

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed bullish trend across India today. MCX cotton spot price traded up at Rs. 57,720 per candy on Tuesday. ICE cotton futures closed green on Friday.

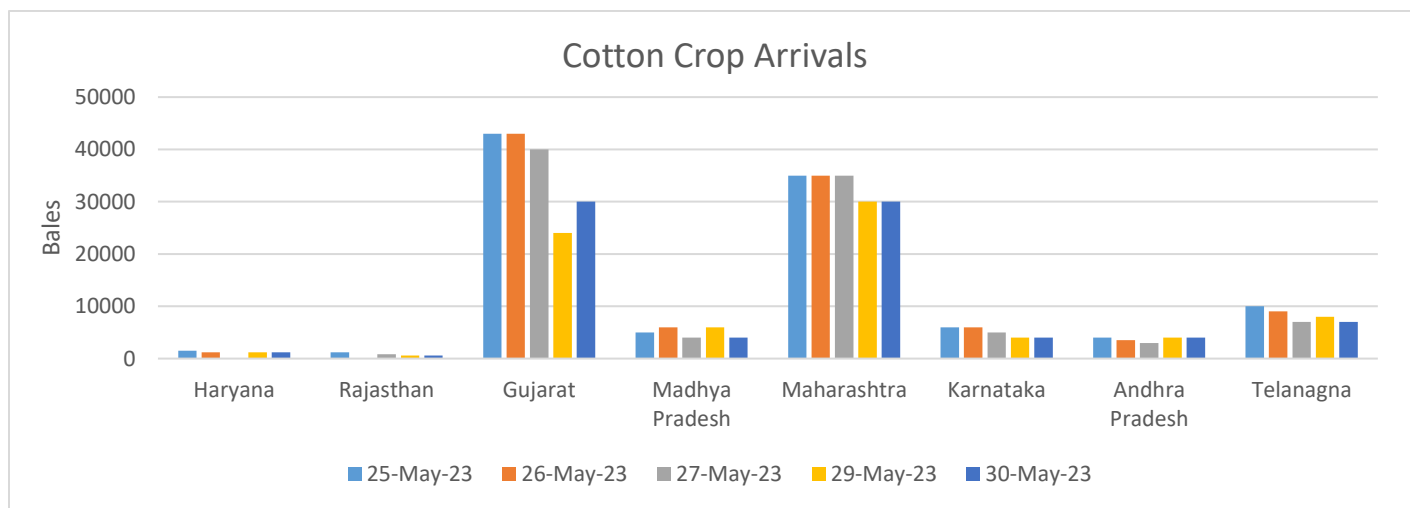
News

- Cotton sowing in Haryana is likely to get completed by 31st May 2023. The area under the cotton acreages is likely to remain same as that of previous season. As per Agriwatch sources, around 6 lakh hectares of area is sown till 29th May'23 under the cotton crop as compared to previous season acreages of 6.50 lakh hectares.
- 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.

Weather Forecast

Heavy rainfall at isolated places over Jammu & Kashmir, Ladakh, Gilgit, Baltistan, Muzaffarabad, Coastal & South Interior Karnataka, Tamil Nadu and Kerala. Thunderstorms accompanied with lightning at isolated places over 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	2584	2611	2552	2580	-8.00
Jul-23	2606	2640	2580	2609	-8.00

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

- As per Cotlook Outlook, the global raw cotton production is forecasted lower by 69,000 tonne to 24,852,000 tonne during the 2022-23 season. Reduction for the African Franc Zone and the United States were partially offset by increase for China and Australia.
- Similarly, consumption has been reduced by 370,000 tonne at 22,875,000 tonne for the 2022-23 mainly due to poor downstream textile demand. Thus, the margin between output and mill use has widened to 1,977,000 tonnes for the 2022-23 season.

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	30-May-23	29-May-23	
Gujarat	Ahmedabad	Shankar-6	7500	7600	-100
	Gondal	Shankar-6	7605	7580	25
	Rajkot	B.T. Cotton	7575	7535	40
	Patan	B.T. Cotton	7805	7445	360
	Kadi	B.T. Cotton	7250	7250	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	7220	7150	70
Haryana	Bhiwani	B.T. Cotton	7250	7050	200
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	7300	7200	100
	Fatehabad	B.T. Cotton	NA	7025	-
Rajasthan	Hanumangarh	B.T. Cotton	7100	7100	Unch
	Rawatsar	B.T. Cotton	7200	7100	100
Madhya Pradesh	Khandwa	Mech-1	NA	7300	-
	Khargaon	Mech-1	7275	NA	-
Maharashtra	Amravati	Mech-1	7300	7400	-100
	Jamner	Medium Staple	7200	7100	100
Telangana	Adilabad	Un-Ginned	6850	NA	-
Andhra Pradesh	Adoni	Un-Ginned	7159	6767	392
Karnataka	Bijapur	Bunny	7589	7569	20
	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	7200	7400	-200
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	30-May-23	29-May-23	
Punjab	Bhatinda	J-34	5850	5825	25
	Abohar	J-34	5850	5850	Unch
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	5700	5700	Unch
Rajasthan	Sri-Ganganagar	J-34	NR	5593	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	30-May-23	29-May-23	
Gujarat	Ahmedabad	Shankar-6	68000	42500	25500

	Gondal	Shankar-6	7070	6800	270
	Rajkot	B.T. Cotton	2100	2500	-400
	Patan	B.T. Cotton	792	250	542
	Kadi	B.T. Cotton	20000	20000	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	52	69	-17
Haryana	Bhiwani	B.T. Cotton	300	500	-200
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	510	510	Unch
	Fatehabad	B.T. Cotton	NA	15	-
Rajasthan	Hanumangarh	B.T. Cotton	500	500	Unch
	Rawatsar	B.T. Cotton	500	500	Unch
Madhya Pradesh	Khandwa	Mech-1	NA	1500	-
	Khargaon	Mech-1	4000	NA	-
Telangana	Adilabad	Un-Ginned	5317	NA	-
Andhra Pradesh	Adoni	Un-Ginned	500	500	Unch
Karnataka	Bijapur	Bunny	1202	1679	-477
	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	8	10	-2
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	30-May-23	29-May-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	85	85	Unch
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	85	85	Unch
Rajasthan	Sri-Ganganagar	J-34	NR	NA	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	30-May-23	29-May-23	
Gujarat	Rajkot	Rs./10 Kg.	860	875	-15
Delhi	New Delhi	Rs./10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs./10 Kg.	870	870	Unch
Maharashtra	Mumbai	Rs./10 Kg.	880	890	-10

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	30-May-23	29-May-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2649	2633	16
Maharashtra	Akola	Rs./Qtl	2685	2660	26



INTERNATIONAL PRICES AND INDICES

China Cotton Index:

Index	Unit	30-May-23	29-May-23	Change
CCIndex(328)	RMB/Ton	16433	16440	-7
CCIndex(527)	RMB/Ton	15092	15115	-23
CCIndex(229)	RMB/Ton	16668	16682	-14
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	30-May-23	29-May-23	Change
FC Index (S)	Cents/lb	96	96	Unch
FC Index (M)	Cents/lb	94.24	94.24	Unch
FC Index (L)	Cents/lb	93.23	93.23	Unch

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
				29-May-23	27-May-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	63600	63600	Unch
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	64100	64100	Unch

J-34(202)	26mm	3.5 - 4.9	23	54800	54800	Unch
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	56000	55000	1000
Shankar-6(105)	29mm	3.5 - 4.9	28	57700	57000	700
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	59200	58200	1000
DCH-32(107)	34mm	3.0 - 3.8	33	72400	72300	100

Cottonseed and Oilcake Prices

Cotton Seed Oil Cake Prices		Prices (Rs./Quintal)		Change
State	Market	30-May-23	29-May-23	
Punjab	Bhatinda (Pakki)	3400	3400	Unch
Punjab	Ludiana	3750	3750	Unch
Haryana	Sirsa	3055	3225	-170
Haryana	Hisar	3075	3075	Unch
Rajasthan	Hanumangarh	2975	2975	Unch
Rajasthan	Vijaynagar	2975	3025	-50
Madhya Pradesh	Indore	3075	3000	75
Madhya Pradesh	Khargone	3000	2950	50
Maharashtra	Wani	3150	3100	50
Maharashtra	Malkapur	3025	2975	50
Telangana	Warangal	2850	2780	70
Telangana	Adilabad	2780	2780	Unch
Karnataka	Dharwad	2850	2850	Unch
Karnataka	Hubli	3050	3050	Unch
Gujarat	Dhasa ,Damnagar,Babra Good Qlty	2883	2783	100

Cotton Seed Prices		Prices (Rs./Quintal)		Change
State	Market	30-May-23	29-May-23	
Punjab	Mansa	3250	3250	Unch
Punjab	Bhatinda	3300	3300	Unch
Haryana	Adampur	3330	3330	Unch
Haryana	Charkhi Dadari	3230	3230	Unch
Rajasthan	Hanumangarh	3375	3375	Unch
Rajasthan	Bikaner	3425	3425	Unch
Madhya Pradesh	Sendhwa	2925	2850	75
Madhya Pradesh	Barwaha	2900	2850	50
Maharashtra	Malkapur	2950	2950	Unch
Maharashtra	Akot	3100	3100	Unch
Telangana	Madnoor	3050	2900	150
Telangana	Jangaon	2975	2925	50

Karnataka	Bijapur	2900	2850	50
Karnataka	Hubli	2900	2850	50
Gujarat	Mahuva,Rajula,S.Kundla,UNA	2825	2825	Unch
Gujarat	Kadi	2900	2950	-50

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

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