

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed bearish trend across India today. MCX cotton spot price traded down at Rs. 56,520 per candy on Thursday. ICE cotton futures closed red on Friday.

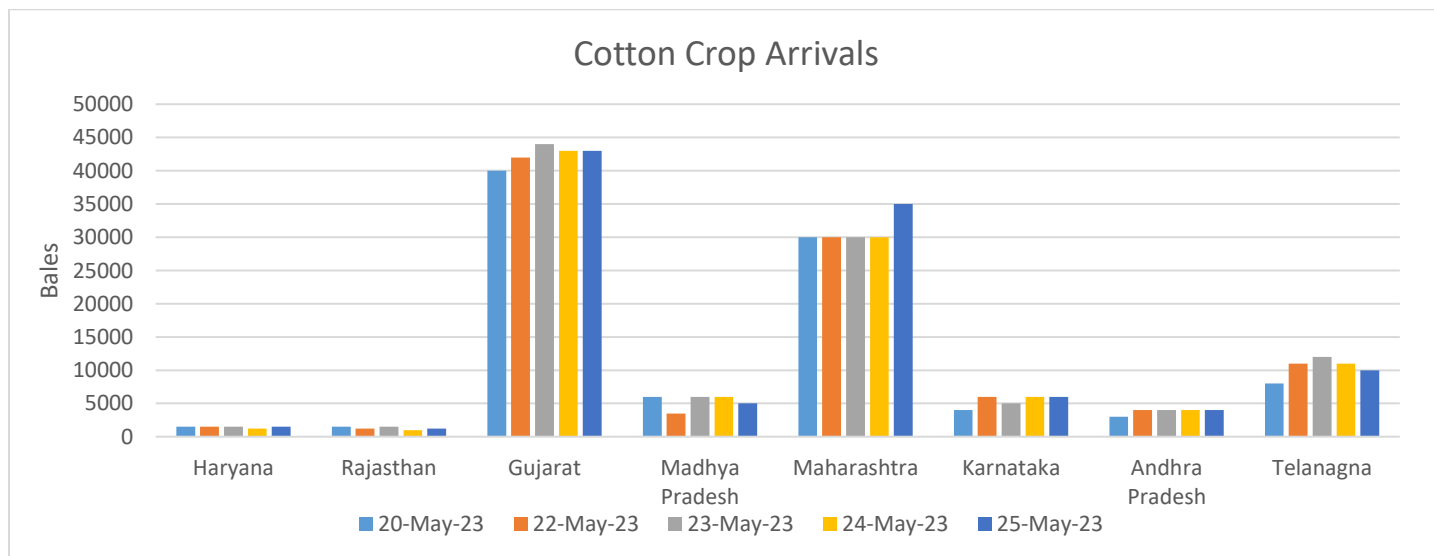
News

- Indian cotton market sentiment remained bearish today. The cotton prices continue to fall in the domestic market today. At Rajkot, cotton prices were traded lower at Rs. 7320 per quintal against the previous price of Rs. 7350 per quintal. Although, in some market like Mehsana and Gondal price has come down to 7000-7180 per quintal yesterday. Daily Arrivals had increased to 1400-1600 quintals per day.
- 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.
- 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 Uttarakhand, Rajasthan, West Bengal, Sikkim, Odisha, and with lightening at isolated places over Bihar, Jharkhand, Nagaland, Manipur, Mizoram, Tripura, Uttar Pradesh, Punjab, Haryana, Chandigarh, Delhi, Jammu & Kashmir, Ladakh, Gilgit, Baltistan, Muzaffarabad, Madhya Pradesh, Chhattisgarh, Telangana, Karaikal.

All India Cotton Crop: Bales



Source: Agriwatch

NCDEX Cottonseed Oilcake

Expiry Date	Open	High	Low	Close	Change
Jun-23	2513	2518	2457	2514	-45
Jul-23	2532	2545	2483	2544	-50

International Cotton Fundamentals:

The Cotlook A index was at 94.50 cents/lb. The AWP for cotton was 68.10 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
Jul-23	81.72	-263
Dec-23	80.28	-216
Mar-24	80.27	-204

- 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	25-May-23	24-May-23	
Gujarat	Ahmedabad	Shankar-6	7050	7050	Unch
	Gondal	Shankar-6	7180	7130	50
	Rajkot	B.T. Cotton	7320	7310	10
	Patan	B.T. Cotton	7230	7235	-5
	Kadi	B.T. Cotton	7000	7250	-250
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	6850	6850	Unch
Haryana	Bhiwani	B.T. Cotton	7000	7100	-100
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	7080	7000	80
	Fatehabad	B.T. Cotton	7880	NA	-
Rajasthan	Hanumangarh	B.T. Cotton	7100	7100	Unch
	Rawatsar	B.T. Cotton	7050	7000	50
Madhya Pradesh	Khandwa	Mech-1	7100	7200	-100
	Khargaon	Mech-1	7110	NA	-
Telangana	Adilabad	Un-Ginned	NA	6680	-
Andhra Pradesh	Adoni	Un-Ginned	6686	7069	-383
Karnataka	Bijapur	Bunny	7419	7562	-143
	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	7000	7100	-100
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	25-May-23	24-May-23	
Punjab	Bhatinda	J-34	5700	5800	-100
	Abohar	J-34	5700	5775	-75
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	5650	5600	50
Rajasthan	Sri-Ganganagar	J-34	5593	5640	-47

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	25-May-23	24-May-23	
Gujarat	Ahmedabad	Shankar-6	51000	51000	Unch
	Gondal	Shankar-6	6900	6750	150
	Rajkot	B.T. Cotton	1450	1400	50
	Patan	B.T. Cotton	1985	3035	-1050

	Kadi	B.T. Cotton	15000	15000	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	77	39	38
Haryana	Bhiwani	B.T. Cotton	400	600	-200
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	340	340	Unch
	Fatehabad	B.T. Cotton	20	NA	-
	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	1250	1500	-250
	Khargaon	Mech-1	6800	NA	-
Telangana	Adilabad	Un-Ginned	NA	20880	-
Andhra Pradesh	Adoni	Un-Ginned	2029	2029	Unch
Karnataka	Bijapur	Bunny	1501	1873	-372
	Raichur	H-44 Cotton	8	9	-1
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	25-May-23	24-May-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	68	170	-102
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	170	85	85
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	25-May-23	24-May-23	
Gujarat	Rajkot	Rs./10 Kg.	875	840	35
Delhi	New Delhi	Rs./10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs./10 Kg.	840	865	-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	25-May-23	24-May-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2514	2479	36
Maharashtra	Akola	Rs./Qtl	2629	2649	-20



INTERNATIONAL PRICES AND INDICES

China Cotton Index:

Index	Unit	25-May-23	24-May-23	Change
CCIndex(328)	RMB/Ton	16620	16658	-38
CCIndex(527)	RMB/Ton	15263	15313	-50
CCIndex(229)	RMB/Ton	16859	16925	-66
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	25-May-23	24-May-23	Change
FC Index (S)	Cents/lb	94.46	97.07	-2.61
FC Index (M)	Cents/lb	92.67	95.31	-2.64
FC Index (L)	Cents/lb	91.66	94.29	-2.63

Cotlook Index:

Cotlook Indices	Unit	23-May-23	22-May-23	Change
A-Index	Cents/Pound	95.4	100.06	-4.66

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		23-May-23	23-May-23	Bales
Southeast	cents/lb.	83.35	85.6	0
North Delta	cents/lb.	82.6	84.85	0
South Delta	cents/lb.	82.6	84.85	0
East TX-OK	cents/lb.	78.6	80.35	1085
West Texas	cents/lb.	79.1	80.6	1837
Desert SW	cents/lb.	78.35	80.85	597
SJ Valley	cents/lb.	78.6	87.5	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
				23-May-23	22-May-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	62600	63100	-500
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	63100	63600	-500

J-34(202)	26mm	3.5 - 4.9	23	53600	54600	-1000
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	54900	55200	-300
Shankar-6(105)	29mm	3.5 - 4.9	28	56700	57000	-300
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	58100	58200	-100
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	25-May-23	24-May-23	
Punjab	Bhatinda (Pakki)	3150	3350	-200
Punjab	Ludiana	3710	3710	Unch
Haryana	Sirsa	3030	3055	-25
Haryana	Hisar	3050	3075	-25
Rajasthan	Hanumangarh	2950	2975	-25
Rajasthan	Vijaynagar	3000	3025	-25
Madhya Pradesh	Indore	2950	2950	Unch
Madhya Pradesh	Khargone	2900	2900	Unch
Maharashtra	Wani	3025	3025	Unch
Maharashtra	Malkapur	2925	2925	Unch
Telegana	Warangal	2780	2780	Unch
Telegana	Adilabad	2780	2780	Unch
Karnataka	Dharwad	2850	2850	Unch
Karnatka	Hubli	3050	3050	Unch
Gujarat	Dhasa ,Damnagar,Babra Good Qlty	2717	2683	33

Cotton Seed Prices		Prices (Rs./Quintal)		Change
State	Market	25-May-23	24-May-23	
Punjab	Mansa	3250	3250	Unch
Punjab	Bhatinda	3200	3200	Unch
Haryana	Adampur	3305	3330	-25
Haryana	Charkhi Dadari	3205	3230	-25
Rajasthan	Hanumangarh	3350	3375	-25
Rajasthan	Bikaner	3400	3425	-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	2700	2750	-50
Karnatka	Hubli	2700	2750	-50
Gujarat	Mahuva,Rajula,S.Kundla,UNA	2650	2700	-50
Gujarat	Kadi	2725	2725	Unch

Daily Futures Price Listing Wednesday, May 24th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
23-Jul	230524	84.35	84.4	81.4	81.72	-2.63	20543	82360	-309
23-Oct	230524	82.46	82.46	80.64	80.64	-2.73	1	18	0
23-Dec	230524	82.44	82.56	80.02	80.28	-2.16	12,401	80,940	2146
24-Mar	230524	82.29	82.37	80	80.27	-2.04	3656	12,750	568
24-May	230524	81.72	81.73	79.92	80.28	-1.82	745	4,834	-43
24-Jul	230524	81.41	81.41	79.77	80.24	-1.54	190	2861	18
Total Volume and Open Interest							37,667	191,548	2,373

Source: MRCI

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