

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed bearish trend across India today. MCX cotton spot price traded down at Rs. 57,520 per candy on Monday. ICE cotton futures closed green on Friday.

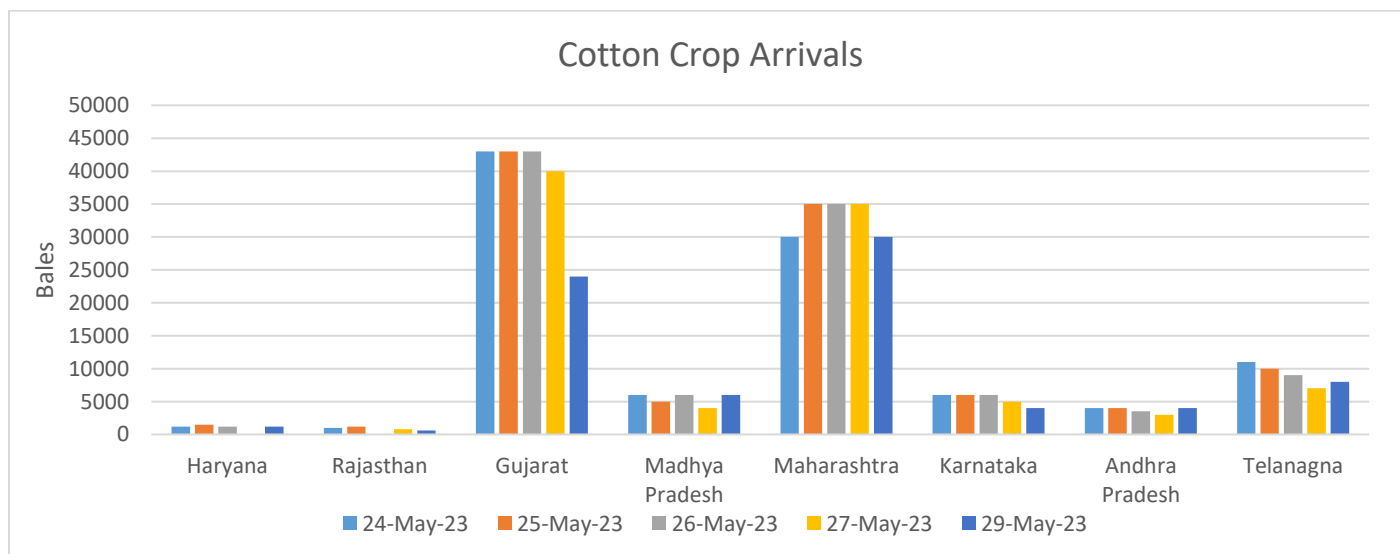
News

- The Southern India Mills Association (SIMA), has urged the farmers to dispose the stocked cotton before the monsoon begins to fetch better prices of the produce as it will be difficult to gin cotton during the rainy season. Also, the quality of cotton might deteriorate during the rainy season and farmers may get lower prices.
- The cotton sowing has been affected due to recent rains as the heavy rains during the past week has affected the freshly sown crop in nearly 4,000 hectares of the Muktsar district. The rain has created a hard crust of soil over the crop, thereby affecting the germination of seeds.
- However, the area under cotton in Punjab is likely to reduce in the 2023-24 season. However, aided by unseasonal rains, farmers are likely to bring more area under the cotton crop in Haryana and Rajasthan.

Weather Forecast

Heavy rainfall at isolated places over Jammu & Kashmir, Ladakh, Gilgit, Baltistan, Muzaffarabad, Himachal Pradesh, Coastal & South Interior Karnataka. Thunderstorms accompanied with lightning at isolated places over Odisha, South Interior Karnataka, and with lightening at isolated places over Jammu & Kashmir, Ladakh, Gilgit, Baltistan, Muzaffarabad, Himachal Pradesh, Punjab, Haryana, Chandigarh, Delhi, Rajasthan, Vidarbha, Chhattisgarh, Madhya Pradesh, West Bengal, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, 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
Jun-23	2491	2598	2491	2491	+85.00
Jul-23	2535	2625	2535	2519	+87.00

International Cotton Fundamentals:

The Cotlook A index was at 91.95 cents/lb. The AWP for cotton was 69.80 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
Jul-23	83.35	+323
Dec-23	80.54	+204
Mar-24	80.66	+202

- 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.

DOMESTIC COTTON PRICES AND ARRIVALS

Cotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	29-May-23	27-May-23	
Gujarat	Ahmedabad	Shankar-6	7600	7150	450
	Gondal	Shankar-6	7580	7330	250
	Rajkot	B.T. Cotton	7535	7320	215
	Patan	B.T. Cotton	7445	7435	10
	Kadi	B.T. Cotton	7250	7125	125
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	7150	7000	150
Haryana	Bhiwani	B.T. Cotton	7050	7000	50
	Adampur	B.T. Cotton	7200	7200	Unch
	Fatehabad	B.T. Cotton	7025	6875	150
Rajasthan	Hanumangarh	B.T. Cotton	7100	7100	Unch
	Rawatsar	B.T. Cotton	7100	6950	150
Madhya Pradesh	Khandwa	Mech-1	7300	Closed	-
	Khargaon	Mech-1	NA	Closed	-
Telangana	Adilabad	Un-Ginned	NA	6620	-
Andhra Pradesh	Adoni	Un-Ginned	6767	6600	167
Karnataka	Bijapur	Bunny	7569	NR	-
	Raichur	H-44 Cotton	7400	NR	-
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	29-May-23	27-May-23	
Punjab	Bhatinda	J-34	5825	5800	25
	Abohar	J-34	5850	5800	50
Haryana	Sirsa	J-34	5700	5625	75
Rajasthan	Sri-Ganganagar	J-34	5593	NR	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	29-May-23	27-May-23	
Gujarat	Ahmedabad	Shankar-6	42500	51000	-8500
	Gondal	Shankar-6	6800	6900	-100
	Rajkot	B.T. Cotton	2500	1550	950
	Patan	B.T. Cotton	250	2175	-1925
	Kadi	B.T. Cotton	20000	12000	8000
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	69	73	-4

Haryana	Bhiwani	B.T. Cotton	500	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	510	340	170
	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	NA	-
	Rawatsar	B.T. Cotton	500	NA	-
Madhya Pradesh	Khandwa	Mech-1	1500	Closed	-
	Khargaon	Mech-1	NA	Closed	-
Telangana	Adilabad	Un-Ginned	NA	10298	-
Andhra Pradesh	Adoni	Un-Ginned	500	860	-360
Karnataka	Bijapur	Bunny	1679	NR	-
	Raichur	H-44 Cotton	10	NR	-
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	29-May-23	27-May-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	85	34	51
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	85	NA	-
Rajasthan	Sri-Ganganagar	J-34	NA	NR	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	29-May-23	27-May-23	
Gujarat	Rajkot	Rs./10 Kg.	875	885	-10
Delhi	New Delhi	Rs./10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs./10 Kg.	845	845	Unch
Maharashtra	Mumbai	Rs./10 Kg.	890	890	Unch

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	29-May-23	27-May-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2633	2519	114
Maharashtra	Akola	Rs./Qtl	2660	2609	51



INTERNATIONAL PRICES AND INDICES

China Cotton Index:

Index	Unit	29-May-23	27-May-23	Change
CCIndex(328)	RMB/Ton	16440	Closed	-
CCIndex(527)	RMB/Ton	15115	Closed	-
CCIndex(229)	RMB/Ton	16682	Closed	-
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	29-May-23	27-May-23	Change
FC Index (S)	Cents/lb	96	Closed	-
FC Index (M)	Cents/lb	94.24	Closed	-
FC Index (L)	Cents/lb	93.23	Closed	-

Cotlook Index:

Cotlook Indices	Unit	27-May-23	26-May-23	Change
A-Index	Cents/Pound	Closed	92.86	-

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		27-May-23	27-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
				27-May-23	26-May-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	63600	62600	1000
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	64100	63100	1000



J-34(202)	26mm	3.5 - 4.9	23	54800	53800	1000
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	55000	54700	300
Shankar-6(105)	29mm	3.5 - 4.9	28	57000	56500	500
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	58200	58000	200
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	NR	NR	-
DCH-32(107)	34mm	3.0 - 3.8	33	72300	72000	300

Cottonseed and Oilcake Prices

Cotton Seed Oil Cake Prices		Prices (Rs./Quintal)		Change
State	Market	29-May-23	27-May-23	
Punjab	Bhatinda (Pakki)	3400	3350	50
Punjab	Ludhiana	3750	3710	40
Haryana	Sirsa	3225	3030	195
Haryana	Hisar	3075	3050	25
Rajasthan	Hanumangarh	2975	2950	25
Rajasthan	Vijaynagar	3025	3000	25
Madhya Pradesh	Indore	3000	2950	50
Madhya Pradesh	Khargone	2950	2900	50
Maharashtra	Wani	3100	3025	75
Maharashtra	Malkapur	2975	2925	50
Telangana	Warangal	2780	2780	Unch
Telangana	Adilabad	2780	2780	Unch
Karnataka	Dharwad	2850	2850	Unch
Karnataka	Hubli	3050	3050	Unch
Gujarat	Dhasa ,Damnagar,Babra Good Qlty	2783	2783	Unch

Cotton Seed Prices		Prices (Rs./Quintal)		Change
State	Market	29-May-23	27-May-23	
Punjab	Mansa	3250	3250	Unch
Punjab	Bhatinda	3300	3200	100
Haryana	Adampur	3330	3305	25
Haryana	Charkhi Dadari	3230	3205	25
Rajasthan	Hanumangarh	3375	3350	25
Rajasthan	Bikaner	3425	3400	25
Madhya Pradesh	Sendhwa	2850	2750	100
Madhya Pradesh	Barwaha	2850	2750	100
Maharashtra	Malkapur	2950	2850	100
Maharashtra	Akot	3100	3000	100
Telangana	Madnoor	2900	2850	50

Telangana	Jangaon	2925	2875	50
Karnataka	Bijapur	2850	2800	50
Karnataka	Hubli	2850	2800	50
Gujarat	Mahuva,Rajula,S.Kundla,UNA	2825	2700	125
Gujarat	Kadi	2950	2775	175

Daily Futures Price Listing Friday, May 26th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
23-Jul	230526	80.11	83.74	80.11	83.35	3.23	22721	78502	-1537
23-Oct	230526	81.03	81.03	81.03	81.03	2.14	13	23	5
23-Dec	230526	78.7	80.89	78.5	80.54	2.04	13,024	85,310	1236
24-Mar	230526	78.9	80.99	78.69	80.66	2.02	2955	13,366	237
24-May	230526	79.04	81.05	78.84	80.8	2.01	1759	4,854	77
24-Jul	230526	79.53	81.1	79.16	80.85	1.98	827	3487	562
Total Volume and Open Interest							41,653	193,480	499

Source: MRCI

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness, and correctness. The use of data and information contained in this report is at your own risk. This document is not, and should not be construed as an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed, or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors, and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at © 2023 Indian Agribusiness Systems Ltd.