

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed bearish trend across India today. MCX cotton spot price traded down at Rs. 56,740 per candy on Wednesday. ICE cotton futures closed red on Tuesday.

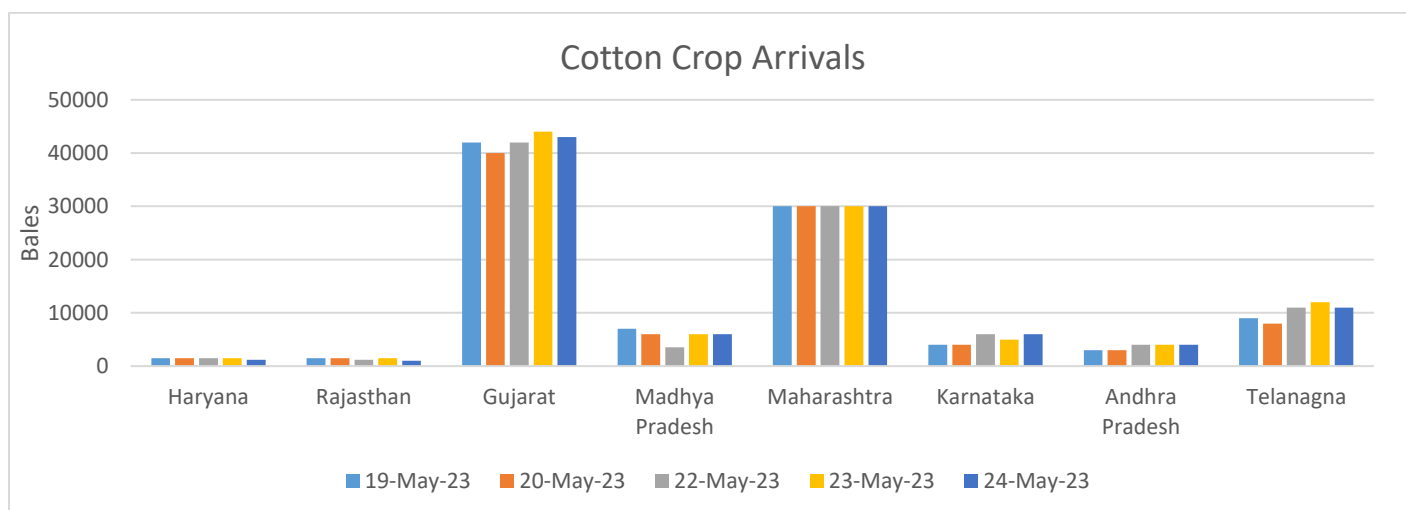
News

- Around 70% of the cotton sowing has been completed in Punjab, Haryana, and Rajasthan. Overall acreage is likely to remain same in Haryana and Rajasthan however slight decrease in acreage is expected from Punjab. Last year, cotton was sown on 5.97 lakh hectares in Rajasthan, 6.50 lakh hectares in Haryana, and 2.48 lakh hectares in Punjab.
- The cotton prices continue to fall in the domestic market. At Rajkot, cotton prices were trading lower at Rs. 7650 per quintal against the previous week price of Rs. 8250 per quintal. Although, arrivals had increased to 1650 quintals per day.
- As per the market sources, in central India i.e. in Maharashtra about 40% of the crop has been damaged due to rains and hailstorm during the ongoing season. However, cotton prices continue to fall at Arvi market and were trading at Rs. 7650 per quintal against the previous week price of Rs. 7700 per quintal.

Weather Forecast

Thunderstorms accompanied with lightning at isolated places over Gangetic West Bengal, East Uttar Pradesh, Sub-Himalayan West Bengal, Sikkim, and with lightening at isolated places over Jammu & Kashmir, Ladakh, Gilgit, Baltistan, Muzaffarabad, Himachal Pradesh, Madhya Pradesh, Chhattisgarh, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, Interior Karnataka, Coastal Andhra Pradesh, Yanam, Odissa, Tamil Nadu, Pondicherry, Karaikal.

All India Cotton Crop: Bales



Source: Agriwatch

NCDEX Cottonseed Oilcake

Expiry Date	Open	High	Low	Close	Change
Jun-23	2472	2518	2463	2486	+24
Jul-23	2494	2545	2485	2506	+35

International Cotton Fundamentals:

The Cotlook A index was at 96.95 cents/lb. The AWP for cotton was 68.10 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
Jul-23	84.35	-97
Dec-23	82.44	-94
Mar-24	82.31	-88

- The USDA's crop progress report for the week ending on May 21st indicates that 45% of cotton crops was planted which was 35% in previous week and 52% in previous year.
- According to USDA Cotton and Product outlook report, Global cotton production is up from the previous month to 116.5 million bales and attributed to higher production in China, Mexico, and Uzbekistan. Although, Consumption is lowered more than 500,000 bales to 109.6 million and attributed to lower use in Bangladesh.

Cotton Yarn

- The prices of cotton yarn in south India have declined further. Major markets in south India, i.e. Tiruppur and Mumbai, have experienced a significant drop in demand. This situation has raised concerns about substantial losses for spinning mills.
- Spinning mills are offering significant discounts to lure buyers but are still facing losses. The overall textile sector is expected to continue struggling with poor demand.
- Cotton yarn prices continue to fall in the northern India. In Ludhiana market prices have fallen by Rs. 5 per kg due to sluggish demand, indicating a bearish trend. A similar trend was observed in Delhi market as well.

DOMESTIC COTTON PRICES AND ARRIVALS

Cotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	24-May-23	23-May-23	
Gujarat	Ahmedabad	Shankar-6	7050	7250	-200
	Gondal	Shankar-6	7130	7425	-295
	Rajkot	B.T. Cotton	7310	7345	-35
	Patan	B.T. Cotton	7235	7305	-70
	Kadi	B.T. Cotton	7250	7000	250
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	6850	7050	-200
Haryana	Bhiwani	B.T. Cotton	7100	7000	100
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	7000	7100	-100
	Fatehabad	B.T. Cotton	NA	6950	-
Rajasthan	Hanumangarh	B.T. Cotton	7100	7100	Unch
	Rawatsar	B.T. Cotton	7000	7100	-100
Madhya Pradesh	Khandwa	Mech-1	7200	7300	-100
	Khargaon	Mech-1	NA	NA	-
Telangana	Adilabad	Un-Ginned	6680	6800	-120
Andhra Pradesh	Adoni	Un-Ginned	7069	7264	-195
Karnataka	Bijapur	Bunny	7562	7587	-25
	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	7100	7200	-100
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	24-May-23	23-May-23	
Punjab	Bhatinda	J-34	5800	5850	-50
	Abohar	J-34	5775	5850	-75
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	5600	5800	-200
Rajasthan	Sri-Ganganagar	J-34	5640	5640	Unch

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	24-May-23	23-May-23	
Gujarat	Ahmedabad	Shankar-6	51000	51000	Unch
	Gondal	Shankar-6	6750	6900	-150
	Rajkot	B.T. Cotton	1400	1500	-100
	Patan	B.T. Cotton	3035	2495	540

	Kadi	B.T. Cotton	15000	15000	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	39	57	-18
Haryana	Bhiwani	B.T. Cotton	600	200	400
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	340	510	-170
	Fatehabad	B.T. Cotton	NA	35	-
Rajasthan	Hanumangarh	B.T. Cotton	500	1000	-500
	Rawatsar	B.T. Cotton	500	1000	-500
Madhya Pradesh	Khandwa	Mech-1	1500	1500	Unch
	Khargaoon	Mech-1	NA	NA	-
Telangana	Adilabad	Un-Ginned	20880	17527	3353
Andhra Pradesh	Adoni	Un-Ginned	2029	1706	323
Karnataka	Bijapur	Bunny	1873	2321	-448
	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	9	12	-3
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	24-May-23	23-May-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	170	170	Unch
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	85	510	-425
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	24-May-23	23-May-23	
Gujarat	Rajkot	Rs./10 Kg.	840	885	-45
Delhi	New Delhi	Rs./10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs./10 Kg.	865	840	25
Maharashtra	Mumbai	Rs./10 Kg.	925	925	Unch

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	24-May-23	23-May-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2479	2532	-53
Maharashtra	Akola	Rs./Qtl	2649	2666	-17



INTERNATIONAL PRICES AND INDICES

China Cotton Index:

Index	Unit	24-May-23	23-May-23	Change
CCIndex(328)	RMB/Ton	16658	16624	34
CCIndex(527)	RMB/Ton	15313	15292	21
CCIndex(229)	RMB/Ton	16925	16862	63
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	24-May-23	23-May-23	Change
FC Index (S)	Cents/lb	97.07	98.55	-1.48
FC Index (M)	Cents/lb	95.31	96.94	-1.63
FC Index (L)	Cents/lb	94.29	95.93	-1.64

Cotlook Index:

Cotlook Indices	Unit	20-May-23	19-May-23	Change
A-Index	Cents/Pound	Closed	99.95	-

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		20-May-23	20-May-23	Bales
Southeast	cents/lb.	NA	NA	NA
North Delta	cents/lb.	NA	NA	NA
South Delta	cents/lb.	NA	NA	NA
East TX-OK	cents/lb.	NA	NA	NA
West Texas	cents/lb.	NA	NA	NA
Desert SW	cents/lb.	NA	NA	NA
SJ Valley	cents/lb.	NA	NA	NA

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
				23-May-23	22-May-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	63100	64100	-1000
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	63600	64600	-1000

J-34(202)	26mm	3.5 - 4.9	23	54600	56100	-1500
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	55200	56000	-800
Shankar-6(105)	29mm	3.5 - 4.9	28	57000	58000	-1000
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	58200	59200	-1000
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	NR	NR	-
DCH-32(107)	34mm	3.0 - 3.8	33	72900	72900	Unch

Cottonseed and Oilcake Prices

Cotton Seed Oil Cake Prices		Prices (Rs./Quintal)		Change
State	Market	24-May-23	23-May-23	
Punjab	Bhatinda (Pakki)	3350	3310	40
Punjab	Ludiana	3710	3720	-10
Haryana	Sirsa	3080	3105	-25
Haryana	Hisar	3100	3125	-25
Rajasthan	Hanumangarh	3000	3025	-25
Rajasthan	Vijaynagar	3050	3075	-25
Madhya Pradesh	Indore	3005	3030	-25
Madhya Pradesh	Khargone	2930	2955	-25
Maharashtra	Wani	3055	3080	-25
Maharashtra	Malkapur	2980	3005	-25
Telegana	Warangal	2800	2800	Unch
Telegana	Adilabad	2830	2850	-20
Karnataka	Dharwad	2850	2850	Unch
Karnataka	Hubli	3050	3050	Unch
Gujarat	Dhasa ,Damnagar,Babra Good Qlty	2717	2733	-17

Cotton Seed Prices		Prices (Rs./Quintal)		Change
State	Market	24-May-23	23-May-23	
Punjab	Mansa	3250	3250	Unch
Punjab	Bhatinda	3200	3200	Unch
Haryana	Adampur	3330	3355	-25
Haryana	Charkhi Dadari	3230	3255	-25
Rajasthan	Hanumangarh	3375	3400	-25
Rajasthan	Bikaner	3425	3450	-25
Madhya Pradesh	Sendhwa	2750	2750	Unch
Madhya Pradesh	Barwaha	2750	2750	Unch
Maharastra	Malkapur	2850	2850	Unch
Maharastra	Akot	3000	3000	Unch
Telegana	Madnoor	2850	2850	Unch
Telegana	Jangaon	2875	2875	Unch

Karnatka	Bijapur	2750	2750	Unch
Karnatka	Hubli	2750	2750	Unch
Gujarat	Mahuva,Rajula,S.Kundla,UNA	2700	2750	-50
Gujarat	Kadi	2725	2800	-75

Daily Futures Price Listing Tuesday, May 23rd 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
23-Jul	230523	85.32	85.66	83.86	84.35	-0.97	23929	82669	299
23-Oct	230523	83.37	83.37	83.37	83.37	-0.95	1	18	0
23-Dec	230523	83.44	83.68	82.35	82.44	-0.94	14,417	78,794	2881
24-Mar	230523	83.06	83.4	82.25	82.31	-0.88	3133	12,182	708
24-May	230523	83	83.02	82.03	82.1	-0.76	483	4,877	-26
24-Jul	230523	82.5	82.6	81.71	81.78	-0.62	210	2843	45
Total Volume and Open Interest							42,509	189,175	4,187

Source: MRCI

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