

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 Friday. ICE cotton futures closed red on Thursday.

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.

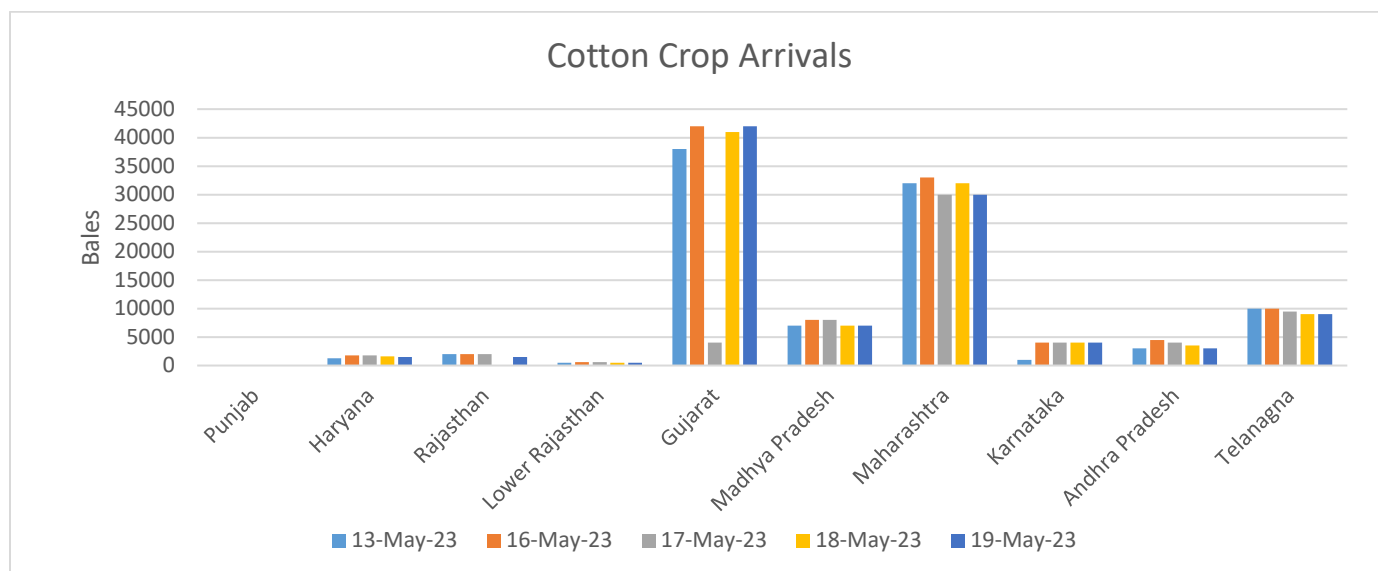
Cotton Balance Sheet	2021-22	2022-23
Opening Stock	71.84	31.89
Production	307.05	298.35
Imports	14	15
Domestic Consumption	318	311
Exports	43	20
Closing Stock	31.89	14.24
Source: CAI; unit- Lakh Bales		

- 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 Chhattisgarh, Gangetic West Bengal, Odisha, Jharkhand, Telangana, Sub-Himalayan West Bengal, Assam, Meghalaya, Nagaland, Manipur, Tripura, Tamil Nadu, Pondicherry, Karaikal, Kerala and Mahe.

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 68.10 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
Jul-23	86.66	-28
Dec-23	83.72	-17
Mar-24	83.44	-17

- 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

- South India's cotton yarn market witnessed low demand during the week under review. While prices remain stable in Tiruppur and Mumbai.
- In Tiruppur, yarn prices traded at Rs. 270-275 per kg (excluding GST) for 30 count combed cotton yarn, Rs. 282-287 per kg for 34 count combed cotton yarn, Rs. 295-300 per kg for 40 count combed cotton yarn.
- Similarly, in Mumbai, cotton yarn prices have remained stable, the 40-41 counts yarn has experienced a downward trend with prices dropping by Rs. 10-12 per kg.

DOMESTIC COTTON PRICES AND ARRIVALS

Cotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	19-May-23	18-May-23	
Gujarat	Ahmedabad	Shankar-6	7375	7625	-250
	Gondal	Shankar-6	7630	7680	-50
	Rajkot	B.T. Cotton	7700	7800	-100
	Patan	B.T. Cotton	7750	7800	-50
	Kadi	B.T. Cotton	7750	7750	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	6950	7340	-390
Haryana	Bhiwani	B.T. Cotton	7500	7650	-150
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	7400	7650	-250
	Fatehabad	B.T. Cotton	7160	7200	-40
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	NR	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	7500	7650	-150
	Rawatsar	B.T. Cotton	7390	7600	-210
Madhya Pradesh	Khandwa	Mech-1	Closed	7400	-
	Khargaon	Mech-1	Closed	7400	-
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	NA	-
Karnataka	Bijapur	Bunny	NR	7880	-

	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	NR	7500	-
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	19-May-23	18-May-23	
Punjab	Bhatinda	J-34	6100	6150	-50
	Abohar	J-34	6100	6175	-75
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	5950	6050	-100
Rajasthan	Sri-Ganganagar	J-34	NR	NR	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	19-May-23	18-May-23	
Gujarat	Ahmedabad	Shankar-6	59500	56100	3400
	Gondal	Shankar-6	7350	7400	-50
	Rajkot	B.T. Cotton	1700	2000	-300
	Patan	B.T. Cotton	2866	3478	-612
	Kadi	B.T. Cotton	15000	15000	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	35	64	-29
Haryana	Bhiwani	B.T. Cotton	300	400	-100
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	680	850	-170
	Fatehabad	B.T. Cotton	20	15	5
	Jind	B.T. Cotton	NA	NA	-
	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	2000	-
	Khargaon	Mech-1	Closed	6500	-
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	15550	-
Andhra Pradesh	Adoni	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	NR	1642	-
	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	NR	14	-



Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	19-May-23	18-May-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	68	85	-17
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	170	170	Unch
Rajasthan	Sri-Ganganagar	J-34	NR	NR	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	19-May-23	18-May-23	
Gujarat	Rajkot	Rs./10 Kg.	900	890	10
Delhi	New Delhi	Rs./10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs./10 Kg.	865	860	5
Maharashtra	Mumbai	Rs./10 Kg.	925	935	-10

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	19-May-23	18-May-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2633	2651	-18
Maharashtra	Akola	Rs./Qtl	2742	2747	-5

INTERNATIONAL PRICES AND INDICES

China Cotton Index:

Index	Unit	19-May-23	18-May-23	Change
CCIndex(328)	RMB/Ton	NA	16350	-
CCIndex(527)	RMB/Ton	NA	15037	-
CCIndex(229)	RMB/Ton	NA	16617	-

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

China Foreign Cotton (FCE) Index :

Index	Unit	19-May-23	18-May-23	Change
FC Index (S)	Cents/lb	99.95	100.26	-0.31
FC Index (M)	Cents/lb	98.32	98.65	-0.33
FC Index (L)	Cents/lb	97.31	97.64	-0.33

Cotlook Index:

Cotlook Indices	Unit	18-May-23	17-May-23	Change
A-Index	Cents/Pound	97.85	97.21	0.64



USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		18-May-23	18-May-23	Bales
Southeast	cents/lb.	86.16	88.41	2586
North Delta	cents/lb.	84.91	87.16	148
South Delta	cents/lb.	84.91	87.16	0
East TX-OK	cents/lb.	81.16	82.91	4913
West Texas	cents/lb.	81.41	82.91	16040
Desert SW	cents/lb.	80.91	83.16	100
SJ Valley	cents/lb.	81.16	90.06	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-May-23	17-May-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	64700	64700	Unch
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	65200	65200	Unch
J-34(202)	26mm	3.5 - 4.9	23	57100	57600	-500
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	57300	57700	-400
Shankar-6(105)	29mm	3.5 - 4.9	28	59500	59700	-200
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	60600	60900	-300
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	NR	NR	-
DCH-32(107)	34mm	3.0 - 3.8	33	75000	75300	-300

Cottonseed and Oilcake Prices

Cotton Seed Oil Cake Prices		Prices (Rs./Quintal)		Change
State	Market	19-May-23	18-May-23	
Punjab	Bhatinda (Pakki)	3350	3400	-50
Punjab	Ludiana	3760	3760	Unch
Haryana	Sirsa	3130	3130	Unch
Haryana	Hisar	3150	3150	Unch
Rajasthan	Hanumangarh	3050	3050	Unch
Rajasthan	Vijaynagar	3100	3100	Unch
Madhya Pradesh	Indore	3050	3090	-40
Madhya Pradesh	Khargone	2975	2990	-15

Maharashtra	Wani	3100	3040	60
Maharashtra	Malkapur	3025	2990	35
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	2850	2850	Unch

Cotton Seed Prices		Prices (Rs./Quintal)		Change
State	Market	19-May-23	18-May-23	
Punjab	Mansa	3300	3300	Unch
Punjab	Bhatinda	3350	3400	-50
Haryana	Adampur	3405	3405	Unch
Haryana	Charkhi Dadari	3305	3305	Unch
Rajasthan	Hanumangarh	3450	3450	Unch
Rajasthan	Bikaner	3500	3500	Unch
Madhya Pradesh	Sendhwa	2925	2925	Unch
Madhya Pradesh	Barwaha	2850	2850	Unch
Maharastra	Malkapur	2900	3025	-125
Maharastra	Akot	3100	3200	-100
Telegana	Madnoor	3000	3000	Unch
Telegana	Jangaon	3025	3025	Unch
Karnatka	Bijapur	2900	2900	Unch
Karnatka	Hubli	2900	2900	Unch
Gujarat	Mahuva,Rajula,S.Kundla,UNA	2800	2825	-25
Gujarat	Kadi	2875	2900	-25

Daily Futures Price Listing Thursday, May 18th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
23-May	230518	86.5	87.16	85.62	86.66	-0.28	20901	87605	1934
23-Jul	230518	84.53	84.53	84.53	84.53	-0.22	0	22	0
23-Oct	230518	83.49	83.84	82.69	83.72	-0.17	12,219	73,087	920
23-Dec	230518	83.46	83.52	82.49	83.44	-0.17	1960	10,043	-358
24-Mar	230518	82.66	83.18	82.21	82.99	-0.11	343	4,557	-22
24-May	230518	82.14	82.84	81.87	82.45	-0.03	130	2648	-32
Total Volume and Open Interest							35,682	184,924	2,519

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