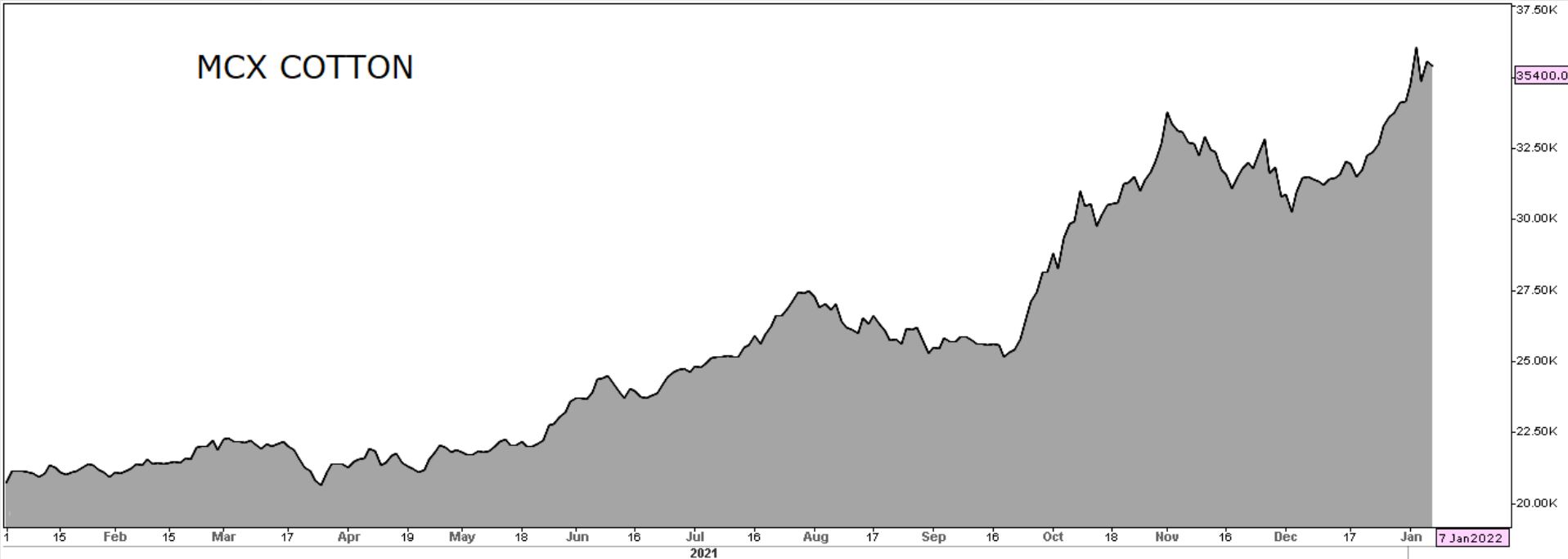


Cotton Outlook

08 January 2022

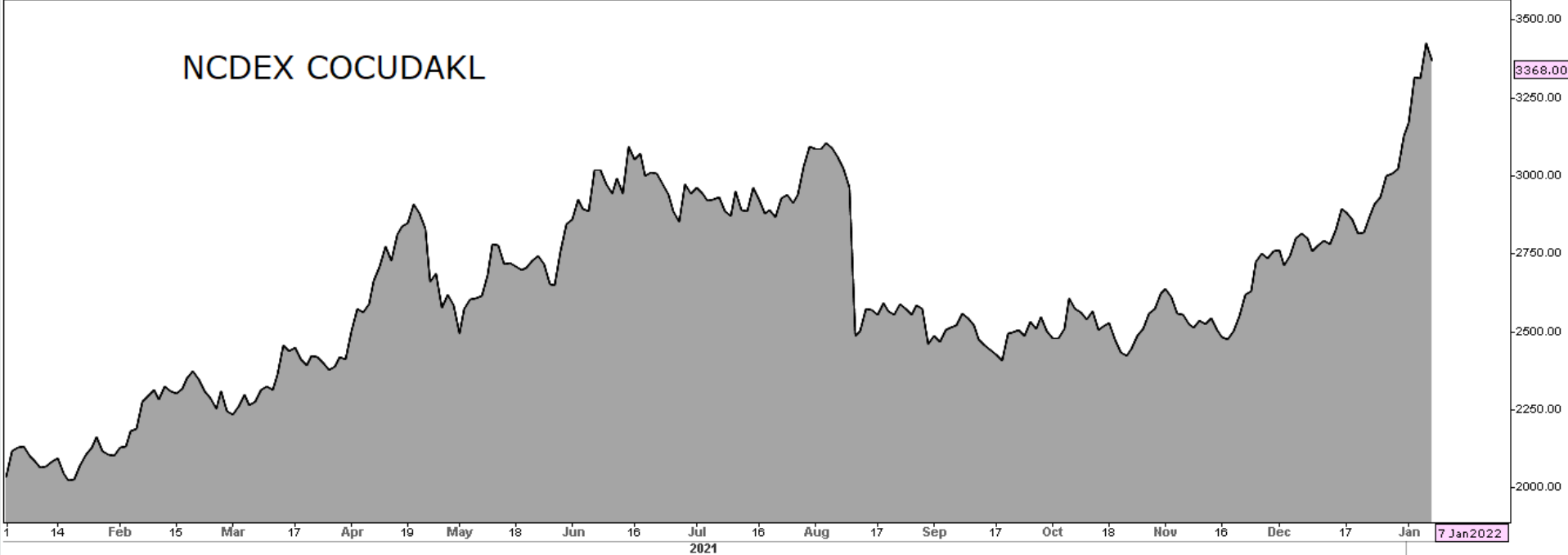
Performance							
Commodity	Price	Period					
		1 Week	1 Month	3 Month	6 Month	1 Year	Ytd
Cotton	35400.00	3.50	11.24	12.34	28.84	40.42	3.63

MCX COTTON



Performance							
Commodity	Price	Period					
		1 Week	1 Month	3 Month	6 Month	1 Year	Ytd
Cocudakl	3363.00	6.96	16.68	23.79	12.22	37.41	7.48

NCDEX COCUDAKL



- MCX Cotton prices gained from 30000 to 36300 amid falling global stock and prospects of increase in demand, domestic cotton posted over 70% gains in the year 2021.
- Cotton season started with a comfortable opening stock of 75 lakh bales and estimated crop of 360 lakh bales, the cotton prices started increasing from the beginning, but strong pent-up demand from textile, apparel segment in Q3/Q4 post-COVID period supported the prices.
- Cotton prices climbed back near 10-year highs in New York on bets that strong demand will keep supplies constrained. Following good run in ICE Cotton futures and increased demand from domestic millers, domestic cotton prices continued to register fresh high for the tenth straight session.
- Despite rising supply in physical market and rising cases of virus globally, increased demand by domestic millers and recent rally in ICE & ZCE Cotton futures lifted domestic cotton futures by over Rs.3300 in last 10 consecutive sessions.
- Sentiments improved as about 120 lakh bales arrived in the market between October 1 and December 31 as against the usual arrival of 170 lakh to 200 lakh bales. In Gujarat December-January marks the peak of cotton marketing season and normally, Jamnagar APMC records arrivals of around 2,000 quintals daily. But it is hardly around 1,000 quintals these days.
- Farmers said unfavorable weather and attack by pink bollworms have kept the yield drastically low. The average yield, which remains around 20 mann per bigha, will drop to 10 mann this year as it rained excessively towards the fag-end of monsoon in September. Yields are being reported to be low in Maharashtra and Andhra Pradesh also due to excessive rains, unfavourable weather, pink bollworm attacks.
- In 2021-22 kharif season, 3.25 lakh hectare area was under cotton cultivation and authorities were expecting production of 50 lakh quintals. But owing to the first-ever devastating attack of the bollworm, crop production was severely hit in the major cotton-growing districts of Bathinda and Mansa.

- **Indian cotton exports have begun to slide** due to **traders charging hefty premiums over benchmark U.S. futures** on expectations of lower output at a time when there is strong demand from local textile mills.
- **Indian mills have exported 1.8 million bales so far in the season** and are likely to ship around 1 million bales in January and February
- **India's cotton production could fall to 34 million bales in 2021/22 marketing year, down nearly 4%** from a year ago as crops in key producing states were damaged by rains during the harvesting season.
- Rising concerns over Omicron spread across the globe, rising supply in physical market and prospects of no-aggressive procurement by CCI during peak arrival season may drag natural fiber lower from higher levels in coming weeks. As per Agmarknet data, **Cotton arrivals across the country in the month of Dec reached near 9.5 lakh tons, up by nearly 30% M-o-M & 8% Y-o-Y.**
- **Seeking immediate intervention of Union Textile Minister Piyush Goyal to protect the knitwear garment sector**, Tirupur Exporters' Association (TEA) accused middle-men and traders of creating a havoc by jacking up the price of cotton during the cotton arrival season.
- **High cotton prices this season has become a subject of concern to the domestic textile industry** as the units are facing not only spike in raw material prices but also shortage in availability. Demand for immediate removal of the import duty on cotton seen from traders as Indian cotton prices are higher than the international prices, affecting the competitiveness of the industry.
- **Hedge funds are actively buying cotton**, which means this year's commodity index rebalancing may be positive for the market. Money managers boosted their net-bullish bets on the fiber through Dec. 28 to a one-month high, government data showed.
- **USDA in Dec WASDE reports reduced cotton inventories estimates** for India (5 lakh bales), China (2.5 lakh bales) & Pakistan (4 lakh bales).

World

Attribute	2018/2019	2019/2020	2020/2021	2021/2022	% Chg
Area Harvested (1000 HA)	33,302.00	34,729.00	31,395.00	32,653.00	4.01
Beginning Stocks (1000 480 lb. Bales)	80,526.00	79,697.00	97,283.00	88,577.00	(8.95)
Production (1000 480 lb. Bales)	118,775.00	120,986.00	111,704.00	121,565.00	8.83
Imports (1000 480 lb. Bales)	42,435.00	40,810.00	49,010.00	46,940.00	(4.22)
Total Supply (1000 480 lb. Bales)	241,736.00	241,493.00	257,997.00	257,082.00	(0.35)
Exports (1000 480 lb. Bales)	41,542.00	41,173.00	48,455.00	46,945.00	(3.12)
Use Dom. Consumption (1000 480 lb. Bales)	120,460.00	103,073.00	120,924.00	124,271.00	2.77
Loss Dom. Consumption (1000 480 lb. Bales)	37.00	(36.00)	41.00	134.00	226.83
Domestic Consumption (1000 480 lb. Bales)	120,497.00	103,037.00	120,965.00	124,405.00	2.84
Ending Stocks (1000 480 lb. Bales)	79,697.00	97,283.00	88,577.00	85,732.00	(3.21)
Total Distribution (1000 480 lb. Bales)	241,736.00	241,493.00	257,997.00	257,082.00	(0.35)
Stocks-to-Use (PERCENT)	66.16	94.38	73.25	68.99	(5.82)
Yield (KG/HA)	776.54	758.50	774.68	810.58	4.63

% Chg is for 2021/2022 over 2020/2021

India

Attribute	2018/2019	2019/2020	2020/2021	2021/2022	% Chg
Area Harvested (1000 HA)	12,600.00	13,400.00	13,000.00	12,400.00	(4.62)
Beginning Stocks (1000 480 lb. Bales)	8,625.00	8,604.00	16,184.00	13,439.00	(16.96)
Production (1000 480 lb. Bales)	26,000.00	28,500.00	27,600.00	28,000.00	1.45
Imports (1000 480 lb. Bales)	1,800.00	2,280.00	844.00	1,000.00	18.48
Total Supply (1000 480 lb. Bales)	36,425.00	39,384.00	44,628.00	42,439.00	(4.90)
Exports (1000 480 lb. Bales)	3,521.00	3,200.00	6,189.00	5,800.00	(6.29)
Use Dom. Consumption (1000 480 lb. Bales)	24,300.00	20,000.00	25,000.00	25,800.00	3.20
Domestic Consumption (1000 480 lb. Bales)	24,300.00	20,000.00	25,000.00	25,800.00	3.20
Ending Stocks (1000 480 lb. Bales)	8,604.00	16,184.00	13,439.00	10,839.00	(19.35)
Total Distribution (1000 480 lb. Bales)	36,425.00	39,384.00	44,628.00	42,439.00	(4.90)
Stocks-to-Use (PERCENT)	30.93	69.76	43.09	34.30	(20.40)
Yield (KG/HA)	449.00	463.00	462.00	492.00	6.49

% Chg is for 2021/2022 over 2020/2021

COTTON PRICE MOVEMENT SINCE 2014															
Year	Prices & Arrivals (Lakh Bales)	Harvesting					Sowing					Growth		Total Arrivals	Growth (%)
		OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP		
2014/15	Future	15,890	15,810	15,870	14,490	15,200	15,290	16,320	16,520	16,250	16,170	16,310	15,780	352.90	-4.59
	Spot	15,860	15,770	15,790	14,550	14,830	15,350	16,410	16,560	16,380	16,120	16,480	16,040		-4.81
	Arrivals	33.03	72.20	77.73	75.35	45.67	20.30	12.16	5.54	2.94	2.59	1.63	3.76		
2015/16	Future	15,580	15,770	16,340	16,260	16,110	15,750	16,740	17,730	20,080	22,490	19,610	19,840	239.67	25.73
	Spot	15,570	15,870	15,870	16,270	16,140	15,760	16,760	17,840	20,340	22,420	21,180	21,890		36.47
	Arrivals	26.87	40.38	62.28	42.48	29.53	16.16	10.41	5.11	2.00	0.80	0.59	3.06		
2016/17	Future	18,570	18,880	19,020	20,290	20,690	20,900	20,600	20,500	20,230	20,390	18,650	18,530	297.84	-6.60
	Spot	15,860	18,860	19,130	20,100	20,690	20,880	20,480	20,490	20,220	20,440	20,220	18,680		-14.66
	Arrivals	23.70	38.30	65.92	52.27	45.68	32.33	15.64	6.75	2.84	2.16	1.66	10.59		
2017/18	Future	18,440	18,210	19,710	20,050	20,640	20,430	20,720	22,060	22,350	24,120	22,860	21,840	315.77	17.86
	Spot	18,260	18,300	19,760	19,270	19,790	19,610	20,100	21,270	22,620	23,260	23,040	22,050		18.04
	Arrivals	31.67	56.68	65.62	57.72	35.79	26.62	18.58	10.31	2.97	2.02	1.20	6.59		
2018/19	Future	22,250	21,390	21,090	20,980	20,480	21,490	22,460	21,770	21,540	20,750	19,570	19,870	295.56	-9.02
	Spot	22,490	21,390	20,950	20,840	20,160	21,550	22,300	22,360	21,760	20,980	20,400	19,910		-9.71
	Arrivals	37.82	39.61	56.11	56.66	45.05	28.27	13.92	4.95	2.25	2.84	1.75	6.33		
2019/20	Future	19,320	19,230	19,570	19,410	18,200	16,230	16,350	15,810	15,760	16,320	17,730	18,210	334.71	-8.35
	Spot	18,920	18,660	18,890	19,090	18,550	18,070	16,420	15,610	15,690	15,880	17,180	17,490		-12.15
	Arrivals	27.37	52.70	79.08	66.96	48.24	22.70	1.59	14.85	12.03	3.31	1.84	4.04		
2020/21	Future	19,430	20,170	20,630	20,950	21,890	21,410	21,880	23,590	24,650	27,470	25,290	28,140	170.32	54.53
	Spot	19,170	19,950	20,330	20,790	21,890	21,700	21,990	23,350	24,790	27,220	26,760	27,490		57.18
	Arrivals	18.63	30.94	51.98	29.63	20.80	8.89	2.88	0.71	1.02	0.93	0.46	3.45		
2021/22	Future	32,660	30,820	34,100										131.03	21.18
	Spot	31,500	31,330	33,120											20.48
	Arrivals	31.68	43.34	56.01											
Average	Arrivals	28.85	46.77	64.34	54.44	38.68	22.18	10.74	6.89	3.72	2.09	1.30	5.40	23.78	Average

* Source - Arrivals: Agmarknet

COCUDAKL PRICE MOVEMENT SINCE 2012

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	Growth
2012	1288.00 3.70	1216.00 -5.59	1383.00 13.73	1269.00 -8.24	1119.00 -11.82	1279.00 14.30	1528.00 19.47	1527.00 -0.07	1328.00 -13.03	1437.00 8.21	1397.00 -2.78	1379.00 -1.29	137.00 11.03
2013	1321.00 -4.21	1469.00 11.20	1523.00 3.68	1408.00 -7.55	1572.00 11.65	1523.00 -3.12	1568.00 2.95	1833.00 16.90	1470.00 -19.80	1494.00 1.63	1400.00 -6.29	1474.00 5.29	95.00 6.89
2014	1529.00 3.73	1522.00 -0.46	1465.00 -3.75	1572.00 7.30	1493.00 -5.03	1676.00 12.26	1670.00 -0.36	1723.00 3.17	1368.00 -20.60	1358.00 -0.73	1331.00 -1.99	1422.00 6.84	-52.00 -3.53
2015	1446.00 1.69	1524.00 5.39	1707.00 12.01	1798.00 5.33	1828.00 1.67	1798.00 -1.64	1953.00 8.62	2043.00 4.61	1560.00 -23.64	1657.00 6.22	1712.00 3.32	2085.00 21.79	663.00 46.62
2016	2038.00 -2.25	2209.00 8.39	2236.00 1.22	2296.00 2.68	2334.00 1.66	2548.00 9.17	2576.00 1.10	2600.00 0.93	1971.00 -24.19	1909.00 -3.15	1960.00 2.67	2012.00 2.65	-73.00 -3.50
2017	2268.00 12.72	2301.00 1.46	2168.00 -5.78	2014.00 -7.10	1848.00 -8.24	1652.00 -10.61	1477.00 -10.59	1560.00 5.62	1519.00 -2.63	1507.00 -0.79	1629.50 8.13	1792.50 10.00	-219.50 -10.91
2018	1742.50 -2.79	1569.00 -9.96	1405.00 -10.45	1196.00 -14.88	1359.50 13.67	1570.50 15.52	1852.50 17.96	1668.00 -9.96	1660.00 -0.48	1794.00 8.07	1907.00 6.30	1926.00 1.00	133.50 7.45
2019	2045.50 6.20	1936.00 -5.35	2281.00 17.82	2486.00 8.99	2788.00 12.15	2767.00 -0.75	3338.00 20.64	3251.00 -2.61	2135.00 -34.33	2280.50 6.81	1974.00 -13.44	2139.00 8.36	213.00 11.06
2020	1783.00 -16.64	1598.00 -10.38	2064.00 29.16	1905.00 -7.70	1949.00 2.31	1961.00 0.62	1775.00 -9.48	1880.00 5.92	1806.00 -3.94	1851.00 2.49	2164.00 16.91	2003.00 -7.44	-136.00 -6.36
2021	2079.00 3.79	2220.00 6.78	2388.00 7.57	2522.00 5.61	2755.00 9.24	2841.00 3.12	3057.00 7.60	2630.00 -13.97	2507.00 -4.68	2614.00 4.27	2747.00 5.09	3111.00 13.25	1108.00 55.32
Average	1.81	0.59	5.62	-1.97	2.56	4.13	6.06	1.30	-14.98	3.72	1.11	6.44	Average

ICE COTTON PRICE MOVEMENT SINCE 2012

Year	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	Growth
2012	93.25	89.86	93.52	87.25	71.55	72.16	70.58	76.48	69.15	70.07	72.65	75.14	-16.66
	1.58	-3.64	4.07	-6.70	-17.99	0.85	-2.19	8.36	-9.58	1.33	3.68	3.43	-18.15
2013	82.95	83.56	88.46	85.53	79.36	82.71	85.63	83.70	86.11	77.12	78.14	84.64	9.50
	10.39	0.74	5.86	-3.31	-7.21	4.22	3.53	-2.25	2.88	-10.44	1.33	8.32	12.64
2014	85.83	86.59	93.52	94.14	86.27	79.21	62.09	67.60	61.96	64.45	60.08	60.28	-24.36
	1.41	0.89	8.00	0.66	-8.36	-8.18	-21.61	8.87	-8.34	4.02	-6.78	0.33	-28.78
2015	59.36	64.86	63.13	67.66	64.44	67.89	64.07	62.80	60.53	63.31	62.71	63.31	3.03
	-1.53	9.27	-2.67	7.18	-4.76	5.35	-5.63	-1.98	-3.61	4.59	-0.95	0.96	5.03
2016	60.99	56.55	58.37	63.89	63.91	64.37	74.02	65.59	68.06	68.87	71.60	70.69	7.38
	-3.66	-7.28	3.22	9.46	0.03	0.72	14.99	-11.39	3.77	1.19	3.96	-1.27	11.66
2017	74.97	76.31	77.33	78.77	76.93	68.65	68.93	71.00	68.42	68.55	72.78	78.47	7.78
	6.05	1.79	1.34	1.86	-2.34	-10.76	0.41	3.00	-3.63	0.19	6.17	7.82	11.01
2018	77.19	82.88	81.58	83.88	93.09	85.38	89.55	82.29	76.38	76.86	78.83	72.27	-6.20
	-1.63	7.37	-1.57	2.82	10.98	-8.28	4.88	-8.11	-7.18	0.63	2.56	-8.32	-7.90
2019	74.24	72.77	77.58	76.77	68.17	65.73	63.88	58.88	60.74	64.38	65.30	68.98	-3.29
	2.73	-1.98	6.61	-1.04	-11.20	-3.58	-2.81	-7.83	3.16	5.99	1.43	5.64	-4.55
2020	67.42	61.80	51.14	57.42	57.24	60.98	62.74	65.26	65.81	68.98	72.24	78.24	9.26
	-2.26	-8.34	-17.25	12.28	-0.31	6.53	2.89	4.02	0.84	4.82	4.73	8.31	13.42
2021	80.61	89.02	80.77	88.34	82.09	85.05	89.59	92.52	105.59	115.03	106.41	113.63	35.39
	3.03	10.43	-9.27	9.37	-7.07	3.61	5.34	3.27	14.13	8.94	-7.49	6.79	45.23
Average	-0.05	3.80	-0.19	2.05	-5.23	-0.47	-3.05	0.65	0.22	3.76	-0.19	4.03	Average

USDINR PRICE MOVEMENT SINCE 2012

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	Growth
2012	49.75	49.36	51.22	53.03	56.42	56.11	55.84	55.79	53.05	54.08	54.61	55.15	1.66
	-7.00	-0.77	3.76	3.53	6.39	-0.55	-0.49	-0.09	-4.90	1.93	0.98	0.99	3.11
2013	53.39	54.74	54.67	53.95	56.79	59.75	61.06	66.73	63.21	61.81	62.91	62.16	7.01
	-3.19	2.51	-0.11	-1.33	5.27	5.20	2.19	9.29	-5.27	-2.22	1.78	-1.20	12.70
2014	63.08	62.22	60.17	60.56	59.32	60.57	60.85	60.95	62.10	61.64	62.39	63.47	1.32
	1.49	-1.37	-3.29	0.65	-2.05	2.12	0.47	0.16	1.89	-0.74	1.21	1.74	2.12
2015	62.24	62.22	62.83	63.81	64.20	64.01	64.49	66.84	65.90	65.61	66.98	66.39	2.92
	-1.95	-0.03	0.98	1.55	0.62	-0.30	0.75	3.64	-1.40	-0.44	2.08	-0.87	4.60
2016	68.10	68.77	66.51	66.67	67.60	67.77	67.29	67.27	66.88	67.08	68.56	68.10	1.71
	2.58	0.98	-3.29	0.24	1.40	0.26	-0.71	-0.03	-0.59	0.30	2.22	-0.67	2.58
2017	68.06	66.94	65.08	64.53	64.88	64.82	64.64	64.08	63.89	64.98	64.65	64.06	-4.04
	-0.06	-1.65	-2.78	-0.85	0.54	-0.09	-0.28	-0.87	-0.30	1.71	-0.51	-0.91	-5.94
2018	63.79	65.32	65.36	66.90	67.63	68.73	68.79	71.19	72.76	74.20	69.85	69.94	5.88
	-0.43	2.39	0.07	2.35	1.09	1.63	0.09	3.49	2.21	1.98	-5.86	0.13	9.18
2019	71.29	71.10	69.51	69.85	69.90	69.30	68.98	71.62	71.07	71.12	71.90	71.54	1.60
	1.93	-0.27	-2.24	0.49	0.07	-0.86	-0.46	3.83	-0.77	0.08	1.09	-0.50	2.29
2020	71.56	72.41	75.82	75.28	75.79	75.78	75.00	73.44	73.94	74.61	74.20	73.27	1.73
	0.03	1.18	4.72	-0.72	0.68	-0.01	-1.03	-2.08	0.68	0.90	-0.54	-1.25	2.42
2021	73.17	74.20	73.42	74.39	72.90	74.54	74.60	73.17	74.50	75.13	75.37	74.56	1.29
	-0.14	1.40	-1.05	1.33	-2.01	2.25	0.09	-1.92	1.81	0.85	0.32	-1.08	1.76
Average	-0.36	0.27	-0.44	0.60	1.25	0.80	-0.03	1.74	-0.66	0.36	0.91	-0.17	Average

कमोडिटी का साल
निवेशक मालामाल

सोना या चांदी में मिलेगा ज्यादा रिटर्न?

केडिया कमोडिटी की राय

काँटन केक खरीदें @
2,400, लक्ष्य-4,000

BANKING PARTNER
यूनिक्स बैंक Union Bank

INDUSTRY UPDATE

ANGEL ONE: ग्राहकों की संख्या 6.3% बढ़कर 69.3 Lk (MoM)

GOLD-MCX

47410.00

▼ 212.00
0.45%

1.8m 132.55 ▲ 1.75 ITC¹ 17.8m 222.45 ▼ 3.15 JindalStl¹ 8.7m 422.55 ▲

ACTIVE STOCKS INDIA →

Gland Pharma¹ 92.5k 3699.75 ▲

ET NOW LIVE
स्वदेश 4:55 PM

Technicals

MCX Cotton

COTTON

Weekly



COTTON
Weekly



COTTON

Weekly

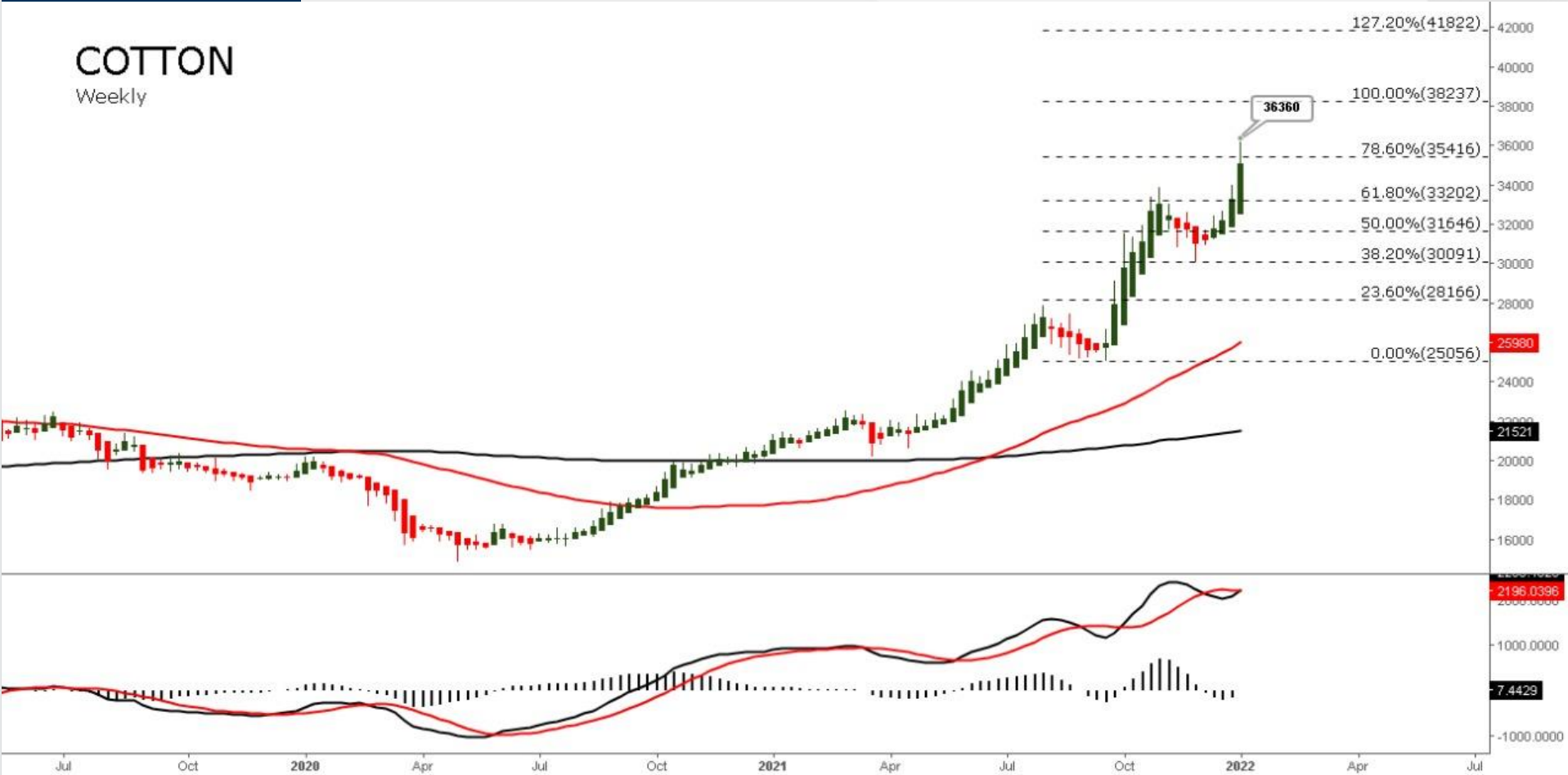


COTTON

Weekly



COTTON
Weekly



ICE Cotton

ICE COTTON

Weekly



ICE COTTON

Weekly



ICE COTTON

Weekly



ICE COTTON

Weekly



ICE COTTON

Weekly



NCDEX Cocudaki

COCUDAKL

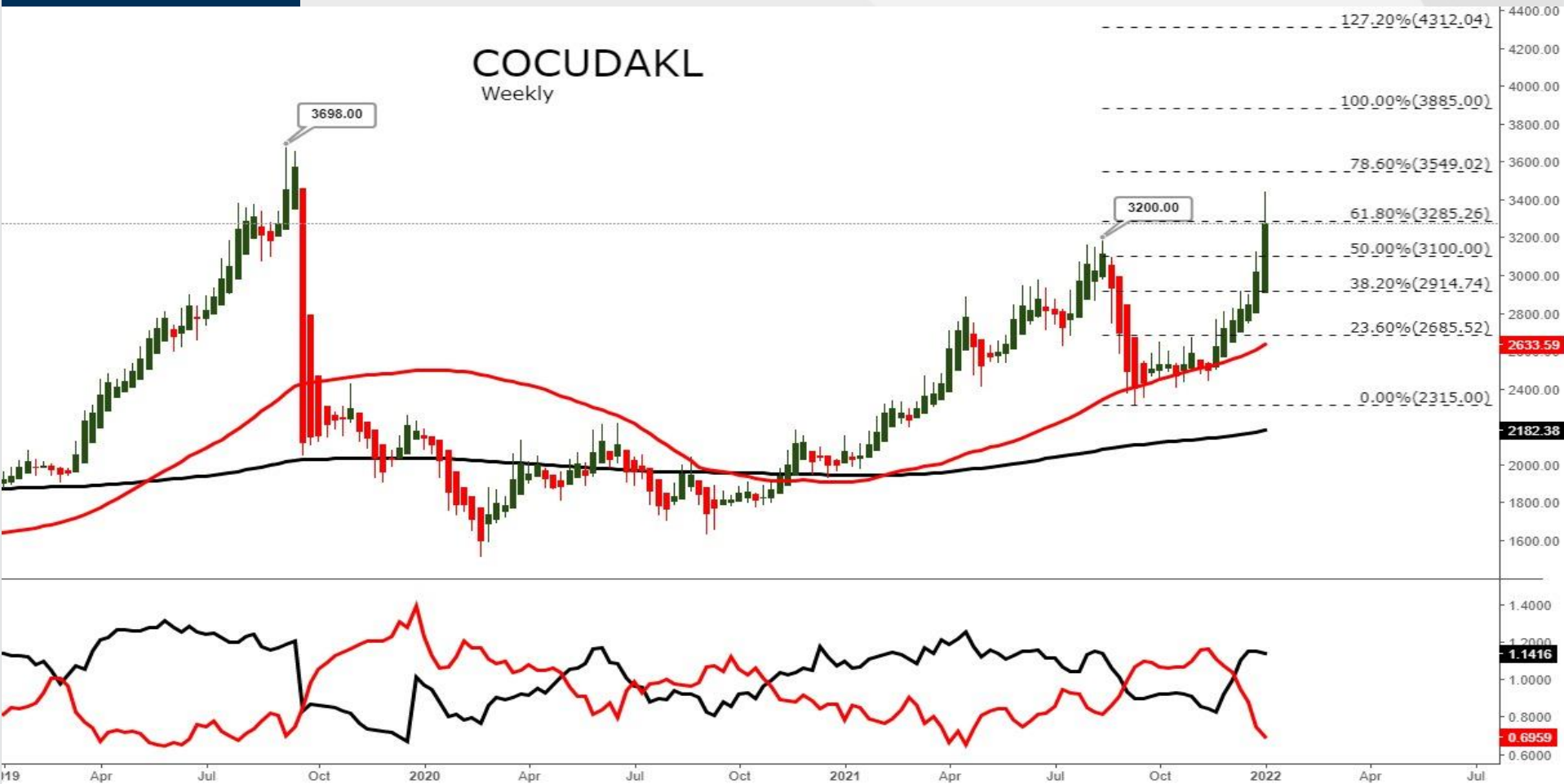
Weekly



COCUDAKL

Weekly



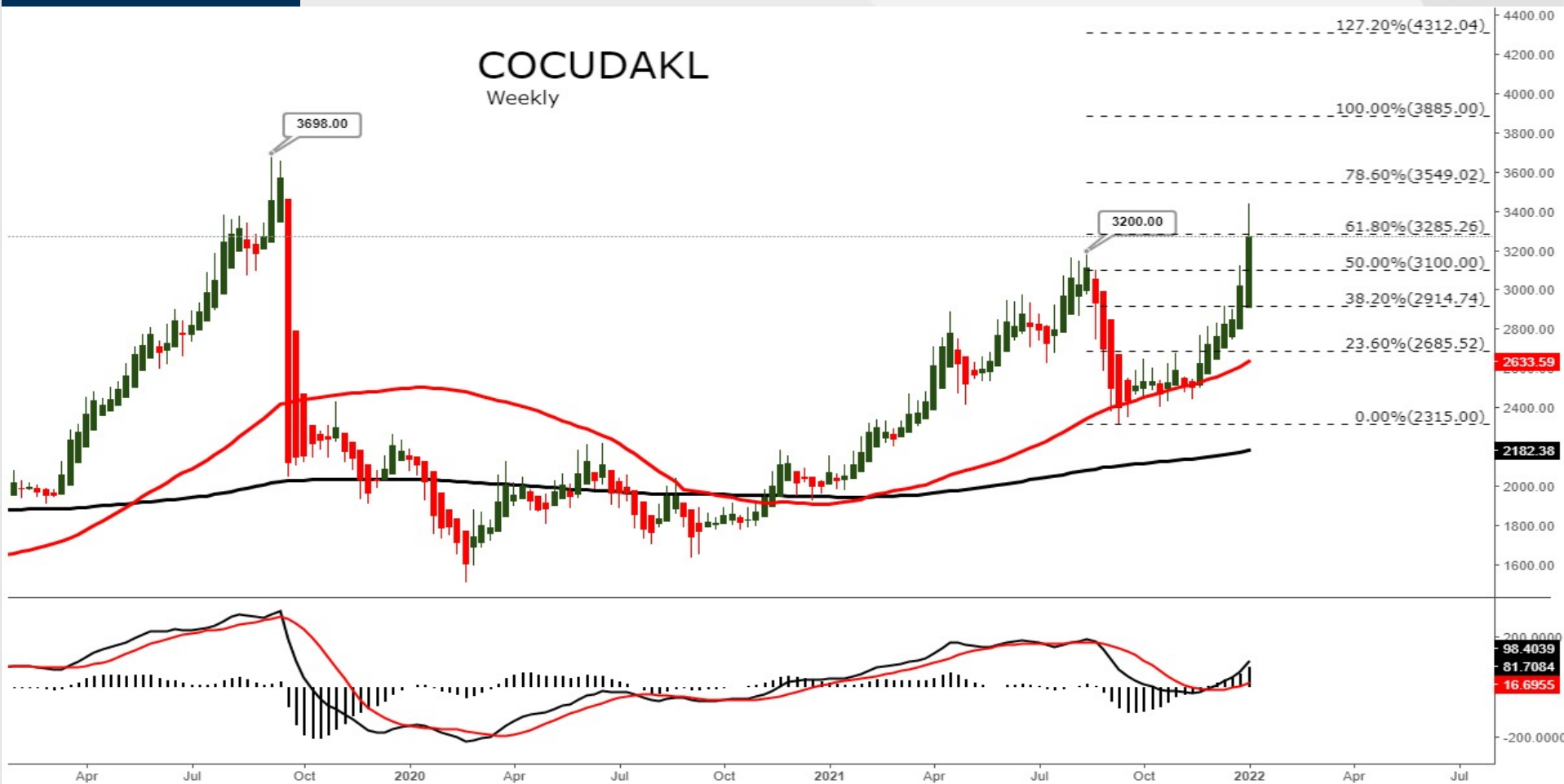


COCUDAKL Weekly



COCUDAKL

Weekly



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Weekly



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Weekly



KAPAS Weekly

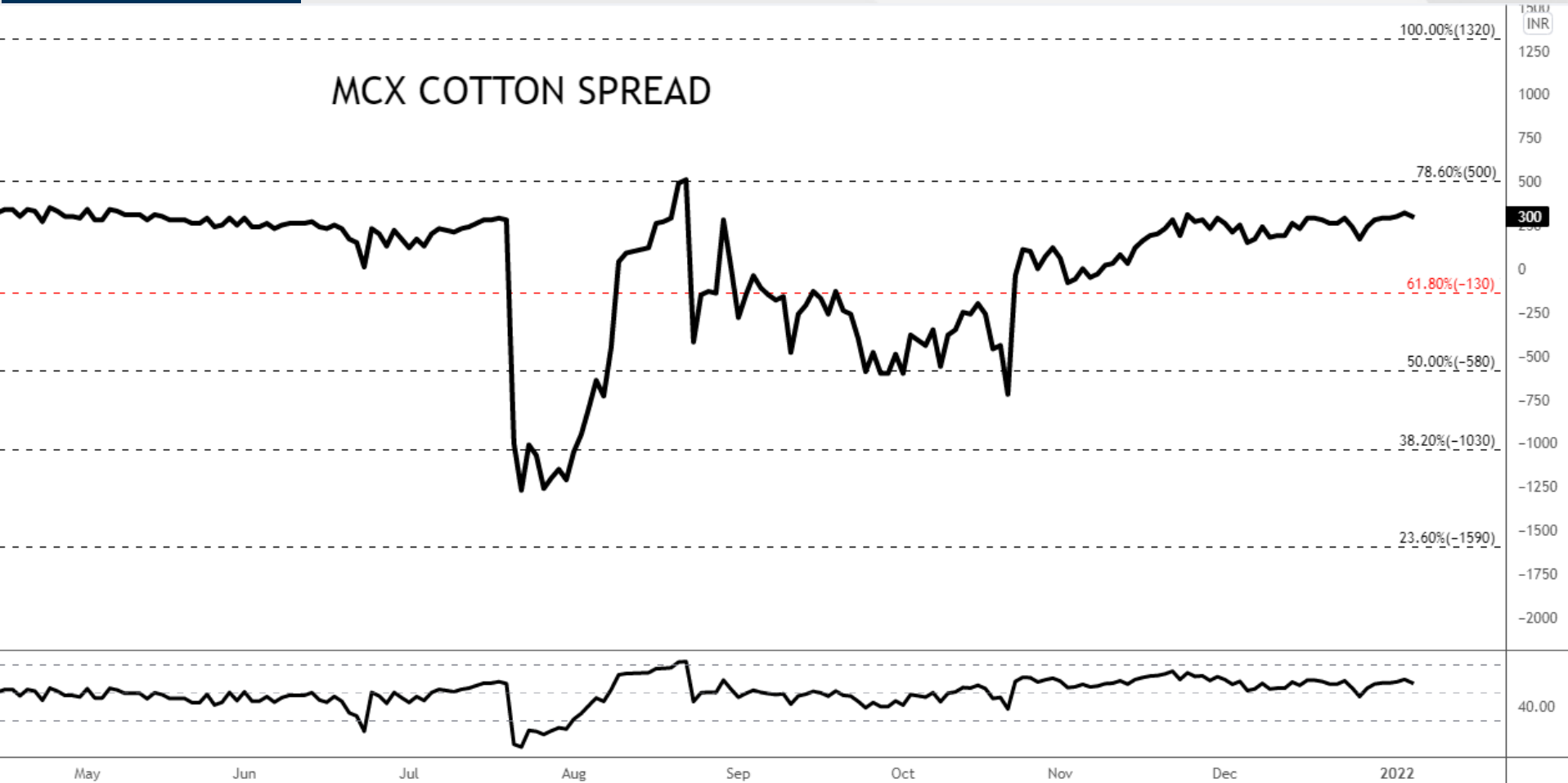


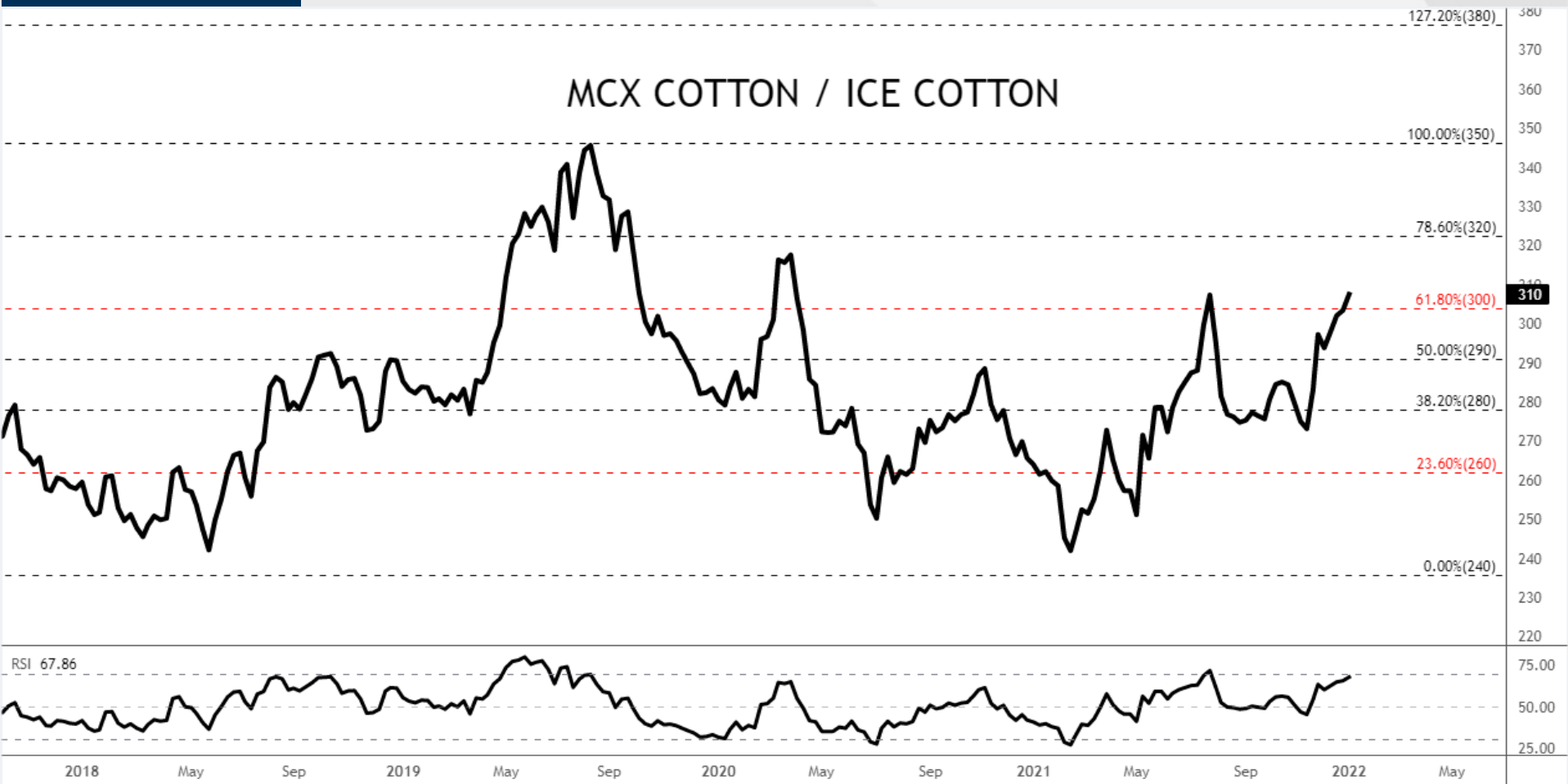
KAPAS Weekly



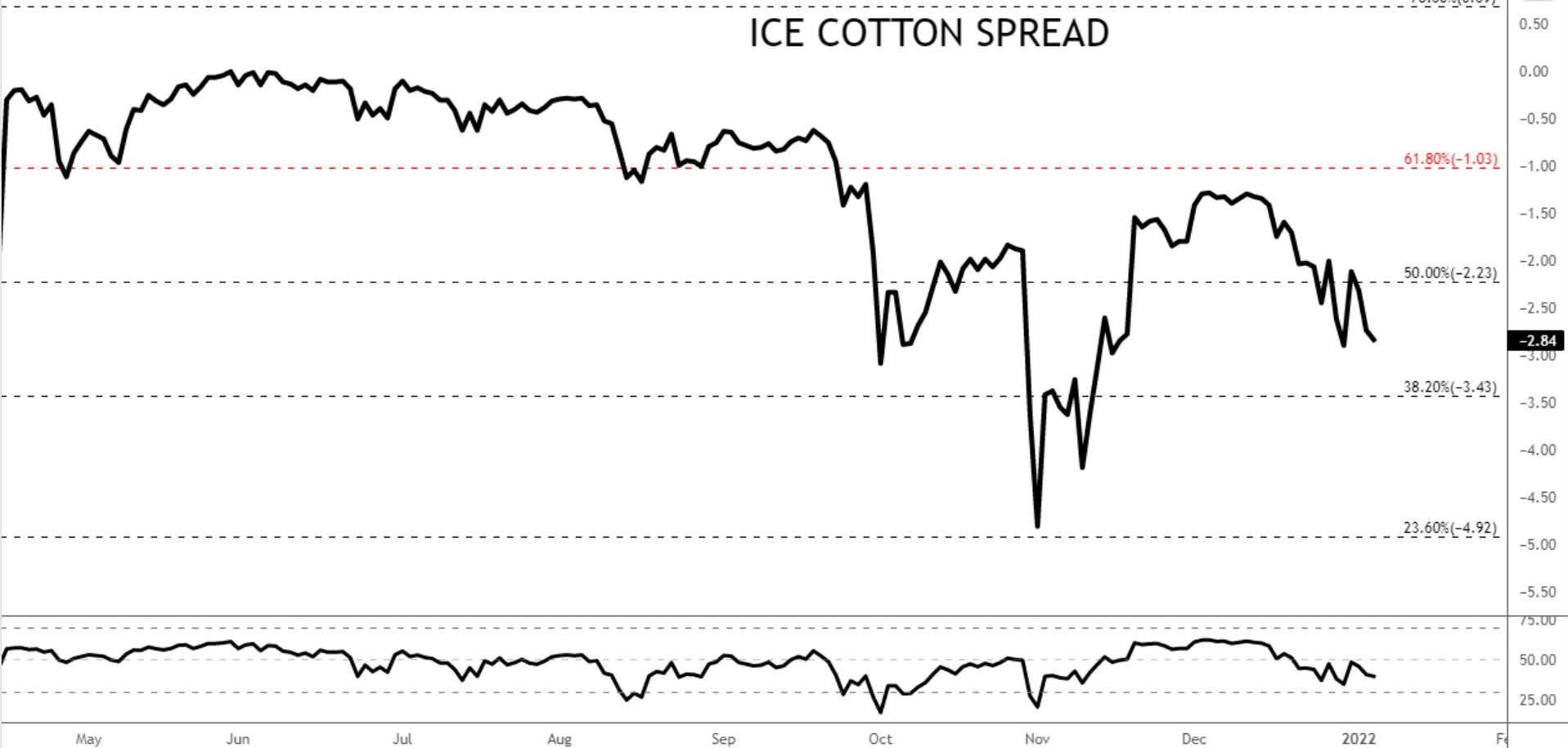
Spread and Ratios Technicals

MCX COTTON SPREAD





CT21-CT11, 1D, ICEUS -2.84 -0.10 (-3.65%)



Technicals Summary

COTTON1!, 1W, MCX O34300 H36190 L34230 C36090

COTTON Weekly



CT11, 1M, ICEUS O112.76 H117.68 L112.76 C116.10

ICE Cotton

Monthly



Cottonseed Oil Cake Weekly



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