

**COTTON WEEKLY RESEARCH REPORT**  
**10<sup>th</sup> Feb 2020****Domestic market summary**

**Domestic market Scenario:** The domestic cotton market was weaker compared to the previous week as well as the arrivals in this week also declined slightly. The export demand has been disrupted as China's market was closed on their New Year and the threat caused due to deadly virus spread across China and other countries has declined exports from India in last few days. Average price of Lint at Sirsa during the week was Rs.4020 per maund (of 37.32 Kg each), higher from the previous week price of Rs. 4063 due to the good quality of cotton. Average price for Shankar-6 (29mm) was Rs.39317 per candy (of 355.6 kg each) during the week stood low, which was Rs. 39417 per candy previous week.

**Weekly Price Outlook :** In the coming week we expect Kapas price to remain steady with the price band of Rs. 5300-5600 per quintal in the Rajkot market. Lint price at Sirsa is likely to be in range of Rs. 3950-4100 per maund.

**Major Market Highlights:**

- Cotton prices have showed mixed trend in the domestic market. As the export market has declined due to the corona virus that has put the bearish impact on the global market.
- Indian cotton prices decreased slightly (71 cents/lbs) compared to previous week and still lower than Cotlook index (76 cents/lbs), thus Indian cotton still has the attractive price for exporting.
- Gujarat 29 mm Cotton sold between 39,100 to 39,900 Rs./Candy.
- All India Daily Arrivals remained steady in between 2,00,000 to 2,20,000 bales.
- Indian Rupee remained stronger between 71.15 and 71.57 during this week.

**Market Highlights:**

- According to the trade sources, total arrivals stood around 164.16 lakh bales so far till 5<sup>th</sup> Feb'20 from the start of the season. And a total of 12.73 lakh bales have arrived in this week ending on 5<sup>th</sup> Feb'20 around 5% lower compared 13.41 lakh bales. Of this, 7.15 lakh bales were from Central India, followed by 4.33 lakh bales from South India in this week. The arrivals from North India (in Haryana, Punjab & Rajasthan) have started so the arrivals stood around 1.19 lakh bales this week.
- The arrivals in Gujarat reached around 44.7 lakh bales even after loss caused by the untimely rains in the state. The state is expecting 10% less production from the earlier estimates of 100 lakh bales. The arrivals were delayed in South India, but now Telangana is leading 2<sup>nd</sup> position with 37 lakh bales arrivals with moisture content ranging between 8-12% and CCI is procuring 95% of the cotton. Maharashtra also faced bad weather this year which affected the crop and so far 37.6 lakh bales have been arrived in the state. While

the arrivals from North India declined this month in Punjab and Haryana. Rajasthan is seen to have good crop growth that received 18.7 lakh bales this year so far followed by Haryana (15.35 lakh bales) and Punjab (6.09lakh bales).

- The Indian government in the mid of January has announced that it might impose anti- dumping duty on certain type of yarn so as to avoid importing cheap imports from China, Vietnam and Indonesia. DGTR has initiated an investigation that dumped imports from these countries are causing material injury to the domestic industry or not. It has been reported that the cheap imports has affected the quality of the fabric for eventual use in garments. As the prices of yarn declined to a significant low in the previous months last year, therefore, government is ensuring to support the yarn prices in India by improving the quality measures.

### Cotton Balance Sheet (India):

| Cotton Balance Sheet   |               |               |               |               |               |               |               |               |               |              |
|------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------|
| In Lakh Bales(170 KGS) | 2014-15       | 2015-16       | 2016-17       | 2017-18       | 2018-19*      | 2019-20*      | Oct-Dec       | Jan-Mar       | Apr-June      | July-Sept    |
| <b>Supply</b>          |               |               |               |               |               |               |               |               |               |              |
| Opening stock          | 33            | 66.23         | 36.67         | 48.04         | 25.04         | 24.59         | 24.59         | 78.87         | 84.54         | 54.98        |
| Cotton production      | 386           | 332           | 345           | 365           | 321.05        | 351.61        | 160.46        | 147.42        | 30.09         | 13.64        |
| Imports                | 14.39         | 22.79         | 30.94         | 15            | 32            | 24            | 6.50          | 3.10          | 5.40          | 9.00         |
| <b>Total supply</b>    | <b>433.39</b> | <b>421.02</b> | <b>412.61</b> | <b>428.04</b> | <b>378.09</b> | <b>400.2</b>  | <b>191.55</b> | <b>229.39</b> | <b>120.03</b> | <b>77.62</b> |
| <b>Demand</b>          |               |               |               |               |               |               |               |               |               |              |
| Mill consumption       | 278.06        | 270.2         | 262.66        | 288           | 265           | 260           | 92.51         | 107.12        | 43.82         | 16.56        |
| Consumption by SSI     | 26.38         | 27.08         | 26.2          | 27            | 27            | 26.46         | 5.77          | 10.10         | 7.70          | 2.89         |
| Non Mill consumption   | 5             | 18            | 17.5          | 19            | 19.5          | 19.5          | 4.11          | 5.13          | 5.13          | 5.13         |
| Exports                | 57.72         | 69.07         | 58.21         | 69            | 42            | 45.7          | 10.30         | 22.50         | 8.40          | 4.50         |
| <b>Total Demand</b>    | <b>367.16</b> | <b>384.35</b> | <b>364.57</b> | <b>403</b>    | <b>353.5</b>  | <b>351.66</b> | <b>112.69</b> | <b>144.85</b> | <b>65.05</b>  | <b>29.08</b> |
| Ending Stock           | 66.23         | 36.67         | 48.04         | 25.04         | 24.59         | 48.54         | 78.87         | 84.54         | 54.98         | 48.54        |

All figures in Lakh Bales (of 170 Kgs. Each) Source: CAI&Agriwatch \*: estimated

As per the latest estimates by Agriwatch, cotton output in country during the season 2018-19 would be around 321.05 lakh bales (of 170 kg each) whereas 351.61 lakh bales is expected in 2019-20.

Following lower production, imports will rose marginally to 32 lakh bales and around 24 lakh bales is expected to import in the new season.

Due to lower opening stock but estimation of higher production of cotton would increase the availability the new season at 400.2 lakh bales.

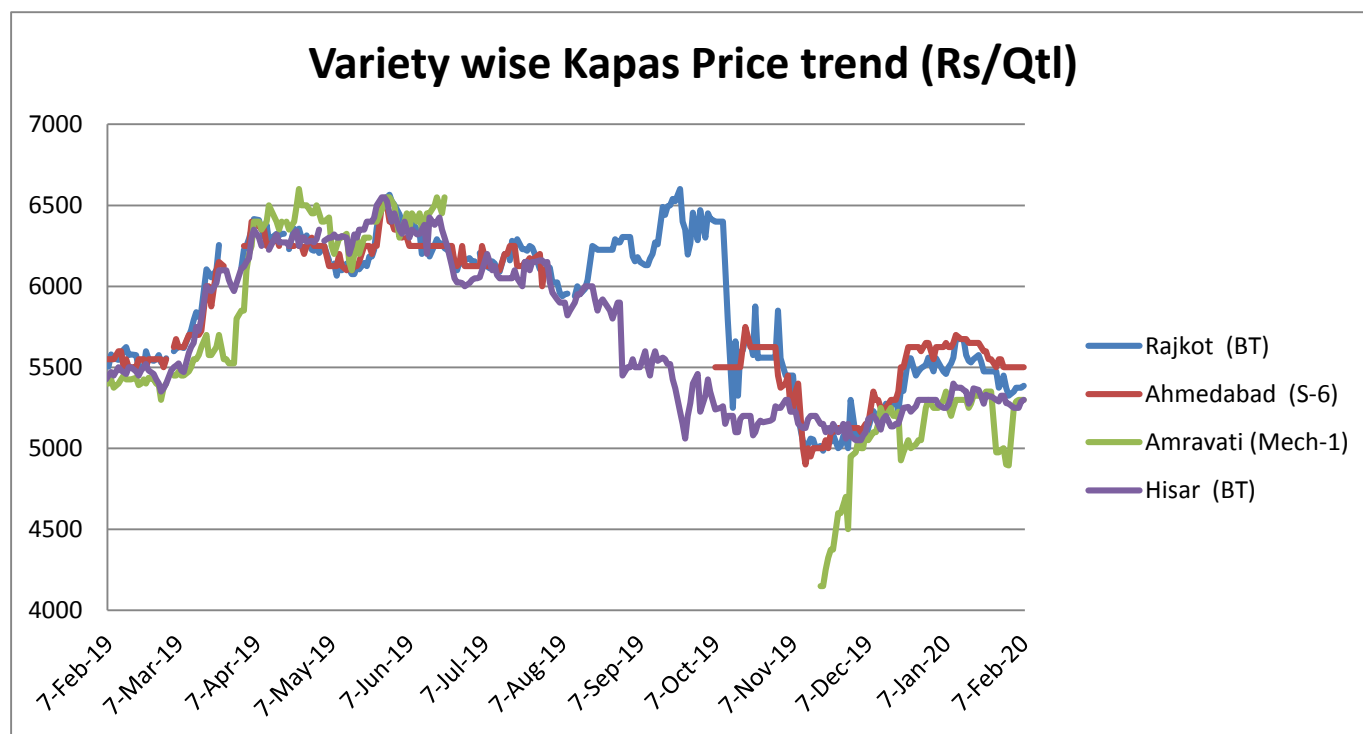
Total domestic consumption (Including mill, small mill and non-mill consumption) in 2019-20 is likely to be around 305.96 lakh bales compared to 311.5 lakh bales during the previous season due to lower demand from textile industries.

Cotton exports are expected to remain slightly higher as that of previous year. It is expected that country would export around 45.7 lakh bales of cotton in the season 2019-20 due to slightly higher crop compared to 2018-19. Ending stocks are expected to be around 48.54 lakh bales, it is higher compared to the ending stocks of previous season.

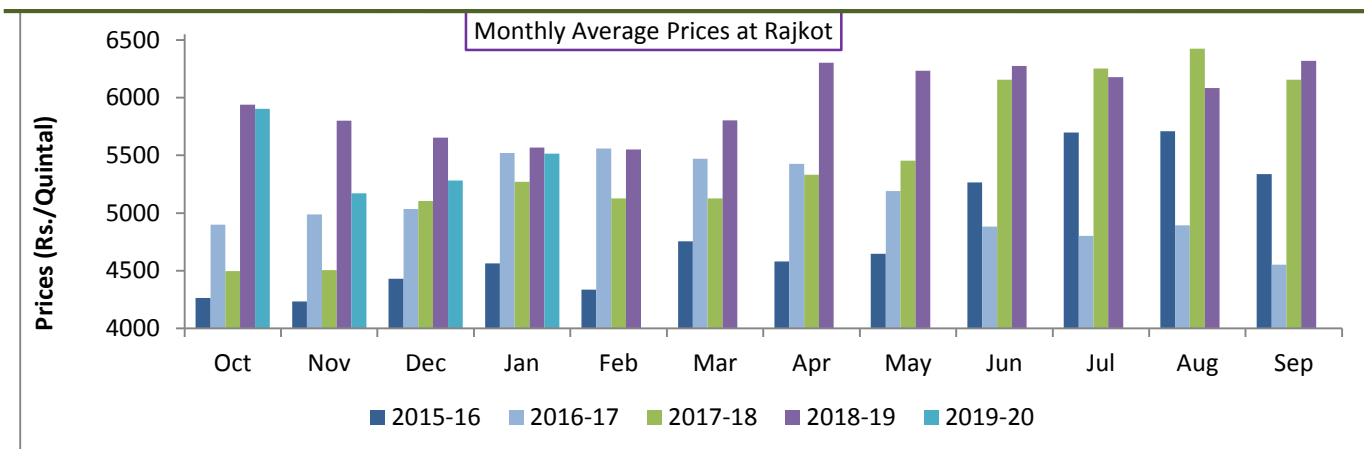
## Domestic Cotton Prices Scenario

### Kapas (Raw Cotton) Weekly Price Scenario

**Weekly Price Review:** Weekly kapas average price at Rajkot stood down by Rs.48 at Rs 5360/quintal this week compared to the previous week which stood at Rs. 5408/q. Kapas prices would remain steady to low in Gujarat in the coming week as far as the demand remains weak. The expected range for Kapas at Rajkot would be between Rs. 5400-5600 per quintal for the coming week. Whereas the arrivals of Desi cotton in Bhiwani finished since last week while BT continues to arrive in the market.



### Kapas Monthly M-o-M Price Scenario

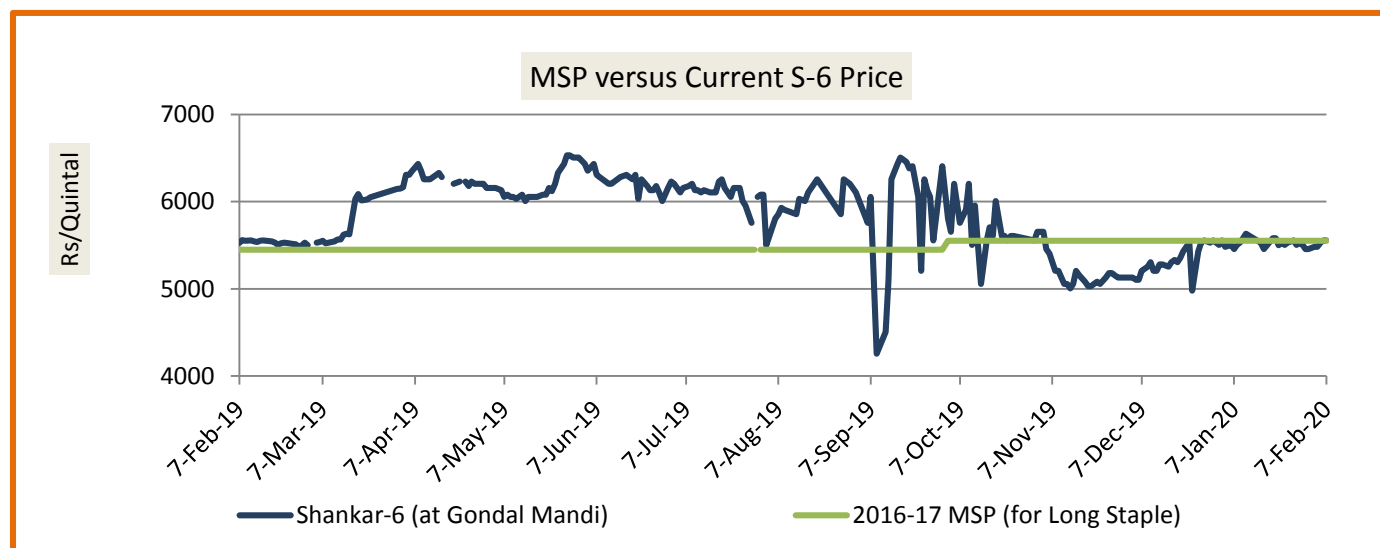


Kapas(seed cotton) prices in country noticed firm during the Jan when compared to the previous month, but the same is ruling slightly lower compared to the prices during the corresponding month of the previous season due to the lower demand with higher production this season.

Monthly average price of Kapas at Rajkot remained Rs.5514 per quintal during Jan, which was Rs 5281/quintal during previous month and Rs.5568 per quintal during the corresponding month last year. We expect Kapas prices to remain steady to weak further in the coming month due to declining arrivals with decrease in demand.

### Spot Price versus MSP

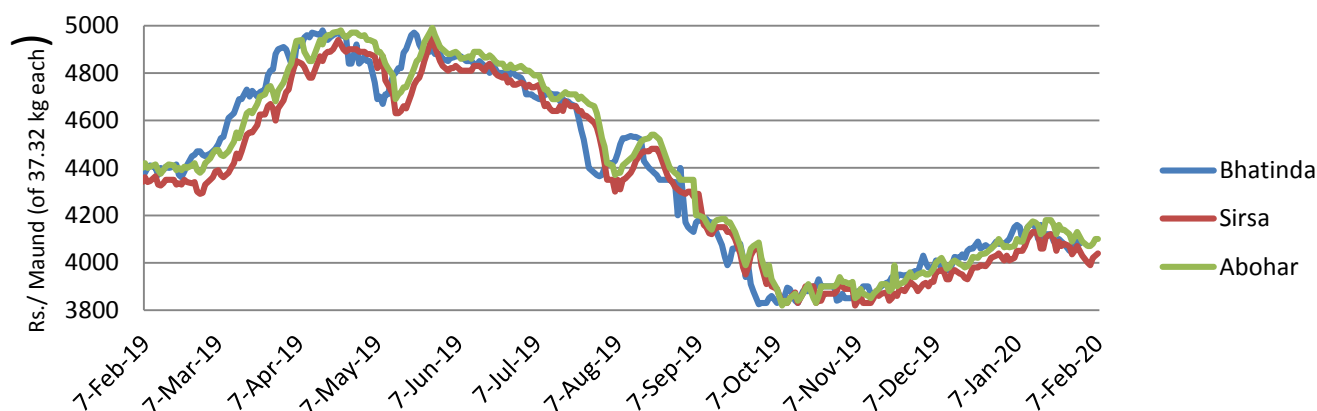
The Kapas average price at Gondal market this week ended slight higher at Rs. 5521/q compared to the weekly average of Rs. 5492/q last week. Average price in the week is slightly down by around Rs.57/q from MSP (Rs.5550/q). The average gap between the spot price and MSP has slightly improved, therefore, the price is likely to remain steady in the coming days above MSP.



## Lint price Outlook

Lint prices stood weak during this week compared to previous week because of good quality kapas as per the demand. Weekly average price of Lint at Sirsa stood down by Rs.43/q lower at Rs. 4020 per maund of 37.32 kg each, as compared to the previous week price of Rs. 4063 per maund. The arrivals compared to the previous week in Bhatinda the major belt of Punjab has declined 40800 quintals this week followed by Abohar with 4420 quintals and around 8500 quintals in Bhiwani, Haryana.

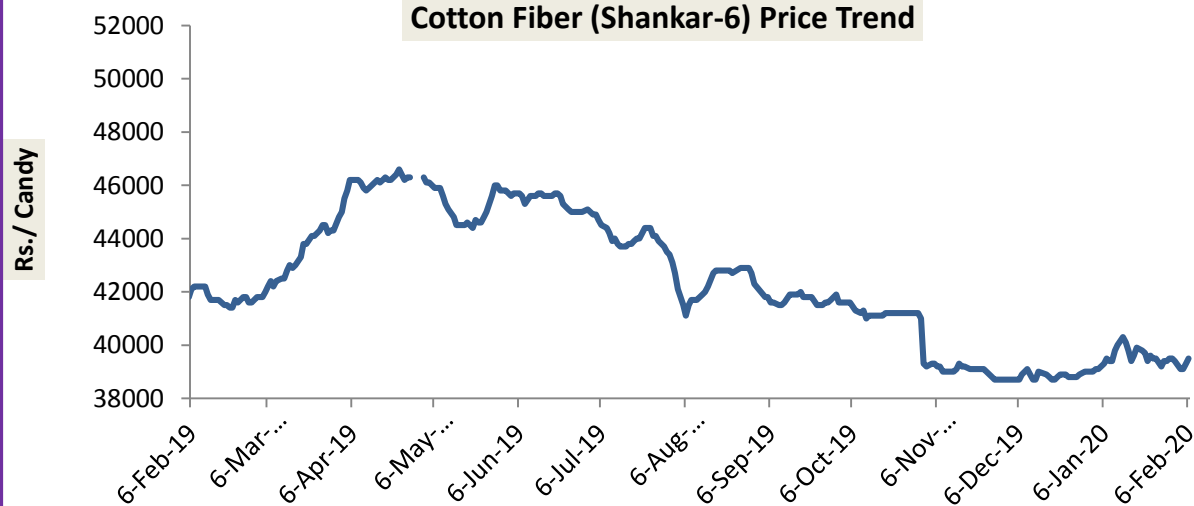
### Lint Price Trend at Key Centers



## Cotton Fiber price Outlook

Cotton fiber (Shankar-6) of premium quality noticed weaker compared to previous week because of the decline in the global prices on the back of lack of trade caused after the outbreak of corona virus in China. Average price was Rs. 39316.6 per candy (of 355.6 kg each) during the week, which was Rs. 39416.6 per candy previous week. We expect cotton fiber to remain firm in range of Rs 38000-42000 per candy in the coming week candy due to the demand for good quality cotton.

### Cotton Fiber (Shankar-6) Price Trend

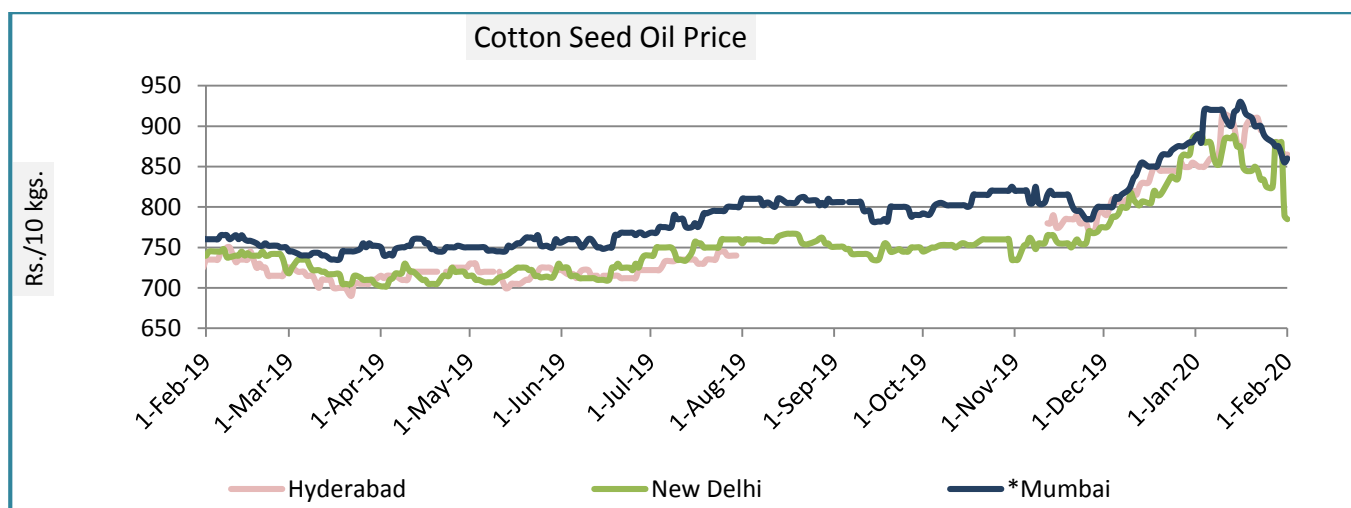


## Cotton Seed Oil and Cotton Seed Oil Cake

### Cotton Seed Oil weekly Price Scenario

Cotton seed oil price marginally showed weak trend across all centres during the week as the kapas prices declined simultaneously since last week. Weekly average price in New Delhi declined to Rs. 792 from Rs. 845.83 per 10 Kg last week.

|           | Weekly Average Price as on (Rs/10 kg.) |           | % Change |
|-----------|--|-----------|----------|
|           | 06-Feb-20                              | 30-Jan-20 |          |
| New Delhi | 792                                    | 845.83    | -6.36    |
| Rajkot    | 836.6                                  | 850       | -1.58    |
| Hyderabad | 828.3                                  | 843.33    | -1.78    |
| Mumbai*   | 841.83                                 | 864.16    | -2.58    |

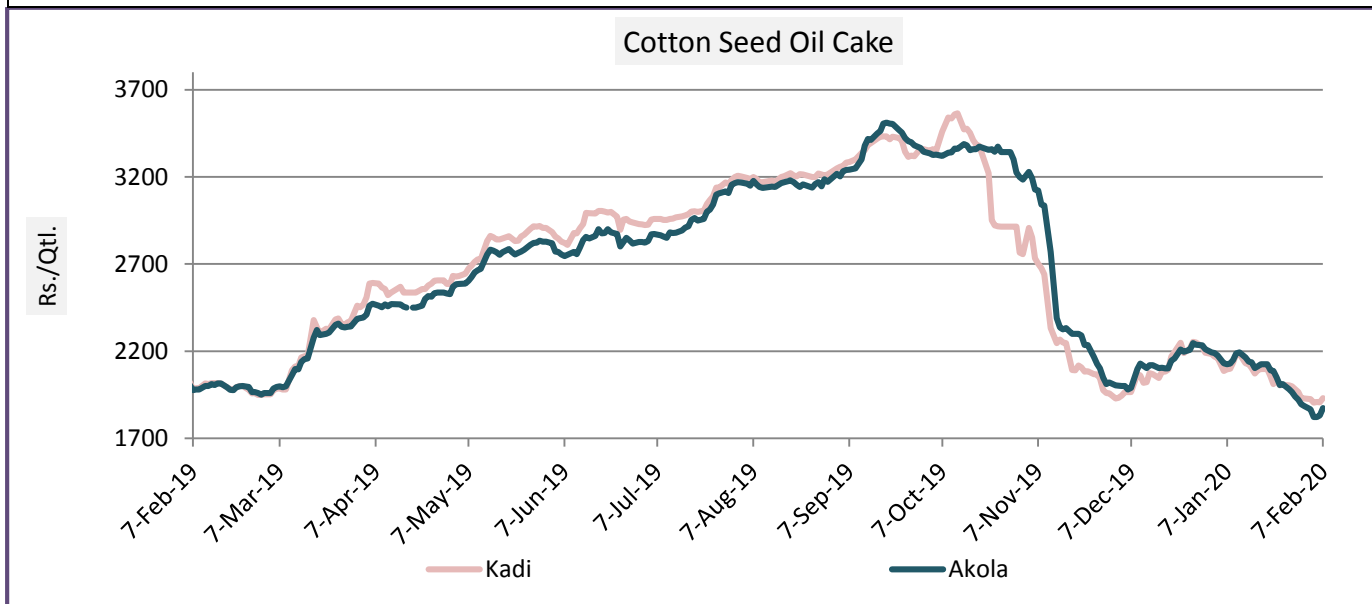


### Cotton Seed Oil Cake weekly Price Scenario

Cotton seed oil cake price declined by around 3-6% from the last week after the report released by CAB that estimated the cotton production of around 36 mln bales up by around 9.1% compared to the previous year. The prices are lower compared to the previous year due to the shortage of crop in the previous year. Weekly average price in Akola was Rs. 1853 per quintal, lower compared to the weekly average price of Rs. 1982 per quintal in the previous week.

| Centers | Weekly Average Price as on (Rs/quintal.)* |           | % Change |
|---------|---|-----------|----------|
|         | 06-Feb-20                                 | 30-Jan-20 |          |
| Kadi    | 1917                                      | 2000      | -4.15    |
| Akola   | 1853                                      | 1982      | -6.51    |

\*Source: NCDEX



## International Market Scenario

International US cotton spot prices stood weaker at 68.42 cents/lbs during the week. Also Cotlook A index weekly average stood slightly weak at 75.6 cents/pound this week, which was 78.15 at cents/pound during last week.

### Major Market Highlights:

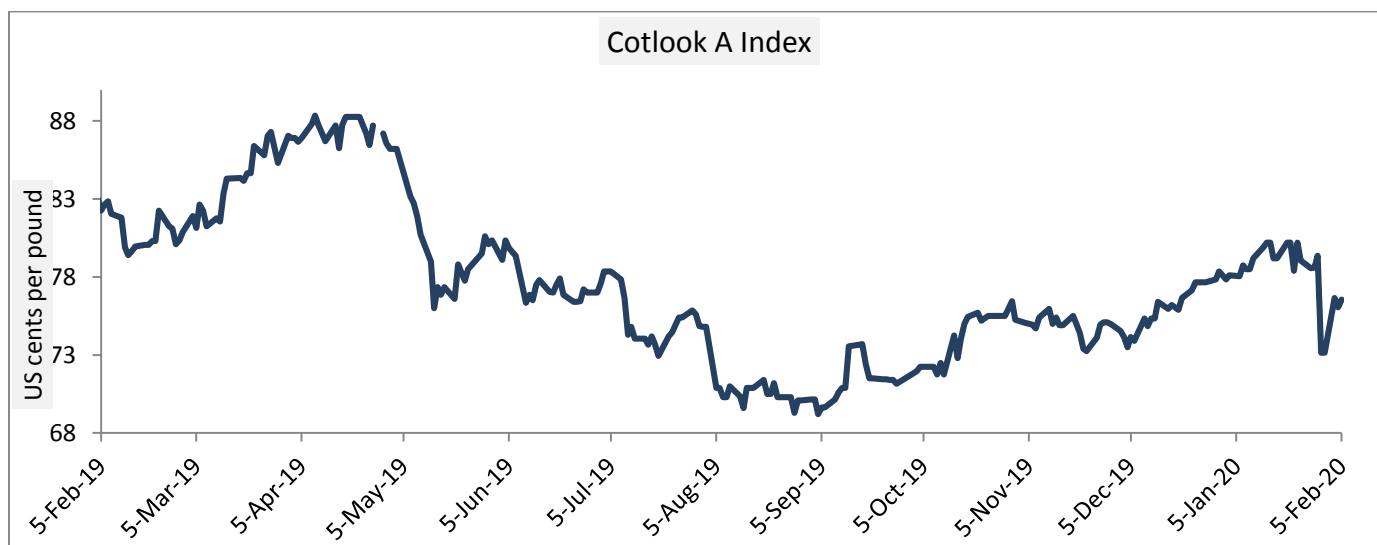
- Cotton futures fell 16 to 26 points on Friday with March futures the firmest, Mar 20 Cotton closed at 67.75, down 16 points.** The 02/06 Cotlook A index was steady, and remains at 76.55 cents/lb. The updated AWP for cotton is 58.44 cents/lb.
- The US cotton were firm by around 5% in January month compared to the previous month after a long period.** The signing of phase one deal between the USA and China made the market stronger and firm in the expectation that the China would continue to buy cotton in large amounts and the export of cotton increased by 13 percent particularly China as the country has again started importing American cotton. According to the recent report, China has signed agreements for the import of one hundred and ninety thousand bales of American cotton. But unexpectedly, the outbreak of coronavirus has got negative impact on the on-going trade between the two countries as well as in the global market.

- **The Chinese economy has broken down after the breakout of coronavirus in the country. Major markets were closed in the last week of January on Chinese New year** but the manufacturing units have announced they will extend their shutdowns for at least another week. China alone accounts for 32% of all global cotton use, and then cotton yarn imports accounts for an additional 10% of global demand. The weaker internal cotton demand in China along with the extreme focus on bringing the virus under control, Chinese textile and apparel consumption is expected to be weaker. It will also impact the US cotton import shipments to accelerate to meet the obligations of the trade agreement.

### Cotlook A Index

Cotlook A index noticed slightly weaker during the week as fall by decline in global prices. The Cotlook A Index was down 75.6 cents/lb than previous week (78.15 cents/lb).

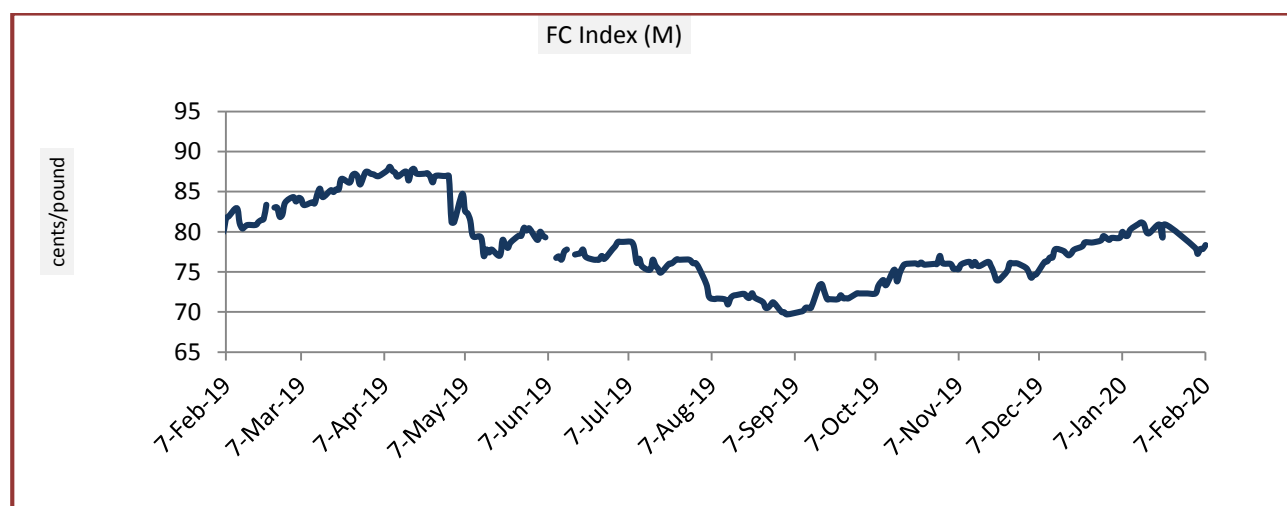
| Cotlook A Index              | Weekly Average Price change as on |           | % Change |
|------------------------------|-----------------------------------|-----------|----------|
|                              | 06-Feb-20                         | 30-Jan-20 |          |
| Prices                       | 75.6                              | 78.15     | -3.26    |
| Prices in US cents per Pound |                                   |           |          |



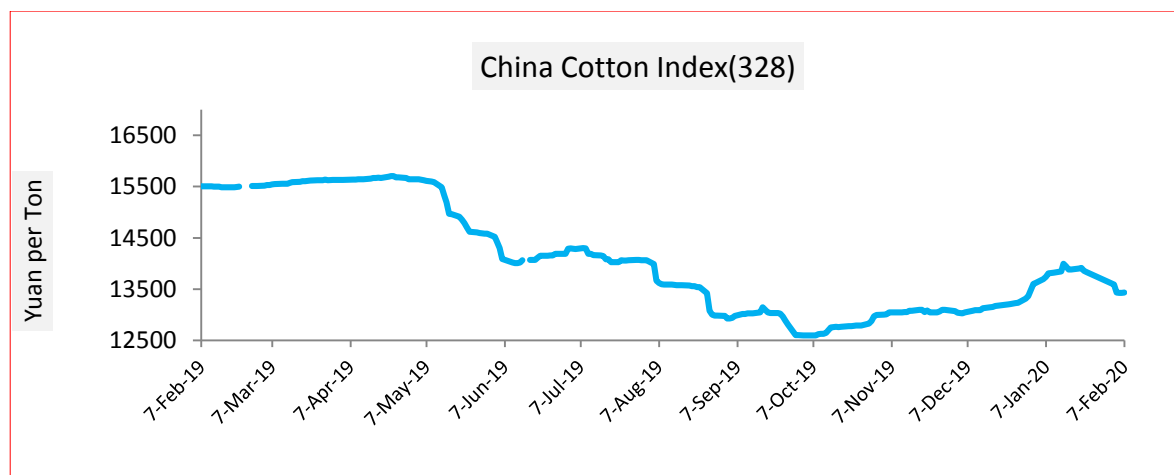


### China Cotton Index and Foreign Cotton Index

| Cotton Index                 | Weekly Average Price as on |           | % Change |
|------------------------------|----------------------------|-----------|----------|
|                              | 06-Feb-20                  | 30-Jan-20 |          |
| FC (S)                       | 82.47                      | 84.75     | -2.69    |
| FC (M)                       | 77.75                      | 80.33     | -3.21    |
| FC (L)                       | 76.84                      | 78.89     | -2.60    |
| Prices in US cents per Pound |                            |           |          |



| Cotton Index           | Weekly Average Price as on |           | % Change |
|------------------------|----------------------------|-----------|----------|
|                        | 06-Feb-20                  | 30-Jan-20 |          |
| CCIndex(328)           | 13472.75                   | 13878     | -2.92    |
| CCIndex(527)           | 12685.5                    | 12956.2   | -2.09    |
| CCIndex(229)           | 13831.75                   | 14181.4   | -2.47    |
| Prices in Yuan per ton |                            |           |          |

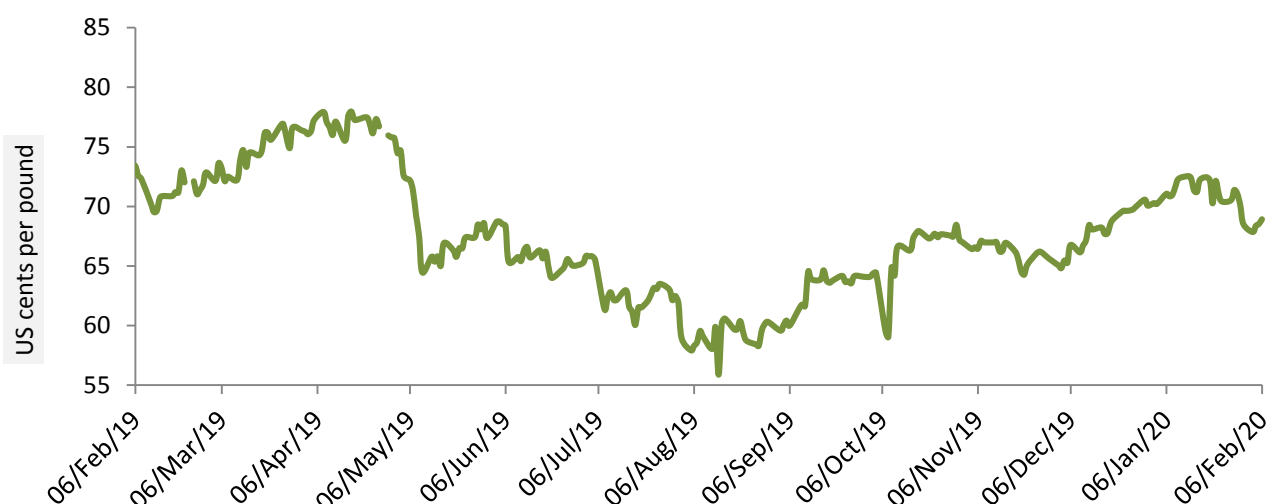


### USA Spot Prices

The prices moved lower in US after the spread of Corona virus from China that disturbed the global trade between the two countries right after both signed a trade deal. It may be that the market sees a big shipment number of Chinese cotton previously bought. The US Department of Agriculture in its weekly export sales report showed net sales of 347,100 RB of 2019-20 upland cotton sold in the week ending 23rd Jan'20 were up by 13% compared to previous week. Increases primarily for China (1,09,900 RB, including decreases of 17,600 RB), Vietnam (78,400 RB), Pakistan (56,800 RB), Turkey (45,600 RB), and Indonesia (30,200 RB), were offset by reductions for India (15,100 RB), El Salvador (1,200 RB), Honduras (700 RB), and Malaysia (300 RB).

| USA Spot Prices              | Monthly Average Price as on |           | % Change |
|------------------------------|-----------------------------|-----------|----------|
|                              | 06-Feb-20                   | 30-Jan-20 |          |
| Prices                       | 68.42                       | 70.67     | -3.18    |
| Prices in US cents per Pound |                             |           |          |

Daily Movement of USA Spot Price



## Pakistan Spot Prices

The average cotton price remained steady to firm compared to the last week. The production in Pakistan stood at its lowest levels this year. The lower yield in the country this year has created a panic in the market and it is the main cause for increasing cotton imports. According to the data released by Pakistan Cotton Ginner's Association (PCGA), total of 8.33 million bales of cotton have been arrived on 15th Jan'20 in 2019-20 season. The arrivals were down by 20.26 per cent which were over 10.45 million bales during the corresponding period of last season.

| Karachi Spot Prices       | WeeklyAverage Price as on |           | % Change |
|---------------------------|---------------------------|-----------|----------|
|                           | 06-Jan-20                 | 30-Jan-20 |          |
| Prices                    | 9180                      | 9240      | -0.65    |
| Prices in Rs per 37.32 Kg |                           |           |          |

Commodity: Cotton  
Contract: Feb

Exchange: MCX  
Expiry: Feb 28, 2020

### Cotton



### Technical Commentary:

- Cotton 29 mm MCX Jan contract faces resistance at 19600.
- Relative strength indicator (RSI) is in neutral region.
- Both price & open interested increased indicating long buildup.

We will advise traders to wait today.

### Strategy: Wait

| Intraday Supports & Resistances |     |     | S2    | S1    | PCP   | R1    | R2    |
|---------------------------------|-----|-----|-------|-------|-------|-------|-------|
| Cotton                          | MCX | Feb | 18800 | 19000 | 19030 | 19540 | 19690 |
|                                 |     |     | Call  | Entry | T1    | T2    | SL    |
| Cotton                          | MCX | Feb | Wait  | -     | -     | -     | -     |

\* Do not carry-forward the position next day.

**Commodity: Cotton Seed oil Cake**  
**Contract: Feb**

**Exchange: NCDEX**  
**Expiry: Feb 20, 2019**

### Cotton



### Technical Commentary:

- Overall Candlestick pattern depicts weak movement.
- RSI reached in oversold region.
- Prices closed below 9 and 18 days EMAs.
- Price increased while open interest decreased indicating long liquidation.

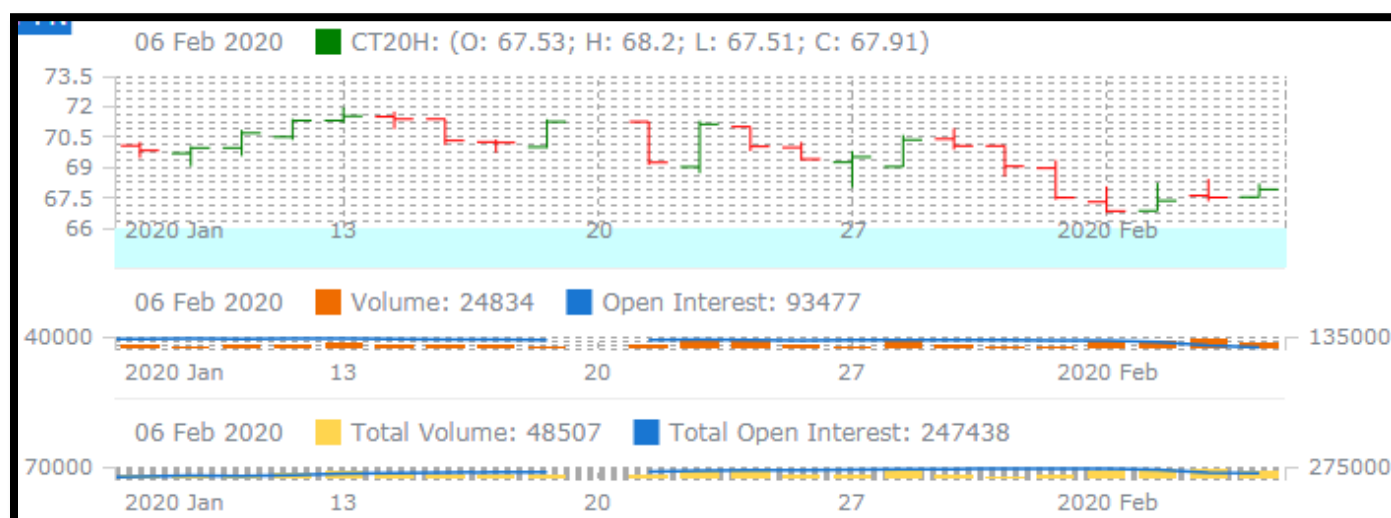
We will advise traders to sell today.

### Strategy: Sell

| Intraday Supports & Resistances |       |     | S2   | S1    | PCP  | R1   | R2   |
|---------------------------------|-------|-----|------|-------|------|------|------|
| Cotton oil cake                 | NCDEX | Feb | 1670 | 1703  | 1793 | 1889 | 1929 |
| Intraday Trade Call             |       |     | Call | Entry | T1   | T2   | SL   |
| Cotton oil cake                 | NCDEX | Feb | Sell | 1813  | 1778 | 1753 | 1834 |

\* Do not carry-forward the position next day.

## Technical Analysis of Cotton Future (Mar'20 Contract) at ICE



- Candlesticks denote bearish movement in the market.
- Total Volume increased while Open Interest decreased compared to last week.
- We expect cotton prices to remain weak in the coming week.

### Expected Price Range During Coming month

| Expected Trend                  | Expected Trading Band |
|---------------------------------|-----------------------|
| Range bound to Bearish Momentum | 65-72                 |

### Expected Support and Resistance

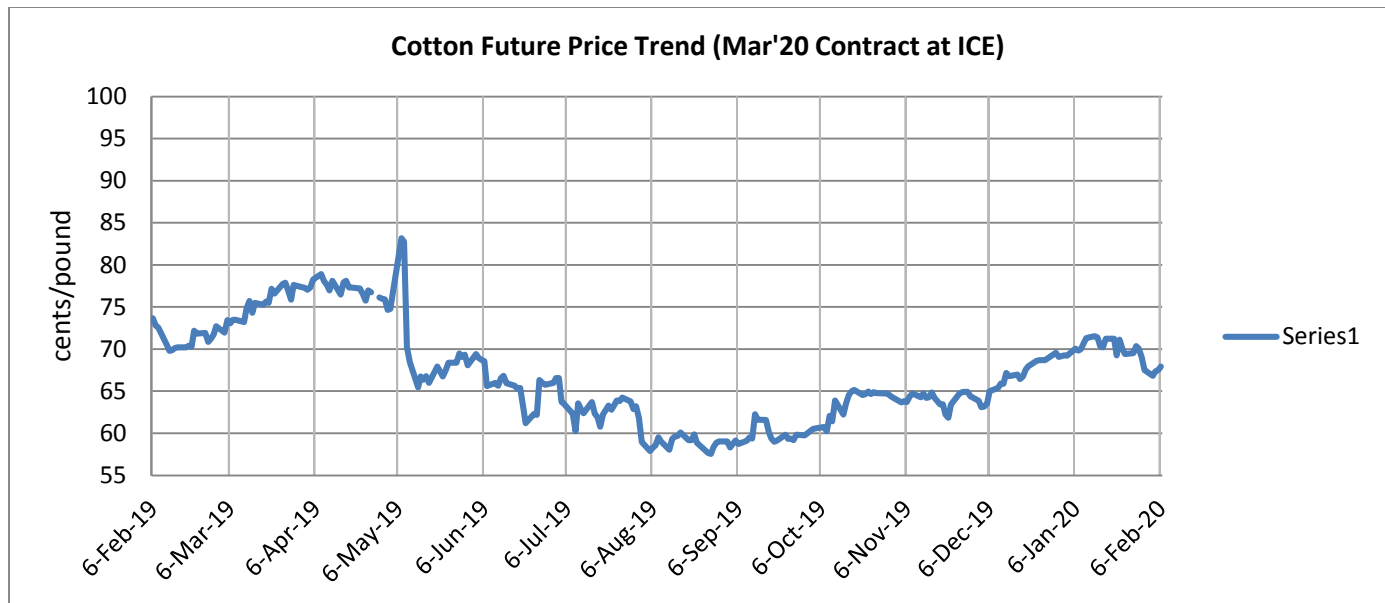
| Support 1 | Support 2 | Resistance 1 | Resistance 2 |
|-----------|-----------|--------------|--------------|
| 63        | 65        | 69           | 76           |

Figures in US cents/pound

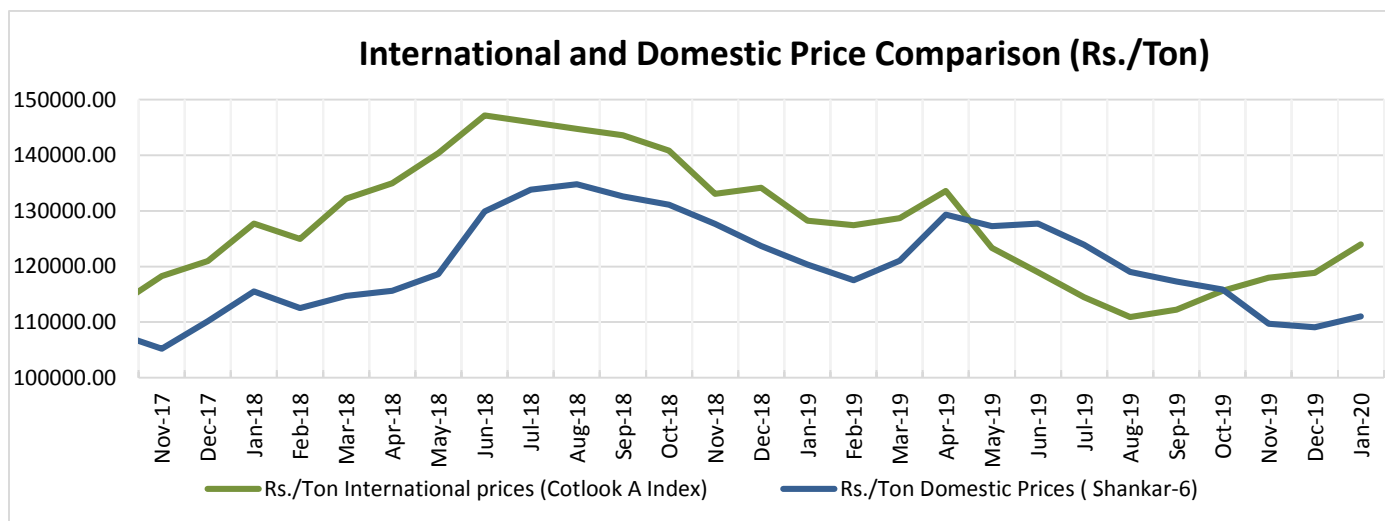
## Cotton Future Prices at ICE

| Cotton Prices in Future Contract on ICE |          |                           |                            |                             |                          | Prices in cents/Lb    |                             |
|---|----------|---------------------------|----------------------------|-----------------------------|--------------------------|-----------------------|-----------------------------|
| Contracts                               | 6-Feb-20 | 9-Jan-20<br>(1 month ago) | 8-Nov-19<br>(3 months ago) | 10-Aug-19<br>(6 months ago) | 7-Feb-19<br>(a year ago) | % Change over a month | % Change over previous year |
| 1-Mar-20                                | 67.91    | 70.69                     | 66.57                      | NA                          | 72.81                    | -3.93                 | -6.73                       |
| 1-May-20                                | 68.48    | 71.86                     | 67.77                      | NA                          | 73.92                    | -4.70                 | -7.36                       |
| 1-Jul-20                                | 69.31    | 72.83                     | 68.87                      | NA                          | 75.31                    | -4.83                 | -7.97                       |
| 1-Oct-20                                | 68.66    | 72.71                     | 69.22                      | NA                          | 74.61                    | -5.57                 | -7.97                       |
| 1-Dec-20                                | 69.12    | 72.11                     | 64.72                      | NA                          | 74.53                    | -4.15                 | -7.26                       |

### Future Price Trend (Active Contract):



### International and Domestic Price Comparison



Cotton Prices at Key Spot Markets:

| Commodity      | Kapas       |               | Weekly Average Prices (Rs./Quintal) |                            | Change |
|----------------|-------------|---------------|-------------------------------------|----------------------------|--------|
| State          | Centre      | Variety       | 31st Jan'20 to 6th Feb'20           | 24th Jan'20 to 30th Jan'20 |        |
| Gujarat        | Ahmedabad   | Shankar-6     | 5500                                | 5533                       | -33    |
|                | Gondal      | Shankar-6     | 5493                                | 5522                       | -29    |
|                | Rajkot      | B.T. Cotton   | 5360                                | 5408                       | -48    |
|                | Patan       | B.T. Cotton   | 5289                                | 5381                       | -92    |
|                | Kadi        | B.T. Cotton   | 5258                                | 5408                       | -150   |
|                | Deesa       | B.T. Cotton   | 4810                                | 4823                       | -13    |
|                | Dhrol       | B.T. Cotton   | 5337                                | 5496                       | -159   |
| Haryana        | Bhiwani     | B.T. Cotton   | 5363                                | 5429                       | -67    |
|                | Bhiwani     | Desi          | NA                                  | NA                         | -      |
|                | Adampur     | B.T. Cotton   | 5266                                | 5313                       | -48    |
|                | Fatehabad   | B.T. Cotton   | 5278                                | 5338                       | -60    |
|                | Jind        | B.T. Cotton   | 5383                                | 5502                       | -119   |
|                | Uchana      | B.T. Cotton   | 5269                                | 5292                       | -24    |
|                | Dabwali     | B.T. Cotton   | 5448                                | 5364                       | 84     |
| Rajasthan      | Hanumangarh | B.T. Cotton   | 5332                                | 5430                       | -98    |
|                | Rawatsar    | B.T. Cotton   | 5278                                | 5307                       | -29    |
| Madhya Pradesh | Khandwa     | Mech-1        | 5327                                | 5350                       | -23    |
|                | Khargaon    | Mech-1        | NA                                  | NA                         | -      |
| Maharashtra    | Amravati    | Mech-1        | 5255                                | 5247                       | 8      |
|                | Jamner      | Medium Staple | NA                                  | NA                         | -      |
| Uttar Pradesh  | Hathras     | B.T. Cotton   | NA                                  | NA                         | -      |
|                | Hathras     | Desi          | NA                                  | NA                         | -      |
| Telangana      | Adilabad    | Un-Ginned     | 4838                                | 5031                       | -193   |
| Karnataka      | Bijapur     | Bunny         | 5449                                | 5497                       | -48    |
|                | Hubli       | D.C.H.        | 5338                                | 5380                       | -43    |
|                | Hubli       | B.T. Cotton   | 6800                                | 6850                       | -50    |
|                | Raichur     | H-44 Cotton   | 5300                                | 5283                       | 17     |
| Commodity      | Lint        |               | Prices (Rs./Maund of 37.32kg each)  |                            | Change |
| State          | Centre      | Variety       | 31st Jan'20 to 6th Feb'20           | 24th Jan'20 to 30th Jan'20 |        |
| Punjab         | Bhatinda    | J-34          | 4072                                | 4105                       | -33    |



|                  |                |      |      |      |            |
|------------------|----------------|------|------|------|------------|
|                  | Abohar         | J-34 | 4087 | 4122 | <b>-35</b> |
|                  | Mansa          | J-34 | 4090 | 4120 | <b>-30</b> |
| <b>Haryana</b>   | Sirsa          | J-34 | 4020 | 4063 | <b>-43</b> |
| <b>Rajasthan</b> | Sri-Ganganagar | J-34 | 3705 | 3776 | <b>-71</b> |

**Cotton Arrivals in Key Centers:**

| Commodity      | Kapas       |               | Weekly Sum Arrivals (Quintal) |                            |         |
|----------------|-------------|---------------|-------------------------------|----------------------------|---------|
| State          | Centre      | Variety       | 31st Jan'20 to 6th Feb'20     | 24th Jan'20 to 30th Jan'20 | Change  |
| Gujarat        | Ahmedabad   | Shankar-6     | 384200                        | 426700                     | -42500  |
|                | Gondal      | Shankar-6     | 14210                         | 16797                      | -2587   |
|                | Rajkot      | B.T. Cotton   | 17700                         | 14900                      | 2800    |
|                | Patan       | B.T. Cotton   | 18816                         | 22479                      | -3663   |
|                | Kadi        | B.T. Cotton   | 185000                        | 350000                     | -165000 |
|                | Deesa       | B.T. Cotton   | 390                           | 500                        | -110    |
|                | Dhrol       | B.T. Cotton   | 2430                          | 2032                       | 398     |
| Haryana        | Bhiwani     | B.T. Cotton   | 8500                          | 9500                       | -1000   |
|                | Bhiwani     | Desi          | NA                            | NA                         | -       |
|                | Adampur     | B.T. Cotton   | 4089                          | 4590                       | -502    |
|                | Fatehabad   | B.T. Cotton   | 2850                          | 2475                       | 375     |
|                | Jind        | B.T. Cotton   | 8653                          | 4420                       | 4233    |
|                | Uchana      | B.T. Cotton   | 6150                          | 9850                       | -3700   |
|                | Dabwali     | B.T. Cotton   | 3375                          | 4700                       | -1325   |
| Rajasthan      | Hanumangarh | B.T. Cotton   | 6500                          | 2100                       | 4400    |
|                | Rawatsar    | B.T. Cotton   | 9000                          | 8700                       | 300     |
| Madhya Pradesh | Khandwa     | Mech-1        | 3300                          | 2900                       | 400     |
|                | Khargaon    | Mech-1        |                               | NA                         | -       |
| Maharashtra    | Amravati    | Mech-1        | 23000                         | 64900                      | -41900  |
|                | Jamner      | Medium Staple | NA                            | NA                         | -       |
| Uttar Pradesh  | Hathras     | B.T. Cotton   | NA                            | NA                         | -       |
|                | Hathras     | Desi          | NA                            | NA                         | -       |
| Telangana      | Adilabad    | Un-Ginned     | 9920                          | 9866                       | 54      |
| Karnataka      | Bijapur     | Bunny         | 3058                          | 16488                      | -13430  |
|                | Hubli       | D.C.H.        | NA                            | 138                        | -       |
|                | Hubli       | B.T. Cotton   | NA                            | NA                         | -       |
|                | Raichur     | H-44 Cotton   | 3015                          | 20047                      | -17032  |

| Commodity | Lint           |         | Weekly Sum Arrivals (Quintal) |                            |        |
|-----------|----------------|---------|-------------------------------|----------------------------|--------|
| State     | Centre         | Variety | 31st Jan'20 to 6th Feb'20     | 24th Jan'20 to 30th Jan'20 | Change |
| Punjab    | Bhatinda       | J-34    | 40800                         | 28900                      | 11900  |
|           | Abohar         | J-34    | 4420                          | 3740                       | 680    |
|           | Mansa          | J-34    | 3910                          | 3230                       | 680    |
| Haryana   | Sirsa          | J-34    | 4930                          | 3825                       | 1105   |
| Rajasthan | Sri-Ganganagar | J-34    | 8000                          | 5700                       | 2300   |

#### Cotton Association of India Spot Rates:

| Trade Name                            | Staple     | Micronaire | Strength/ GPT | Weekly Average Prices     |                            | +/- Change |
|---------------------------------------|------------|------------|---------------|---------------------------|----------------------------|------------|
|                                       |            |            |               | 31st Jan'20 to 6th Feb'20 | 24th Jan'20 to 30th Jan'20 |            |
| Bengal Deshi (RG)/Assam Comilla (101) | Below 22mm | 5.0 - 7.0  | 15            | 36400                     | 36467                      | -67        |
| Bengal Deshi (SG)(201)                | Below 22mm | 5.0 - 7.0  | 15            | 36900                     | 36967                      | -67        |
| J-34(202)                             | 26mm       | 3.5 - 4.9  | 23            | 37717                     | 38667                      | -950       |
| H-4/ MECH-1(105)                      | 28mm       | 3.5 - 4.9  | 27            | 38700                     | 38983                      | -283       |
| Shankar-6(105)                        | 29mm       | 3.5 - 4.9  | 28            | 39317                     | 39417                      | -100       |
| Bunny/ Brahma(105)                    | 31mm       | 3.5 - 4.9  | 30            | 39617                     | 39833                      | -217       |
| MCU-5/ Surabhi(106)                   | 32mm       | 3.3 - 4.9  | 31            | 39467                     | 39767                      | -300       |
| DCH-32(107)                           | 34mm       | 3.0 - 3.8  | 33            | 39867                     | 40183                      | -317       |

#### Week on Week Price: Scenario of Cotton:

| Commodity | Kapas     |             | Today    | Week Ago  | Month Ago | Year Ago |
|-----------|-----------|-------------|----------|-----------|-----------|----------|
| State     | Centre    | Variety     | 7-Feb-20 | 31-Jan-20 | 7-Feb-20  | 7-Feb-19 |
| Gujarat   | Ahmedabad | Shankar-6   | 5500     | 5500      | 5500      | 5550     |
|           | Gondal    | Shankar-6   | 5555     | 5455      | 5555      | 5500     |
|           | Rajkot    | B.T. Cotton | 5385     | 5375      | 5385      | 5530     |
|           | Patan     | B.T. Cotton | 5270     | 5400      | 5270      | 5515     |
|           | Kadi      | B.T. Cotton | 5250     | 5250      | 5250      | 5550     |
|           | Deesa     | B.T. Cotton | NA       | 4605      | NA        | NA       |
|           | Dhrol     | B.T. Cotton | 5340     | 5455      | 5340      | NR       |
| Haryana   | Bhiwani   | B.T. Cotton | 5350     | 5400      | 5350      | 5600     |

|                |                |               |          |           |           |          |
|----------------|----------------|---------------|----------|-----------|-----------|----------|
|                | Bhiwani        | Desi          | NA       | NA        | NA        | NA       |
|                | Adampur        | B.T. Cotton   | 5300     | 5280      | 5300      | 5350     |
|                | Fatehabad      | B.T. Cotton   | 5325     | 5275      | 5325      | 5350     |
|                | Jind           | B.T. Cotton   | 5300     | 5410      | 5300      | 5700     |
|                | Uchana         | B.T. Cotton   | NA       | 5273      | NA        | 5385     |
|                | Dabwali        | B.T. Cotton   | 5450     | 5450      | 5450      | NR       |
| Rajasthan      | Hanumangarh    | B.T. Cotton   | 5425     | 5280      | 5425      | Closed   |
|                | Rawatsar       | B.T. Cotton   | 5350     | 5280      | 5350      | Closed   |
| Madhya Pradesh | Khandwa        | Mech-1        | 5280     | 5400      | 5280      | 5491     |
|                | Khargaon       | Mech-1        | NR       | NR        | NR        | 5427     |
| Maharashtra    | Amravati       | Mech-1        | 5300     | 5200      | 5300      | 5300     |
|                | Jamner         | Medium Staple | NA       | NA        | NA        | NA       |
| Uttar Pradesh  | Hathras        | B.T. Cotton   | NA       | 0         | NA        | NA       |
|                | Hathras        | Desi          | NA       | 0         | NA        | NA       |
| Telangana      | Adilabad       | Un-Ginned     | 4830     | 4850      | 4830      | 5400     |
| Karnataka      | Bijapur        | Bunny         | NR       | 5449      | NR        | 5929     |
|                | Hubli          | D.C.H.        | NR       | NR        | NR        | NA       |
|                | Hubli          | B.T. Cotton   | NR       | NR        | NR        | NA       |
|                | Raichur        | H-44 Cotton   | NR       | 5300      | NR        | 5470     |
| Commodity      | Lint           |               | Today    | Week Ago  | Month Ago | Year Ago |
| State          | Centre         | Variety       | 7-Feb-20 | 31-Jan-20 | 7-Feb-20  | 7-Feb-19 |
| Punjab         | Bhatinda       | J-34          | 4080     | 4090      | 4080      | 4400     |
|                | Abohar         | J-34          | 4100     | 4110      | 4100      | 4420     |
|                | Mansa          | J-34          | 4080     | 4090      | 4080      | 4400     |
| Haryana        | Sirsa          | J-34          | 4040     | 4050      | 4040      | 4360     |
| Rajasthan      | Sri-Ganganagar | J-34          | 3690     | 3760      | 3690      | 4089     |

#### Cotton Arrivals in Key Centers:

| Commodity | Kapas     |             | Arrivals (Quintal) | Arrivals (Quintal) | Arrivals (Quintal) | Arrivals (Quintal) |
|-----------|-----------|-------------|--------------------|--------------------|--------------------|--------------------|
| State     | Centre    | Variety     | 7-Feb-20           | 31-Jan-20          | 7-Feb-20           | 7-Feb-19           |
| Gujarat   | Ahmedabad | Shankar-6   | 56100              | 68000              | 56100              | 59500              |
|           | Gondal    | Shankar-6   | 2454               | 1869               | 2454               | #N/A               |
|           | Rajkot    | B.T. Cotton | 4000               | 3600               | 4000               | #N/A               |
|           | Patan     | B.T. Cotton | 1575               | 4240               | 1575               | 3450               |
|           | Kadi      | B.T. Cotton | 30000              | 30000              | 30000              | #N/A               |

|                |                |               |                       |                       |                       |                       |
|----------------|----------------|---------------|-----------------------|-----------------------|-----------------------|-----------------------|
|                | Deesa          | B.T. Cotton   | NA                    | 60                    | NA                    | #N/A                  |
|                | Dhrol          | B.T. Cotton   | 468                   | 502                   | 468                   | #N/A                  |
| Haryana        | Bhiwani        | B.T. Cotton   | 1000                  | 2000                  | 1000                  | 1200                  |
|                | Bhiwani        | Desi          | NA                    | NA                    | NA                    | #N/A                  |
|                | Adampur        | B.T. Cotton   | 680                   | 850                   | 680                   | #N/A                  |
|                | Fatehabad      | B.T. Cotton   | 450                   | 600                   | 450                   | #N/A                  |
|                | Jind           | B.T. Cotton   | 1258                  | 1700                  | 1258                  | #N/A                  |
|                | Uchana         | B.T. Cotton   | NA                    | 3000                  | NA                    | #N/A                  |
|                | Dabwali        | B.T. Cotton   | 1350                  | 350                   | 1350                  | #N/A                  |
| Rajasthan      | Hanumangarh    | B.T. Cotton   | 2000                  | 500                   | 2000                  | #N/A                  |
|                | Rawatsar       | B.T. Cotton   | 2000                  | 1500                  | 2000                  | 2000                  |
| Madhya Pradesh | Khandwa        | Mech-1        | 700                   | 400                   | 700                   | #N/A                  |
|                | Khargaon       | Mech-1        | NR                    | NR                    | NR                    | #N/A                  |
| Maharashtra    | Amravati       | Mech-1        | 4000                  | 4000                  | 4000                  | #N/A                  |
|                | Jamner         | Medium Staple | NA                    | NA                    | NA                    | #N/A                  |
| Uttar Pradesh  | Hathras        | B.T. Cotton   | NA                    | 0                     | NA                    | #N/A                  |
|                | Hathras        | Desi          | NA                    | 0                     | NA                    | #N/A                  |
| Telangana      | Adilabad       | Un-Ginned     | 1750                  | 1290                  | 1750                  | 12006                 |
| Karnataka      | Bijapur        | Bunny         | NR                    | 3058                  | NR                    | 1813                  |
|                | Hubli          | D.C.H.        | NR                    | NR                    | NR                    | 34                    |
|                | Hubli          | B.T. Cotton   | NR                    | NR                    | NR                    | 0                     |
|                | Raichur        | H-44 Cotton   | NR                    | 3015                  | NR                    | 795                   |
| Commodity      | Lint           |               | Arrivals<br>(Quintal) | Arrivals<br>(Quintal) | Arrivals<br>(Quintal) | Arrivals<br>(Quintal) |
| State          | Centre         | Variety       | 7-Feb-20              | 31-Jan-20             | 7-Feb-20              | 7-Feb-19              |
| Punjab         | Bhatinda       | J-34          | 6800                  | 6800                  | 6800                  | 5100                  |
|                | Abohar         | J-34          | 1020                  | 510                   | 1020                  | 340                   |
|                | Mansa          | J-34          | 680                   | 510                   | 680                   | 340                   |
|                | Sirsa          | J-34          | 1020                  | 850                   | 1020                  | 680                   |
|                | Sri-Ganganagar | J-34          | 1000                  | 2000                  | 1000                  | 2000                  |

#### 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. 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 <http://www.agriwatch.com/Disclaimer.asp>

© 2019 Indian Agribusiness Systems Ltd.