



**Cotton Complex**

**MARKET MOVEMENT**

**MCX MARKET**

Commodity	Open	High	Low	Close	Rs. Chg	% Chg	Op Int	% Chng Oi	Volume
COTTON 31OCT2022	30600.00	31450.00	30590.00	31050.00	260.00	0.84	945	-1.36	263.00
COTTON 30NOV2022	29530.00	30160.00	29400.00	29420.00	-50.00	-0.17	1131	4.63	144.00
COTTON 30DEC2022	29280.00	30250.00	29250.00	29530.00	180.00	0.61	481	2.56	50.00

**NCDEX MARKET**

COCUDAKL 20DEC2022	2241.00	2338.00	2241.00	2325.00	84.00	3.75	33620	-3.20	28310.00
COCUDAKL 20JAN2023	2265.00	2351.00	2263.00	2344.00	83.00	3.67	6480	-2.70	1680.00
COCUDAKL 20FEB2023	0.00	0.00	0.00	2299.00	0.00	0.00	20	0.00	0.00
STEEL				50800.00					
KAPAS 28APR2023	1571.00	1594.00	1565.00	1590.00	15.00	0.95	1445	5.94	810.00

**ICE MARKET (Intercontinental Exchange)**

Commodity	Open	High	Low	Close	Rs. Chg	% Chg	Volume	Spread
CTV22 (Oct '22)	93.00	93.22	93.00	93.22	6.11	7.01	1	
CTZ22 (Dec '22)	85.46	85.95	83.60	85.34	0.18	0.21	19858	-7.88
CTH23 (Mar '23)	83.17	83.67	81.96	83.45	0.72	0.87	9012	-1.89

**ZCE MARKET (Zhengzhou Commodity Exchange)**

WQX22 (Nov '22)	13690.00	14035.00	13645.00	13790.00	160.00	1.17	62171	
WQF23 (Jan '23)	13400.00	13745.00	13335.00	13515.00	155.00	1.16	691686	-275.00
WQH23 (Mar '23)	13395.00	13735.00	13345.00	13505.00	135.00	1.01	20561	-10.00

**CURRENCY MARKET**

Commodity	Open	High	Low	Close	Rs. Chg	% Chg	Op Int	% Chng Oi	Volume
USDINR 27OCT2022	81.86	81.94	81.34	81.72	-0.30	-0.37	4281275	-3.46	4492094.00
USDINR 28NOV2022	82.10	82.18	81.60	81.96	-0.30	-0.37	992960	-0.28	742735.00
USDINR 28DEC2022	82.30	82.41	81.81	82.18	-0.30	-0.36	397152	5.11	143259.00

**Calendar Spreads Snapshot**

Commodity	Spread	P. Spread	Change
COTTON NOV - OCT	-1630.00	-1320.00	-310.00
COTTON DEC - NOV	110.00	-120.00	230.00
COTTON DEC - OCT	-1520.00	-1440.00	-80.00
COCUDAKL JAN - DEC	19.00	20.00	-1.00
COCUDAKL FEB - JAN	-45.00	38.00	-83.00
COCUDAKL FEB - DEC	-26.00	58.00	-84.00

**Open Interest Snapshot**

Commodity	Last	OI	Status
COTTON 31OCT2022	31050	945	Short Covering
COTTON 30NOV2022	29420	1131	Fresh Selling
COTTON 30DEC2022	29530	481	Fresh Buying
COCUDAKL 20DEC2022	2325	33620	Short Covering
COCUDAKL 20JAN2023	2344	6480	Short Covering
COCUDAKL 20FEB2023	2299	20	Long Liquidation

**Commodity Market Daily Trading Levels**

**MCX MARKET**

Commodity	Close	Support 3	Support 2	Support 1	Pivot Point	Resist 1	Resist 2	Resist 3	Trend
COTTON 31OCT2022	31050.00	29750.00	30170.00	30610.00	31030.00	31470.00	31890.00	32330.00	Positive
COTTON 30NOV2022	29420.00	28400.00	28900.00	29160.00	29660.00	29920.00	30420.00	30680.00	Negative
COTTON 30DEC2022	29530.00	28110.00	28680.00	29110.00	29680.00	30110.00	30680.00	31110.00	Positive
KAPAS 28APR2023	1651.50	1653.00	1652.00	1653.00	1652.00	1653.00	1652.00	1653.00	Negative

**NCDEX MARKET**

COCUDAKL 20DEC2022	2325.00	2167.00	2204.00	2264.00	2301.00	2361.00	2398.00	2458.00	Positive
COCUDAKL 20JAN2023	2344.00	2199.00	2231.00	2287.00	2319.00	2375.00	2407.00	2463.00	Positive
COCUDAKL 20FEB2023	2299.00	1532.00	766.00	1532.00	766.00	1532.00	766.00	1532.00	Range
KAPAS 28APR2023	1590.00	1543.00	1554.00	1572.00	1583.00	1601.00	1612.00	1630.00	Positive

**ICE MARKET**

CTV22 (Oct '22)	93.22	92.71	92.85	92.93	93.07	93.15	93.29	93.37	Positive
CTZ22 (Dec '22)	85.34	81.71	82.65	84.06	85.00	86.41	87.35	88.76	Positive
CTH23 (Mar '23)	83.45	80.49	81.22	82.20	82.93	83.91	84.64	85.62	Positive

**ZCE MARKET**

WQX22 (Nov '22)	13790.00	13155.00	13400.00	13545.00	13790.00	13935.00	14180.00	14325.00	Positive
WQF23 (Jan '23)	13515.00	12831.67	13083.33	13241.67	13493.33	13651.67	13903.33	14061.67	Positive
WQH23 (Mar '23)	13505.00	12858.33	13101.67	13248.33	13491.67	13638.33	13881.67	14028.33	Positive

**CURRENCY MARKET**

USDINR 27OCT2022	81.72	80.78	81.06	81.39	81.67	82.00	82.28	82.61	Negative
USDINR 28NOV2022	81.96	81.07	81.33	81.65	81.91	82.23	82.49	82.81	Negative
USDINR 28DEC2022	82.18	81.27	81.54	81.86	82.13	82.45	82.72	83.04	Negative

**Spot Rate Update**

30-Sep-22

Commodity	Rate
Cotton Seed Oil-Cake-Amravati	2750 - 3200
Cotton Seed Oil-Cake-Beed	2900 - 3200
Cotton Seed Oil-Cake-Jalgaon	2750 - 3200
Cotton Seed Oil-Cake-Khamgaon	3100 - 3200
Cotton Seed Oil-Cake-Arvi	2700 - 2800

**Spot Rate Update**

30-Sep-22

Commodity	Rate
Cotton Seed Oil-Cake-Nagpur	2700 - 2700
Cotton Seed Oil-Cake-Murtajapur	3050 - 3150
Cotton Seed Oil-Cake-Khamgaon	3100 - 3200
Cotton Seed Oil-Cake-Arvi	2700 - 2800
Cotton Seed Oil-Cake-Akot	2700 - 3200

**MCX COTTON**

**Technical Chart**



Open	High	Low	Close	Net Cng
30600.00	31450.00	30590.00	31050.00	260.00
OI	% OI	Volume	Trend	% Cng
945.00	-1.36	263.00	Positive	0.84

**Fundamentals**

Cotton yesterday settled up by 0.84% at 31050 as crops remain threatened due to adverse weather conditions and pest attacks in major growing regions. Cotton output is expected to rebound from last years' experience of unseasonal rain affecting the crop. Production this year is seen at 341.9 lakh bales (170 kg) against 312.03 lakh bales last year. Pakistan's cotton production has shrunk 19% to 2.19 million bales till September 15, 2022 in the current season mainly due to the devastation caused by heavy rainfall and flash floods nationwide. In Gujarat, new cotton arrival increased, and daily arrival reached 6,000 bales of 170 kg. Ginning mills have started buying seed cotton with the advent of the auspicious festival of Navratri. However, spinning mills are cautious as they expect a downward trend in cotton prices during peak arrival. In its monthly supply-demand report, the 2022/23 U.S. cotton projections include higher beginning stocks, production, exports and ending stocks this month, the USDA's report said. Additionally, the 2022/23 world cotton projections include higher production and ending stocks relative to last month, and lower consumption. In recent time, the heavy rainfalls and pest attacks are affecting the cotton crop. In the northern states of Punjab, Haryana, and Rajasthan cotton crop has been affected due to pink bollworm infestation. In spot market, Cotton dropped by -140 Rupees. Technically market is under short covering as the market has witnessed a drop in open interest by -1.36% to settle at 945 while prices are up 260 rupees, now Cotton is getting support at 30610 and below same could see a test of 30170 levels, and resistance is now likely to be seen at 31470, a move above could see prices testing 31890.

**Trading Idea for the day**

- Cotton trading range for the day is 30170-31890.
- Cotton prices gained as crops remain threatened due to adverse weather conditions and pest attacks in major growing regions.
- In Gujarat, new cotton arrival increased, and daily arrival reached 6,000 bales of 170 kg.
- Spinning mills are cautious as they expect a downward trend in cotton prices during peak arrival.

**NCDEX COCUDAKL**

**Technical Chart**



Open	High	Low	Close	Net Cng
2241.00	2338.00	2241.00	2325.00	84.00
OI	% OI	Volume	Trend	% Cng
33620.00	-3.20	28310.00	Positive	3.75

**Fundamentals**

Cocudakl yesterday settled up by 3.75% at 2325 on short covering after prices dropped due to surging selling pressure at physical market. Stockiest are offloading their stocks in wake of bumper production outlook of cotton. Reports of rising area under cotton and increased availability of green fodder kept cotton seed oil cake prices down. However some support seen last week as available stock is estimated to be very limited, the quality of which is also very weak. Support also seen after reports that there is a forecast of damage due to heavy rains after sowing of cotton in Vidarbha and Khandesh parts of Maharashtra. Sporadic arrivals of new cotton have already started in Haryana and Punjab, while the arrival of new cotton will start in Khandesh at the end of August and in Madhya Pradesh in September. All India Mandi arrivals of Kapas fell by around 82% on M-o-M basis; they were also lower by around 19% on Y-o-Y basis. Gujarat is a major producer of cotton across the country and reports of increase in sowing of cotton by at least 20% in Gujarat are coming. As per CAI, total cotton supply till end of the cotton season 2021-22 is estimated at 402.16 lakh bales of 170 kg each, lower by around 18% as compared to 488 lakh bales last year. Cocudakl's stock in NCDEX warehouse reduced from 21 lakh sacks to 7.50 lakh sacks. 60 to 70% of Cocudakl's stock in Gujarat is estimated to be weak quality stock. In Akola spot market, Cocudakl gained by 6 Rupees to end at 2704.45 Rupees per 100 kgs. Technically market is under short covering as the market has witnessed a drop in open interest by -3.2% to settle at 33620 while prices are up 84 rupees, now Cocudakl is getting support at 2264 and below same could see a test of 2204 levels, and resistance is now likely to be seen at 2361, a move above could see prices testing 2398.

**Trading Idea for the day**

- Cocudakl trading range for the day is 2204-2398.
- Cocudakl gained on short covering after prices dropped due to surging selling pressure at physical market.
- Some support seen last week as available stock is estimated to be very limited, the quality of which is also very weak.
- Farmers in Pakistan stranded by unprecedented floods are running low on feed for their cattle.

COTTON PRICE MOVEMENT SINCE 2018

Year	Prices & Arrivals (Lakh Bales)	Harvesting								Sowing		Growth		Total Arrivals	Growth
		OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP		
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	-1970.00
	% Change	1.88	-3.87	-1.40	-0.52	-2.38	4.93	4.51	-3.07	-1.06	-3.67	-5.69	1.53		-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	-1660.00
	% Change	-2.77	-0.47	1.77	-0.82	-6.23	-10.82	0.74	-3.30	-0.32	3.55	8.64	2.71		-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	9930.00
	% Change	6.70	3.81	2.28	1.55	4.49	-2.19	2.20	7.82	4.49	11.44	-7.94	11.27		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	37,380	36,470	42,240	45,710	46,120	42,730	44,950	38,390	31,050	251.20	2910.00
	% Change	16.06	-5.63	10.64	9.62	-2.43	15.82	8.21	0.90	-7.35	5.20	-14.59	-19.12		10.34%
	Spot	31,500	31,330	33,120	37,010	36,690	43,460	45,940	47,750	44,940	43,140	46,170	33,840		23.10%
	Arrivals	31.68	43.34	56.01	48.07	36.83	17.11	6.42	4.49	0.82	0.72	1.02	4.69		
Average	% Change	5.47	-1.54	3.32	2.46	-1.64	1.93	3.92	0.58	-1.06	4.13	-4.89	-0.90	0.98	Average

COCUDAKL PRICE MOVEMENT SINCE 2014

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	Growth
2014	1529.00	1522.00	1465.00	1572.00	1493.00	1676.00	1670.00	1723.00	1368.00	1358.00	1331.00	1422.00	-52.00
	3.73	-0.46	-3.75	7.30	-5.03	12.26	-0.36	3.17	-20.60	-0.73	-1.99	6.84	-3.53
2015	1446.00	1524.00	1707.00	1798.00	1828.00	1798.00	1953.00	2043.00	1560.00	1657.00	1712.00	2085.00	663.00
	1.69	5.39	12.01	5.33	1.67	-1.64	8.62	4.61	-23.64	6.22	3.32	21.79	46.62
2016	2038.00	2209.00	2236.00	2296.00	2334.00	2548.00	2576.00	2600.00	1971.00	1909.00	1960.00	2012.00	-73.00
	-2.25	8.39	1.22	2.68	1.66	9.17	1.10	0.93	-24.19	-3.15	2.67	2.65	-3.50
2017	2268.00	2301.00	2168.00	2014.00	1848.00	1652.00	1477.00	1560.00	1519.00	1507.00	1629.50	1792.50	-219.50
	12.72	1.46	-5.78	-7.10	-8.24	-10.61	-10.59	5.62	-2.63	-0.79	8.13	10.00	-10.91
2018	1742.50	1569.00	1405.00	1196.00	1359.50	1570.50	1852.50	1668.00	1660.00	1794.00	1907.00	1926.00	133.50
	-2.79	-9.96	-10.45	-14.88	13.67	15.52	17.96	-9.96	-0.48	8.07	6.30	1.00	7.45
2019	2045.50	1936.00	2281.00	2486.00	2788.00	2767.00	3338.00	3251.00	2135.00	2280.50	1974.00	2139.00	213.00
	6.20	-5.35	17.82	8.99	12.15	-0.75	20.64	-2.61	-34.33	6.81	-13.44	8.36	11.06
2020	1783.00	1598.00	2064.00	1905.00	1949.00	1961.00	1775.00	1880.00	1806.00	1851.00	2164.00	2003.00	-136.00
	-16.64	-10.38	29.16	-7.70	2.31	0.62	-9.48	5.92	-3.94	2.49	16.91	-7.44	-6.36
2021	2079.00	2220.00	2388.00	2522.00	2755.00	2841.00	3057.00	2630.00	2507.00	2614.00	2747.00	3111.00	1108.00
	3.79	6.78	7.57	5.61	9.24	3.12	7.60	-13.97	-4.68	4.27	5.09	13.25	55.32
2022	3142.00	3026.00	3175.00	2791.00	2802.00	2648.00	2598.00	2752.00	2325.00				-786.00
	1.00	-3.69	4.92	-12.09	0.39	-5.50	-1.89	5.93	-15.52				-25.27
Average	0.83	-0.87	5.86	-1.32	3.09	2.47	3.73	-0.04	-14.44	2.90	3.37	7.06	Average

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SEBI REGISTRATION NUMBER - INH000006156