

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed mixed trend across India today. MCX cotton spot price traded down at Rs. 59,920 per candy on Thursday. ICE cotton futures closed green on Wednesday.

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.

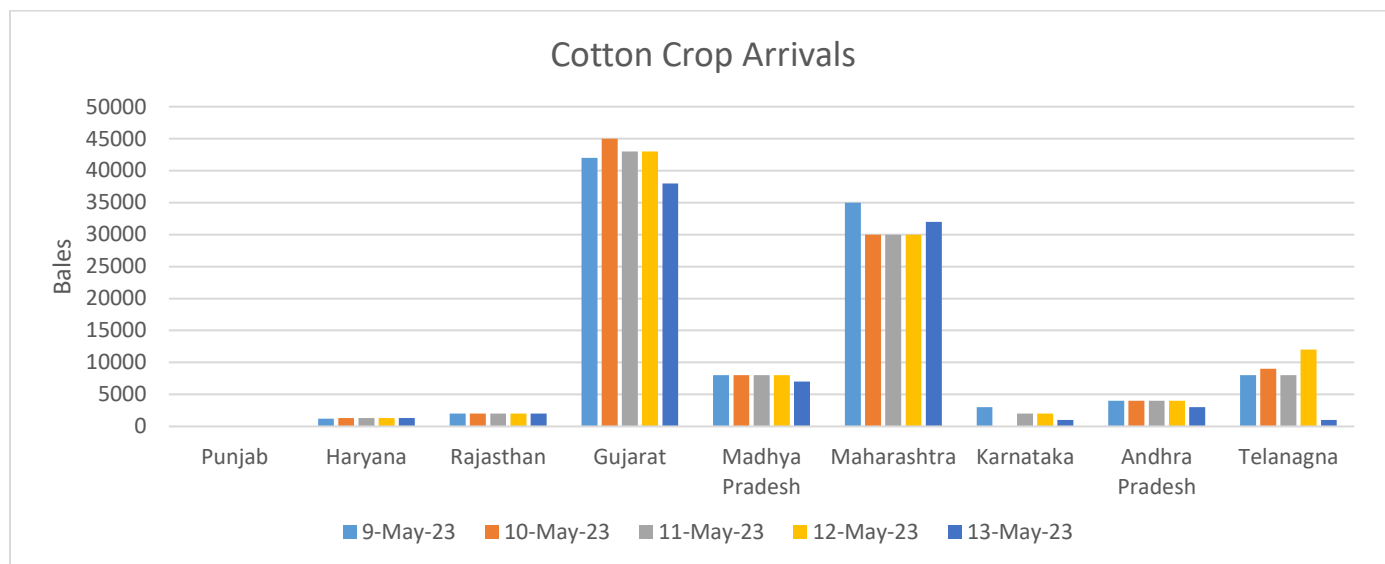
Cotton Balance Sheet	2021-22	2022-23
Opening Stock	71.84	31.89
Production	307.05	298.35
Imports	14	15
Domestic Consumption	318	311
Exports	43	20
Closing Stock	31.89	14.24
Source: CAI; unit- Lakh Bales		

- 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	2616	2619	2616	2680	-10
Jun-23	2621	2654	2614	2639	+8

International Cotton Fundamentals:

The Cotlook A index was at 94.15 cents/lb. The AWP for cotton was 67.97 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
Jul-23	86.94	+356
Dec-23	83.89	+139
Mar-24	83.61	+131

- 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	18-May-23	17-May-23	
Gujarat	Ahmedabad	Shankar-6	7625	7400	225
	Gondal	Shankar-6	7680	7780	-100
	Rajkot	B.T. Cotton	7800	7750	50
	Patan	B.T. Cotton	7800	7780	20
	Kadi	B.T. Cotton	7750	7750	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	7340	7355	-15
Haryana	Bhiwani	B.T. Cotton	7650	7600	50
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	7600	7550	50
	Fatehabad	B.T. Cotton	7200	7310	-110
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	NR	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	7650	7700	-50
	Rawatsar	B.T. Cotton	7600	7650	-50
Madhya Pradesh	Khandwa	Mech-1	7400	7400	Unch
	Khargaon	Mech-1	7400	7340	60
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	NA	7150	-
Andhra Pradesh	Adoni	Un-Ginned	NA	7480	-
Karnataka	Bijapur	Bunny	NR	NR	-
	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	7750	7650	100



Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	18-May-23	17-May-23	
Punjab	Bhatinda	J-34	6150	6175	-25
	Abohar	J-34	6175	6175	Unch
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	6050	6025	25
Rajasthan	Sri-Ganganagar	J-34	NR	5969	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	18-May-23	17-May-23	
Gujarat	Ahmedabad	Shankar-6	56100	51000	5100
	Gondal	Shankar-6	7400	7400	Unch
	Rajkot	B.T. Cotton	2000	1650	350
	Patan	B.T. Cotton	3478	3504	-26
	Kadi	B.T. Cotton	15000	15000	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	64	45	19
Haryana	Bhiwani	B.T. Cotton	400	1100	-700
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	680	680	Unch
	Fatehabad	B.T. Cotton	15	25	-10
	Jind	B.T. Cotton	NA	NA	-
	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	2000	2000	Unch
	Khargaon	Mech-1	NA	NA	-
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	NA	10810	-
Andhra Pradesh	Adoni	Un-Ginned	NA	1466	-
Karnataka	Bijapur	Bunny	NR	NR	-
	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	14	11	3
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	18-May-23	17-May-23	
Punjab	Bhatinda	J-34	NA	NA	-

	Abohar	J-34	85	119	-34
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	170	340	-170
Rajasthan	Sri-Ganganagar	J-34	NR	NA	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	18-May-23	17-May-23	
Gujarat	Rajkot	Rs./10 Kg.	890	900	-10
Delhi	New Delhi	Rs./10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs./10 Kg.	860	860	Unch
Maharashtra	Mumbai	Rs./10 Kg.	930	945	-15

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	18-May-23	17-May-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2646	2681	-35
Maharashtra	Akola	Rs./Qtl	2742	2757	-15

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

Index	Unit	18-May-23	17-May-23	Change
CCIndex(328)	RMB/Ton	16350	16340	10
CCIndex(527)	RMB/Ton	15037	15011	26
CCIndex(229)	RMB/Ton	16617	16608	9

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

China Foreign Cotton (FCE) Index :

Index	Unit	18-May-23	17-May-23	Change
FC Index (S)	Cents/lb	NA	97.21	-
FC Index (M)	Cents/lb	NA	95.64	-
FC Index (L)	Cents/lb	NA	94.63	-

Cotlook Index:

Cotlook Indices	Unit	17-May-23	16-May-23	Change
A-Index	Cents/Pound	95.05	96.39	-1.34

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		17-May-23	17-May-23	Bales



Southeast	cents/lb.	86.44	88.69	0
North Delta	cents/lb.	85.69	87.94	0
South Delta	cents/lb.	85.69	87.94	292
East TX-OK	cents/lb.	81.44	83.19	3259
West Texas	cents/lb.	81.69	83.19	7293
Desert SW	cents/lb.	81.19	83.44	0
SJ Valley	cents/lb.	81.44	90.34	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
				17-May-23	16-May-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	64900	64900	Unch
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	65400	65400	Unch
J-34(202)	26mm	3.5 - 4.9	23	57800	57800	Unch
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	58000	58000	Unch
Shankar-6(105)	29mm	3.5 - 4.9	28	59700	59700	Unch
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	61000	61000	Unch
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	NR	NR	-
DCH-32(107)	34mm	3.0 - 3.8	33	0	75500	-75500

Cottonseed and Oilcake Prices

Cotton Seed Oil Cake Prices		Prices (Rs./Quintal)		Change
State	Market	18-May-23	17-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	18-May-23	17-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	2900	Unch
Karnatka	Hubli	2900	2900	Unch
Gujarat	Mahuva,Rajula,S.Kundla,UNA	2925	2925	Unch
Gujarat	Kadi	2925	2925	Unch

Daily Futures Price Listing Wednesday, May 17 th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
23-May	230517	83.2	87	82.84	86.94	3.56	17250	85671	-125
23-Jul	230517	85.28	85.28	84.07	84.75	1.24	0	22	0
23-Oct	230517	82.26	83.9	81.91	83.89	1.39	9,076	72,167	1126
23-Dec	230517	81.86	83.61	81.78	83.61	1.31	1626	10,401	-70
24-Mar	230517	81.71	83.1	81.68	83.1	0.99	530	4,579	135
24-May	230517	81.8	82.48	81.5	82.48	0.64	310	2680	26
Total Volume and Open Interest							29,222	182,405	1,273

Source: MRCI

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