

## Domestic Fundamentals:

### **Market Outlook:**

The cotton physical market showed bullish trend across India today. MCX cotton spot price traded up at Rs. 58,340 per candy on Saturday. ICE cotton futures closed red on Friday.

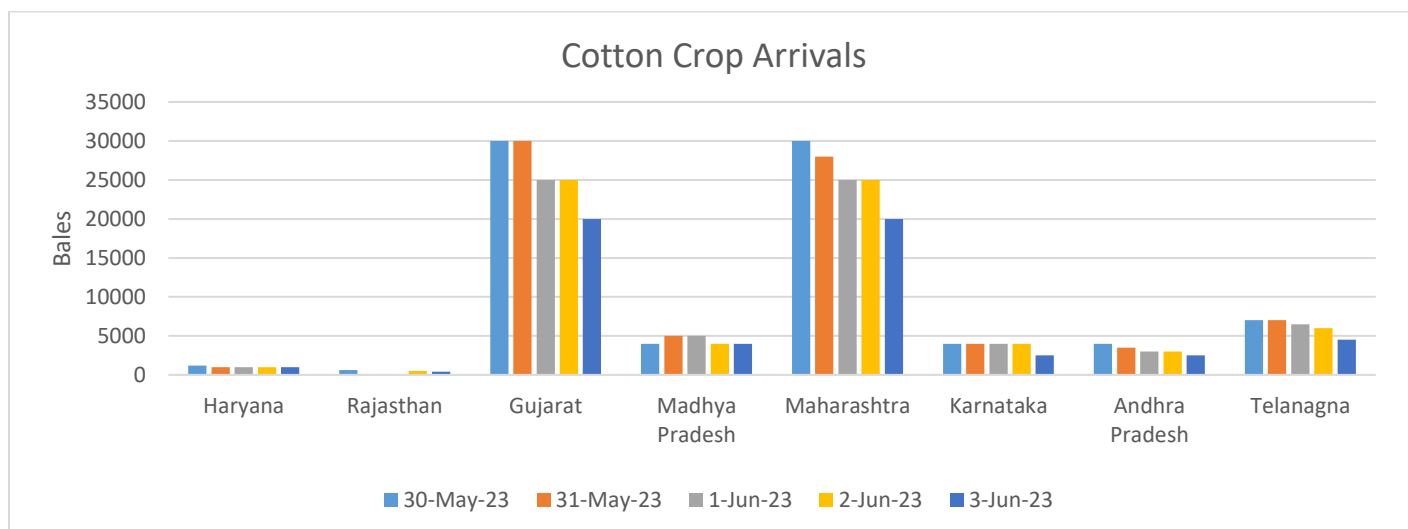
### **News**

- Indian market sentiment turned bullish during the last week. Raw cotton prices have increased amid decline in arrivals.
- 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 31<sup>st</sup> March 23 as against the usual arrival of 85-90%.
- Cotton sowing in Haryana is likely to get completed by 31<sup>st</sup> 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 29<sup>th</sup> 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
<b>Jun-23</b>	2560	2625	2546	2552	<b>+71</b>
<b>Jul-23</b>	2585	2654	2577	2577	<b>+75</b>

### International Cotton Fundamentals:

The Cotlook A index was at 93.75 cents/lb. The AWP for cotton was 66.91 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
<b>Jul-23</b>	86.05	<b>+37</b>
<b>Dec-23</b>	81.85	<b>+27</b>
<b>Mar-24</b>	81.65	<b>+16</b>

- The USDA's crop progress report for the week ending on May 21<sup>st</sup> 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

- As per the market sources, Cotton yarn prices across north India declined due to weak demand, with significant drops in Ludhiana and Delhi market. In Ludhiana market, prices have seen a decline of Rs. 2 per kg in cotton yarn prices, reflecting bearish market sentiment as buyers remained scarce. The 30-count cotton combed yarn was traded at Rs. 262-272 per kg; 20 and 25 count combed yarn were sold at Rs. 252-257 per kg and Rs.257-262 per kg respectively.

### DOMESTIC COTTON PRICES AND ARRIVALS

#### Cotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	3-Jun-23	2-Jun-23	
Gujarat	Ahmedabad	Shankar-6	NR	7625	-
	Gondal	Shankar-6	7680	7580	100
	Rajkot	B.T. Cotton	7850	7730	120
	Patan	B.T. Cotton	7780	7815	-35
	Kadi	B.T. Cotton	7500	7250	250
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	7410	7150	260
Haryana	Bhiwani	B.T. Cotton	7350	7250	100
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	7300	7300	Unch
	Fatehabad	B.T. Cotton	7100	7000	100
Rajasthan	Hanumangarh	B.T. Cotton	7100	7100	Unch
	Rawatsar	B.T. Cotton	NR	7250	-
Madhya Pradesh	Khandwa	Mech-1	Closed	NA	-
	Khargaon	Mech-1	Closed	7330	-
Maharashtra	Amravati	Mech-1	NA	7300	-
	Jamner	Medium Staple	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	6830	-
Andhra Pradesh	Adoni	Un-Ginned	7289	NA	-
Karnataka	Bijapur	Bunny	7789	7729	60
	Raichur	H-44 Cotton	NR	7500	-
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	3-Jun-23	2-Jun-23	
Punjab	Bhatinda	J-34	5950	5950	Unch
	Abohar	J-34	5950	5950	Unch
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	5750	5750	Unch
Rajasthan	Sri-Ganganagar	J-34	NR	5640	-

#### Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	3-Jun-23	2-Jun-23	
Gujarat	Ahmedabad	Shankar-6	NR	42500	-
	Gondal	Shankar-6	7025	7000	25
	Rajkot	B.T. Cotton	1000	1150	-150

	Patan	B.T. Cotton	1280	1620	-340
	Kadi	B.T. Cotton	10000	15000	-5000
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	64	41	23
Haryana	Bhiwani	B.T. Cotton	300	400	-100
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	340	340	Unch
	Fatehabad	B.T. Cotton	50	25	25
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	NR	NR	-
	Dabwali	B.T. Cotton	NR	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	NR	500	-
	Rawatsar	B.T. Cotton	NR	500	-
Madhya Pradesh	Khandwa	Mech-1	Closed	NA	-
	Khargaon	Mech-1	Closed	1800	-
Telangana	Adilabad	Un-Ginned	NA	1895.5	-
Andhra Pradesh	Adoni	Un-Ginned	360	NA	-
Karnataka	Bijapur	Bunny	575	1145	-570
	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	NR	8	-
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	3-Jun-23	2-Jun-23	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	85	17	68
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	85	34	51
Rajasthan	Sri-Ganganagar	J-34	NR	NA	-

**Cotton Seed Oil Prices:**

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	3-Jun-23	2-Jun-23	
Gujarat	Rajkot	Rs. /10 Kg.	875	875	Unch
Delhi	New Delhi	Rs. /10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs. /10 Kg.	NA	NA	-
Maharashtra	Mumbai	Rs. /10 Kg.	870	865	5

**Cotton Seed Oil Seed Cake Prices:**

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	3-Jun-23	2-Jun-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2667	2637	30
Maharashtra	Akola	Rs./Qtl	2699	2683	17



## INTERNATIONAL PRICES AND INDICES

### China Cotton Index:

Index	Unit	3-Jun-23	2-Jun-23	Change
CCIndex(328)	RMB/Ton	Closed	16510	-
CCIndex(527)	RMB/Ton	Closed	15177	-
CCIndex(229)	RMB/Ton	Closed	16726	-
RMB -Renminbi, 1RMB =0.16 \$U.S.				

### Cotlook Index:

Cotlook Indices	Unit	1-Jun-23	31-May-23	Change
A-Index	Cents/Pound	93.75	96.6	-2.85

### USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		1-Jun-23	1-Jun-23	Bales
Southeast	cents/lb.	85.42	87.67	0
North Delta	cents/lb.	84.67	86.92	0
South Delta	cents/lb.	84.67	86.92	0
East TX-OK	cents/lb.	79.92	81.67	1648
West Texas	cents/lb.	80.67	82.17	599
Desert SW	cents/lb.	79.92	82.42	0
SJ Valley	cents/lb.	80.17	89.07	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
				2-Jun-23	1-Jun-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	64900	64400	500
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	65400	64900	500
J-34(202)	26mm	3.5 - 4.9	23	54400	54400	Unch
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	56700	56200	500
Shankar-6(105)	29mm	3.5 - 4.9	28	58400	57900	500
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	59900	59400	500
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	NR	NR	-
DCH-32(107)	34mm	3.0 - 3.8	33	72400	72400	Unch

### Cottonseed and Oilcake Prices

Cotton Seed Oil Cake Prices		Prices (Rs./Quintal)		Change
State	Market	3-Jun-23	2-Jun-23	
Punjab	Bhatinda (Pakki)	3400	3400	Unch
Punjab	Ludiana	3750	3750	Unch
Haryana	Sirsa	3080	3080	Unch
Haryana	Hisar	3100	3100	Unch
Rajasthan	Hanumangarh	3000	3000	Unch
Rajasthan	Vijaynagar	3050	3050	Unch
Madhya Pradesh	Indore	3095	3075	20
Madhya Pradesh	Khargone	3020	3000	20
Maharashtra	Wani	3170	3150	20
Maharashtra	Malkapur	3045	3025	20
Telegana	Warangal	2880	2880	Unch
Telegana	Adilabad	2780	2780	Unch
Karnataka	Dharwad	2800	2800	Unch
Karnatka	Hubli	3050	3050	Unch
Gujarat	Dhasa ,Damnagar,Babra Good Qlty	2883	2850	33

Cotton Seed Prices		Prices (Rs./Quintal)		Change
State	Market	3-Jun-23	2-Jun-23	
Punjab	Mansa	3250	3250	Unch
Punjab	Bhatinda	3300	3300	Unch
Haryana	Adampur	3355	3355	Unch
Haryana	Charkhi Dadari	3255	3255	Unch
Rajasthan	Hanumangarh	3400	3400	Unch
Rajasthan	Bikaner	3450	3450	Unch
Madhya Pradesh	Sendhwa	2950	2925	25
Madhya Pradesh	Barwaha	3000	2950	50
Maharastra	Malkapur	2950	2950	Unch
Maharastra	Akot	3100	3100	Unch
Telegana	Madnoor	2950	3050	-100
Telegana	Jangaon	3025	2975	50
Karnatka	Bijapur	2950	2900	50
Karnatka	Hubli	2950	2900	50

Gujarat	Mahuva,Rajula,S.Kundla,UNA	2850	2800	50
Gujarat	Kadi	2950	2825	125

Daily Futures Price Listing Friday, Jun 02nd 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
<a href="#">23-Jul</a>	230602	86.42	87.16	85.5	86.05	-0.37	19748	73515	-100
<a href="#">23-Oct</a>	230602	81.9	82.82	81.9	82.82	0.51	0	24	0
<a href="#">23-Dec</a>	230602	81.58	82.49	80.3	81.85	0.27	13,131	91,294	902
<a href="#">24-Mar</a>	230602	81.25	82.24	80.31	81.65	0.16	1863	15,057	201
<a href="#">24-May</a>	230602	81.3	82.09	80.38	81.59	0.07	1052	4,986	18
<a href="#">24-Jul</a>	230602	81.1	82	80.36	81.42	-0.05	459	4478	100
Total Volume and Open Interest							36,398	197,275	1,183

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.