

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed bearish trend across India today. MCX cotton spot price traded lower at Rs. 59,960 per candy on Monday. ICE cotton futures closed green on Friday.

News

- The Cotton Association of India in its latest estimate of the cotton crop for 2022-23 season has reduced its cotton production estimate by 4.65 lakh bales to 298.35 lakh bales from 303 lakh bales with reduction in Maharashtra, Telangana, and Tamil Nadu.

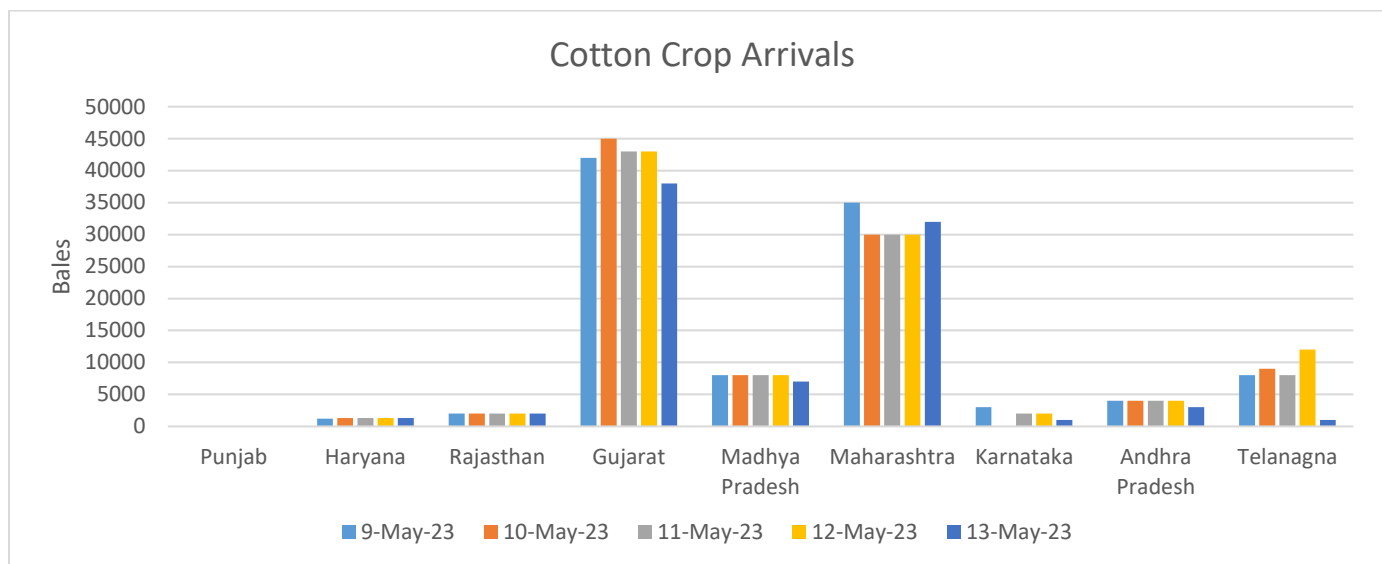
Cotton Balance Sheet	2021-22	2022-23
Opening Stock	71.84	31.89
Production	307.05	298.35
Imports	14	15
Domestic Consumption	318	311
Exports	43	20
Closing Stock	31.89	14.24
Source: CAI; unit- Lakh Bales		

- Cotton imports were estimated at 15 lakh bales whereas exports were reduced to 20 lakh bales from previous estimate of 25 lakh bales. Domestic consumption was estimated at 311 lakh bales. Overall, the ending stock for the 2022-23 season was estimated at 14.24 lakh bales. As per Cotton Association of India, Cotton arrivals between October 2022 to April 2023 were estimated at 224.17 lakh bales.
- AgriWatch has estimated cotton production at 334 lakh bales for the 2022-23 season. We expect that about 20-25% of the cotton stock is still with farmers which may get released in the coming months.
- As per the market sources, cotton sowing has reached on nearly 9,850 hectares in Muktsar district. Usually, the crop is sown till mid-May, but this year the weather is comparatively colder and sowing may last till May-end.

Weather Forecast

Thunderstorms accompanied with lightning at isolated places over Adman & Nicobar Islands, Kerala & Mahe, south 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
May-23	2706	2706	2654	2710	-42
Jun-23	2725	2732	2668	2729	-58

International Cotton Fundamentals:

The Cotlook A index was at 93.45 cents/lb. The AWP for cotton was 67.97 cents/lb.

ICE Cotton Futures (Cents/Lb)		
	Close	Change
Jul-23	80.53	+91
Dec-23	80.15	+55
Mar-24	80.22	+47

- USDA has estimated India's cotton exports to decline by 5,00,000 bales this month to 1.8 million roughly equal to its import forecast. Industry experts have projected export to be within 20 lakh bales during 2022-23 (October-September).
- The International Cotton Advisory Committee has projected the season's average price forecast range between 96.1 cents and 111.3 cents, with a midpoint of 102.77 cents per pound. This is lower than the midpoint of 115 cents projected in December 2022.

Cotton Yarn

- As per the market sources, north Indian cotton yarn traded lower by Rs.2-4 per kg due to reduced demand from the weaving industry. With export demand remaining weak, the market showed no signs of improvement.
- In Delhi, 30 count combed yarn traded at Rs. 270-280 per kg (GST extra), 40 count combed at Rs. 300-305 per kg, 30 count carded at Rs.248-255 per kg, and 40 count carded at Rs.280-285 per kg.

DOMESTIC COTTON PRICES AND ARRIVALS

Cotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	15-May-23	13-May-23	
Gujarat	Ahmedabad	Shankar-6	7625	7625	Unch
	Gondal	Shankar-6	7755	7755	Unch
	Rajkot	B.T. Cotton	7730	8250	-520
	Patan	B.T. Cotton	7850	7775	75
	Kadi	B.T. Cotton	7750	7750	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	7310	7360	-50
Haryana	Bhiwani	B.T. Cotton	7700	7750	-50
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	7600	7650	-50
	Fatehabad	B.T. Cotton	NA	7375	-
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	NR	NR	-
Rajasthan	Hanumangarh	B.T. Cotton	7600	7700	-100
	Rawatsar	B.T. Cotton	NR	7700	-
Madhya Pradesh	Khandwa	Mech-1	7550	Closed	-
	Khargaon	Mech-1	NA	Closed	-
Maharashtra	Amravati	Mech-1	NR	NR	-
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	7200	-
Andhra Pradesh	Adoni	Un-Ginned	7611	7669	-58
Karnataka	Bijapur	Bunny	NR	NR	-
	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	7750	7750	Unch



Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	15-May-23	13-May-23	
Punjab	Bhatinda	J-34	6175	6200	-25
	Abohar	J-34	6175	6175	Unch
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	6075	6075	Unch
Rajasthan	Sri-Ganganagar	J-34	0	NR	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	15-May-23	13-May-23	
Gujarat	Ahmedabad	Shankar-6	51000	51000	Unch
	Gondal	Shankar-6	7400	7375	25
	Rajkot	B.T. Cotton	1530	2000	-470
	Patan	B.T. Cotton	2535	2360	175
	Kadi	B.T. Cotton	15000	15000	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	36	64	-28
Haryana	Bhiwani	B.T. Cotton	500	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	340	340	Unch
	Fatehabad	B.T. Cotton	NA	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	1000	-
	Rawatsar	B.T. Cotton	NR	1000	-
Madhya Pradesh	Khandwa	Mech-1	2000	Closed	-
	Khargaon	Mech-1	NA	Closed	-
Maharashtra	Amravati	Mech-1	NR	NR	-
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	7942.5	-
Andhra Pradesh	Adoni	Un-Ginned	948	948	Unch
Karnataka	Bijapur	Bunny	NR	NR	-
	Hubli	D.C.H.	NR	NR	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	13	7	6
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	15-May-23	13-May-23	
Punjab	Bhatinda	J-34	NA	NA	-

	Abohar	J-34	170	170	Unch
	Mansa	J-34	NR	NR	-
Haryana	Sirsa	J-34	510	340	170
Rajasthan	Sri-Ganganagar	J-34	0	NR	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	15-May-23	13-May-23	
Gujarat	Rajkot	Rs./10 Kg.	920	930	-10
Delhi	New Delhi	Rs./10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs./10 Kg.	NA	NA	-
Maharashtra	Mumbai	Rs./10 Kg.	960	970	-10

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	15-May-23	13-May-23	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2694	2710	-16
Maharashtra	Akola	Rs./Qtl	2791	2798	-7

INTERNATIONAL PRICES AND INDICES**China Cotton Index:**

Index	Unit	15-May-23	13-May-23	Change
CCIndex(328)	RMB/Ton	16262	Closed	-
CCIndex(527)	RMB/Ton	14938	Closed	-
CCIndex(229)	RMB/Ton	16516	Closed	-
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	15-May-23	13-May-23	Change
FC Index (S)	Cents/lb	94.69	Closed	-
FC Index (M)	Cents/lb	93.04	Closed	-
FC Index (L)	Cents/lb	92.03	Closed	-

Cotlook Index:

Cotlook Indices	Unit	13-May-23	11-May-23	Change
A-Index	Cents/Pound	Closed	94.89	-

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		13-May-23	13-May-23	Bales

Southeast	cents/lb.	80.03	82.28	1024
North Delta	cents/lb.	79.28	81.53	0
South Delta	cents/lb.	79.28	81.53	0
East TX-OK	cents/lb.	75.78	77.53	0
West Texas	cents/lb.	75.78	77.28	1878
Desert SW	cents/lb.	75.28	77.53	0
SJ Valley	cents/lb.	75.53	84.43	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 Tax 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
				13-May-23	12-May-23	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	65200	64800	400
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	65700	65300	400
J-34(202)	26mm	3.5 - 4.9	23	57800	57800	Unch
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	58000	58200	-200
Shankar-6(105)	29mm	3.5 - 4.9	28	59900	60100	-200
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	61200	61400	-200
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	NR	NR	-
DCH-32(107)	34mm	3.0 - 3.8	33	75500	75500	Unch

Cottonseed and Oilcake Prices

Cotton Seed Oil Cake Prices		Prices (Rs. /Quintal)		Change
State	Market	15-May-23	13-May-23	
Punjab	Bhatinda (Pakki)	3450	3450	Unch
Punjab	Ludhiana	3810	3810	Unch
Haryana	Sirsa	3155	3180	-25
Haryana	Hisar	3175	3200	-25
Rajasthan	Hanumangarh	3075	3100	-25
Rajasthan	Vijaynagar	3125	3150	-25
Madhya Pradesh	Indore	3130	3130	Unch
Madhya Pradesh	Khargone	3030	3030	Unch
Maharashtra	Wani	3080	3080	Unch
Maharashtra	Malkapur	3030	3030	Unch
Telegana	Warangal	2850	2900	-50
Telegana	Adilabad	2850	2880	-30
Karnataka	Dharwad	2850	2850	Unch

Karnatka	Hubli	3050	3050	Unch
Gujarat	Dhasa ,Damnagar,Babra Good Qlty	2883	2917	-33

Cotton Seed Prices		Prices (Rs. /Quintal)		Change
State	Market	15-May-23	13-May-23	
Punjab	Mansa	3350	3350	Unch
Punjab	Bhatinda	3450	3450	Unch
Haryana	Adampur	3430	3455	-25
Haryana	Charkhi Dadari	3330	3355	-25
Rajasthan	Hanumangarh	3475	3500	-25
Rajasthan	Bikaner	3525	3550	-25
Madhya Pradesh	Sendhwa	3025	3025	Unch
Madhya Pradesh	Barwaha	2900	2950	-50
Maharastra	Malkapur	3025	3025	Unch
Maharastra	Akot	3200	3200	Unch
Telegana	Madnoor	3040	3040	Unch
Telegana	Jangaon	3100	3100	Unch
Karnatka	Bijapur	2930	2930	Unch
Karnatka	Hubli	2930	2930	Unch
Gujarat	Mahuva,Rajula,S.Kundla,UNA	2925	2950	-25
Gujarat	Kadi	2950	2975	-25

Daily Futures Price Listing Friday, May 12 th , 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
23-May	230512	79.6	81.76	79.6	80.53	0.91	14457	84887	-591
23-Jul	230512	80.87	80.87	80.87	80.87	0.72	12	22	-1
23-Oct	230512	79.55	81.32	79.5	80.15	0.55	7,828	68,712	1344
23-Dec	230512	79.64	81.34	79.64	80.22	0.47	1662	10,310	191
24-Mar	230512	79.77	81.41	79.77	80.27	0.41	382	4,174	91
24-May	230512	79.85	81.32	79.85	80.3	0.38	118	2611	46
Total Volume and Open Interest							24,589	177,440	1,086

Source: MRCI

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