

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed bullish trend across India today. MCX cotton spot price traded up at Rs. 57,660 per candy on Thursday. ICE cotton futures closed red on Wednesday.

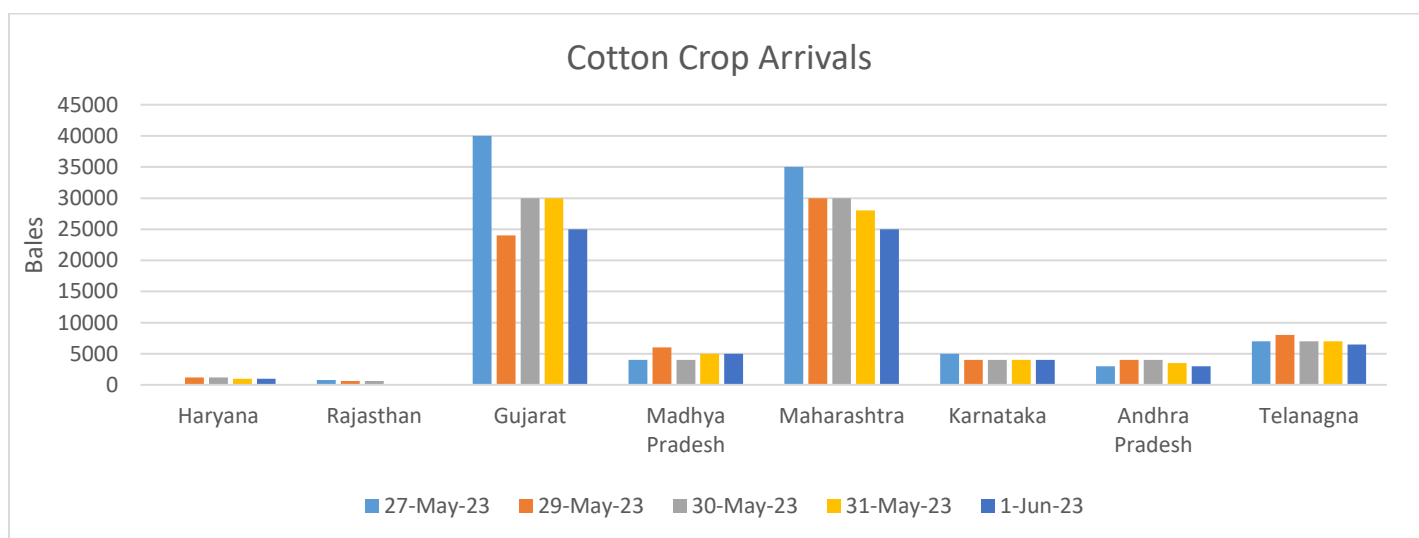
News

- As per the southern India Mills Association, Indian cotton yarn exports, dropped by almost 50%, while the cotton fabrics and made-ups export dropped by 17% and raw cotton exports plunged by 73% during the 2022-23 season. The cotton arrival during the current cotton season was less than 60% as on 31st March 23 as against the usual arrival of 85-90%.
- 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.

Weather Forecast

Heavy rainfall at isolated places over Kerala. Thunderstorms accompanied with lightning at isolated places over Jammu & Kashmir, Ladakh, Gilgit, Baltistan, Muzaffarabad, Himachal Pradesh, Rajasthan, Andaman & Nicobar Islands, Karnataka, Arunachal Pradesh, 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	2578	2578	2532	2557	-13
Jul-23	2567	2597	2560	2587	-13

International Cotton Fundamentals:

The Cotlook A index was at 93.75 cents/lb. The AWP for cotton was 69.80 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
Jul-23	83.48	+51
Dec-23	79.47	-74
Mar-24	79.56	-66

- The USDA's crop progress report for the week ending on May 21st indicates that 60% of the cotton crop was planted which was 45% in previous week and 66% in previous year. Cotton squaring stands at 3% which was 7% previous season.
- 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.

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	1-Jun-23	31-May-23	
Gujarat	Ahmedabad	Shankar-6	7600	7550	50
	Gondal	Shankar-6	7530	Closed	-
	Rajkot	B.T. Cotton	7555	Closed	-
	Patan	B.T. Cotton	7750	7755	-5
	Kadi	B.T. Cotton	7125	7125	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	7120	7190	-70
Haryana	Bhiwani	B.T. Cotton	7100	7100	Unch
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	7300	7300	Unch
Rajasthan	Hanumangarh	B.T. Cotton	7100	7100	Unch
	Rawatsar	B.T. Cotton	7200	NR	-
Madhya Pradesh	Khandwa	Mech-1	NA	NA	-
	Khargaon	Mech-1	7265	NA	-
Maharashtra	Amravati	Mech-1	7300	7300	Unch
	Jamner	Medium Staple	7200	7200	Unch
Telangana	Adilabad	Un-Ginned	6830	6900	-70
Andhra Pradesh	Adoni	Un-Ginned	7279	7309	-30
Karnataka	Bijapur	Bunny	7690	7645	45
	Raichur	H-44 Cotton	7300	7200	100
Commodity	Lint		Prices (Rs./Maunder)		Change
State	Centre	Variety	1-Jun-23	31-May-23	
Punjab	Bhatinda	J-34	5850	5825	25
	Abohar	J-34	5925	5925	Unch
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	5725	5725	Unch
Rajasthan	Sri-Ganganagar	J-34	NR	5640	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	1-Jun-23	31-May-23	
Gujarat	Ahmedabad	Shankar-6	42500	34000	8500
	Gondal	Shankar-6	7000	Closed	-
	Rajkot	B.T. Cotton	1000	Closed	-
	Patan	B.T. Cotton	1346	912	434

	Kadi	B.T. Cotton	15000	15000	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	21	51	-30
Haryana	Bhiwani	B.T. Cotton	200	150	50
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	510	NA	-
Rajasthan	Hanumangarh	B.T. Cotton	500	NR	-
	Rawatsar	B.T. Cotton	500	NR	-
Madhya Pradesh	Khandwa	Mech-1	NA	NA	-
	Khargaon	Mech-1	3100	NA	-
Telangana	Adilabad	Un-Ginned	2055.5	5426.5	-3371
Andhra Pradesh	Adoni	Un-Ginned	396	448	-52
Karnataka	Bijapur	Bunny	909	1677	-768
	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	9	10	-1
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	1-Jun-23	31-May-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	9	NA	-
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	17	34	-17
Rajasthan	Sri-Ganganagar	J-34	NR	NA	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	1-Jun-23	31-May-23	
Gujarat	Rajkot	Rs./10 Kg.	840	840	Unch
Maharashtra	Mumbai	Rs./10 Kg.	865	875	-10

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	1-Jun-23	31-May-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2595	2626	-31
Maharashtra	Akola	Rs./Qtl	2679	2684	-5

INTERNATIONAL PRICES AND INDICESChina Cotton Index:

Index	Unit	1-Jun-23	31-May-23	Change
CCIndex(328)	RMB/Ton	16390	16408	-18



CCIndex(527)	RMB/Ton	15077	15082	-5
CCIndex(229)	RMB/Ton	16632	16629	3
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	1-Jun-23	31-May-23	Change
FC Index (S)	Cents/lb	96.1	96.6	-0.50
FC Index (M)	Cents/lb	94.23	94.84	-0.61
FC Index (L)	Cents/lb	93.21	93.83	-0.62

Cotlook Index:

Cotlook Indices	Unit	30-May-23	29-May-23	Change
A-Index	Cents/Pound	93.75	96	-2.25

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		30-May-23	30-May-23	Bales
Southeast	cents/lb.	82.99	85.24	0
North Delta	cents/lb.	82.24	84.49	0
South Delta	cents/lb.	82.24	84.49	0
East TX-OK	cents/lb.	77.99	79.74	2225
West Texas	cents/lb.	78.74	80.24	3749
Desert SW	cents/lb.	77.99	80.49	88
SJ Valley	cents/lb.	78.24	87.14	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
				31-May-23	30-May-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	64400	64400	Unch
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	64900	64900	Unch
J-34(202)	26mm	3.5 - 4.9	23	54900	55400	-500
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	56000	56000	Unch
Shankar-6(105)	29mm	3.5 - 4.9	28	57800	57800	Unch
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	59200	59200	Unch
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	NR	NR	-



DCH-32(107)	34mm	3.0 - 3.8	33	72400	72400	Unch
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Cottonseed and Oilcake Prices

Cotton Seed Oil Cake Prices		Prices (Rs./Quintal)		Change
State	Market	1-Jun-23	31-May-23	
Punjab	Bhatinda (Pakki)	3400	3400	Unch
Punjab	Ludiana	3750	3750	Unch
Haryana	Sirsa	3055	3055	Unch
Haryana	Hisar	3075	3075	Unch
Rajasthan	Hanumangarh	2975	2975	Unch
Rajasthan	Vijaynagar	3025	3025	Unch
Madhya Pradesh	Indore	3075	3075	Unch
Madhya Pradesh	Khargone	3000	3000	Unch
Maharashtra	Wani	3150	3150	Unch
Maharashtra	Malkapur	3025	3025	Unch
Telangana	Warangal	2850	2850	Unch
Telangana	Adilabad	2780	2780	Unch
Karnataka	Dharwad	2850	2850	Unch
Karnataka	Hubli	3050	3050	Unch
Gujarat	Dhasa ,Damnagar,Babra Good Qlty	2850	2867	-17

Cotton Seed Prices		Prices (Rs./Quintal)		Change
State	Market	1-Jun-23	31-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	2875	2925	-50
Madhya Pradesh	Barwaha	2850	2900	-50
Maharashtra	Malkapur	2950	2950	Unch
Maharashtra	Akot	3100	3100	Unch
Telangana	Madnoor	3050	3050	Unch
Telangana	Jangaon	2975	2975	Unch
Karnataka	Bijapur	2900	2900	Unch
Karnataka	Hubli	2900	2900	Unch
Gujarat	Mahuva,Rajula,S.Kundla,UNA	2800	2825	-25

Gujarat	Kadi	2825	2900	-75
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Daily Futures Price Listing Wednesday, May 31st · 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
23-Jul	230531	84.49	84.49	82.56	83.48	-0.51	25928	74684	-1860
23-Oct	230531	80.31	80.31	80.31	80.31	-0.60	1	24	0
23-Dec	230531	80.15	80.51	78.96	79.47	-0.74	18,847	88,564	1911
24-Mar	230531	80.12	80.12	79.03	79.56	-0.66	3842	14,593	869
24-May	230531	80.01	80.09	79.28	79.76	-0.56	1868	5,088	123
24-Jul	230531	79.83	80.11	79.35	79.85	-0.50	813	4223	399
Total Volume and Open Interest							52,297	194,974	1,716

Source: MRCI

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