

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed mixed trend across India today. MCX cotton spot price traded down at Rs. 59,700 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 4.65 lakh bales to 298.35 lakh bales from 303 lakh bales with reduction in Maharashtra, Telangana, and Tamil Nadu.

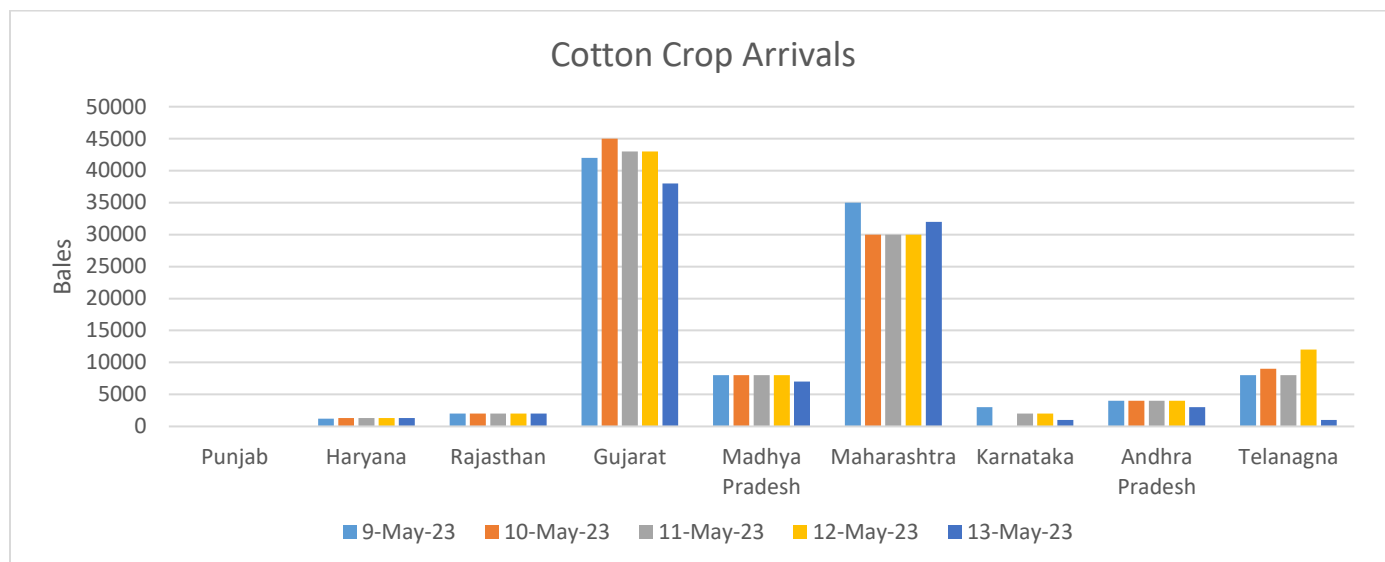
Cotton Balance Sheet	2021-22	2022-23
Opening Stock	71.84	31.89
Production	307.05	298.35
Imports	14	15
Domestic Consumption	318	311
Exports	43	20
Closing Stock	31.89	14.24
Source: CAI; unit- Lakh Bales		

- Cotton imports were estimated at 15 lakh bales whereas exports were reduced to 20 lakh bales from previous estimate of 25 lakh bales. Domestic consumption was estimated at 311 lakh bales. Overall, the ending stock for the 2022-23 season was estimated at 14.24 lakh bales. As per Cotton Association of India, Cotton arrivals between October 2022 to April 2023 were estimated at 224.17 lakh bales.
- AgriWatch has estimated cotton production at 334 lakh bales for the 2022-23 season. We expect that about 20-25% of the cotton stock is still with farmers which may get released in the coming months.
- As per the market sources, cotton sowing has reached on nearly 9,850 hectares in Muktsar district. Usually, the crop is sown till mid-May, but this year the weather is comparatively colder and sowing may last till May-end.

Weather Forecast

Thunderstorms accompanied with lightning at isolated places over Adman & Nicobar Islands, Kerala & Mahe, south 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
May-23	2701	2701	2621	2680	-59
Jun-23	2703	2716	2626	2673	-69

International Cotton Fundamentals:

The Cotlook A index was at 92.45 cents/lb. The AWP for cotton was 67.97 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
Jul-23	83.38	+101
Dec-23	82.50	+72
Mar-24	82.30	+57

- USDA has estimated India's cotton exports to decline by 5,00,000 bales this month to 1.8 million roughly equal to its import forecast. Industry experts have projected export to be within 20 lakh bales during 2022-23 (October-September).
- The International Cotton Advisory Committee has projected the season's average price forecast range between 96.1 cents and 111.3 cents, with a midpoint of 102.77 cents per pound. This is lower than the midpoint of 115 cents projected in December 2022.

Cotton Yarn

- As per the market sources, north Indian cotton yarn traded lower by Rs.2-4 per kg due to reduced demand from the weaving industry. With export demand remaining weak, the market showed no signs of improvement.
- In Delhi, 30 count combed yarn traded at Rs. 270-280 per kg (GST extra), 40 count combed at Rs. 300-305 per kg, 30 count carded at Rs.248-255 per kg, and 40 count carded 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-May-23	16-May-23	
Gujarat	Ahmedabad	Shankar-6	7400	7550	-150
	Gondal	Shankar-6	7780	7805	-25
	Rajkot	B.T. Cotton	7750	7895	-145
	Patan	B.T. Cotton	7780	7800	-20
	Kadi	B.T. Cotton	7750	7500	250
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	7355	7350	5
Haryana	Bhiwani	B.T. Cotton	7600	7300	300
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	7550	7600	-50
	Fatehabad	B.T. Cotton	7310	7350	-40
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	NR	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	7700	7600	100
	Rawatsar	B.T. Cotton	7650	NA	-
Madhya Pradesh	Khandwa	Mech-1	7400	7400	Unch
	Khargaon	Mech-1	7340	7355	-15
Maharashtra	Amravati	Mech-1	NR	NR	-
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	7150	7150	Unch
Andhra Pradesh	Adoni	Un-Ginned	7480	7538	-58
Karnataka	Bijapur	Bunny	NR	7910	-
	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	7650	7600	50

Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	17-May-23	16-May-23	
Punjab	Bhatinda	J-34	6175	6200	-25
	Abohar	J-34	6175	6200	-25
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	6025	6075	-50
Rajasthan	Sri-Ganganagar	J-34	5969	5969	Unch

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	17-May-23	16-May-23	
Gujarat	Ahmedabad	Shankar-6	51000	51000	Unch
	Gondal	Shankar-6	7400	7250	150
	Rajkot	B.T. Cotton	1650	3500	-1850
	Patan	B.T. Cotton	3504	3245	259
	Kadi	B.T. Cotton	15000	15000	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	45	64	-19
Haryana	Bhiwani	B.T. Cotton	1100	500	600
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	680	340	340
	Fatehabad	B.T. Cotton	25	45	-20
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	NR	NR	-
	Dabwali	B.T. Cotton	NR	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	500	NA	-
	Rawatsar	B.T. Cotton	500	NA	-
Madhya Pradesh	Khandwa	Mech-1	2000	1750	250
	Khargaon	Mech-1	NA	8000	-
Maharashtra	Amravati	Mech-1	NR	NR	-
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	10810	13016	-2206
Andhra Pradesh	Adoni	Un-Ginned	1466	1473	-7
Karnataka	Bijapur	Bunny	NR	2100	-
	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	11	10	1
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	17-May-23	16-May-23	
Punjab	Bhatinda	J-34	NA	NA	-

	Abohar	J-34	119	170	-51
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	340	340	Unch
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	17-May-23	16-May-23	
Gujarat	Rajkot	Rs./10 Kg.	900	920	-20
Delhi	New Delhi	Rs./10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs./10 Kg.	860	NA	-
Maharashtra	Mumbai	Rs./10 Kg.	945	950	-5

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	17-May-23	16-May-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2681	2679	2
Maharashtra	Akola	Rs./Qtl	2757	2780	-23

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

Index	Unit	17-May-23	16-May-23	Change
CCIndex(328)	RMB/Ton	16340	16273	67
CCIndex(527)	RMB/Ton	15011	14970	41
CCIndex(229)	RMB/Ton	16608	16535	73

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

China Foreign Cotton (FCE) Index :

Index	Unit	17-May-23	16-May-23	Change
FC Index (S)	Cents/lb	97.21	96.39	0.82
FC Index (M)	Cents/lb	95.64	94.77	0.87
FC Index (L)	Cents/lb	94.63	93.76	0.87

Cotlook Index:

Cotlook Indices	Unit	16-May-23	15-May-23	Change
A-Index	Cents/Pound	94.15	94.69	-0.54

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		16-May-23	16-May-23	Bales



Southeast	cents/lb.	82.88	85.13	0
North Delta	cents/lb.	82.13	84.38	0
South Delta	cents/lb.	82.13	84.38	0
East TX-OK	cents/lb.	78.63	80.38	155
West Texas	cents/lb.	78.63	80.13	1165
Desert SW	cents/lb.	78.13	80.38	0
SJ Valley	cents/lb.	78.38	87.28	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-May-23	15-May-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	64900	65200	-300
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	65400	65700	-300
J-34(202)	26mm	3.5 - 4.9	23	57800	58100	-300
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	58000	58000	Unch
Shankar-6(105)	29mm	3.5 - 4.9	28	59700	59900	-200
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	61000	61300	-300
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	NR	NR	-
DCH-32(107)	34mm	3.0 - 3.8	33	75500	75500	Unch

Cottonseed and Oilcake Prices

Cotton Seed Oil Cake Prices		Prices (Rs./Quintal)		Change
State	Market	17-May-23	16-May-23	
Punjab	Bhatinda (Pakki)	3450	3450	Unch
Punjab	Ludiana	3810	3810	Unch
Haryana	Sirsa	3130	3130	Unch
Haryana	Hisar	3150	3150	Unch
Rajasthan	Hanumangarh	3050	3050	Unch
Rajasthan	Vijaynagar	3100	3100	Unch
Madhya Pradesh	Indore	3110	3110	Unch
Madhya Pradesh	Khargone	3010	3010	Unch
Maharashtra	Wani	3060	3060	Unch
Maharashtra	Malkapur	3010	3010	Unch
Telegana	Warangal	2850	2850	Unch
Telegana	Adilabad	2850	2850	Unch
Karnataka	Dharwad	2850	2850	Unch



Karnatka	Hubli	3050	3050	Unch
Gujarat	Dhasa ,Damnagar,Babra Good Qlty	2883	2883	Unch

Cotton Seed Prices		Prices (Rs./Quintal)		Change
State	Market	17-May-23	16-May-23	
Punjab	Mansa	3350	3350	Unch
Punjab	Bhatinda	3450	3450	Unch
Haryana	Adampur	3405	3405	Unch
Haryana	Charkhi Dadari	3305	3305	Unch
Rajasthan	Hanumangarh	3450	3450	Unch
Rajasthan	Bikaner	3500	3500	Unch
Madhya Pradesh	Sendhwa	3025	3025	Unch
Madhya Pradesh	Barwaha	2900	2900	Unch
Maharastra	Malkapur	3025	3025	Unch
Maharastra	Akot	3200	3200	Unch
Telegana	Madnoor	3040	3040	Unch
Telegana	Jangaon	3100	3100	Unch
Karnatka	Bijapur	2900	2930	-30
Karnatka	Hubli	2900	2930	-30
Gujarat	Mahuva,Rajula,S.Kundla,UNA	2925	2925	Unch
Gujarat	Kadi	2925	2925	Unch

Daily Futures Price Listing Wednesday, May 16 th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
23-May	230516	82.35	83.97	81.5	83.38	1.01	17793	85796	-119
23-Jul	230516	83.51	83.51	83.51	83.51	0.98	12	22	0
23-Oct	230516	81.78	83.13	80.93	82.5	0.72	9,026	71,041	339
23-Dec	230516	81.57	82.88	81.02	82.3	0.57	1982	10,471	-108
24-Mar	230516	81.46	82.47	81.04	82.11	0.45	624	4,444	84
24-May	230516	81.18	82.15	80.87	81.84	0.33	204	2654	23
Total Volume and Open Interest							29,772	181,132	260

Source: MRCI

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