,313	341
<a href="#">23-Oct</a>	230425	80.59	80.59	79.87	79.87	-1.79	3	22	1
<a href="#">23-Dec</a>	230425	81.34	81.66	78.6	79.37	-1.91	11719	57,406	-265
<a href="#">24-Mar</a>	230425	81.72	81.76	78.76	79.51	-1.88	1273	9,038	-15
<a href="#">24-May</a>	230425	81.7	81.72	78.88	79.58	-1.86	389	3183	11
Total Volume and Open Interest							53,053	163,193	-883

Source: MRCI

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