



KEDIA ADVISORY

DAILY COTTON REPORT

18 Jul 2024

- COTTON
- COCUDAKL
- KAPAS

Kedia Stock & Commodities Research Pvt. Ltd.

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Cotton Complex

Commodity	Expiry	Open	High	Low	Close	% Change
COTTONCANDY	31-Jul-24	57800.00	57800.00	57340.00	57640.00	0.40
COCUDAKL	20-Aug-24	3,002.00	3,028.00	2,992.00	3,010.00	0.07
COCUDAKL	20-Sep-24	3,130.00	3,142.00	3,116.00	3,130.00	0.06
KAPAS	30-Apr-25	1,610.00	1,612.00	1,601.00	1,603.50	-0.31

International Rates

Commodity	Price	Open	High	Low	% Chg
US COTTON	71.82	71.79	71.95	71.77	-0.36
ZCE COTTON	14730.00	14715.00	14785.00	14660.00	1.03
ZCE COTTON YARN	20300.00	20300.00	20300.00	20300.00	0.00
USDINR	83.63	83.63	83.59	83.61	-0.03

Cotton candy prices increased by 0.4% to settle at 57,640 INR, primarily due to a significant decline in the area under cotton cultivation in Punjab, Haryana, and Rajasthan. These states reported a total of 10.23 lakh hectares under cotton, down from last year's 16 lakh hectares. Punjab saw only 97,000 hectares of cotton, a sharp decline from the normal 7.58 lakh hectares seen in the 1980s and 1990s. Similarly, the area under cotton in Rajasthan decreased from 8.35 lakh hectares last year to 4.75 lakh hectares this year, and in Haryana, it went down from 5.75 lakh hectares to 4.50 lakh hectares in 2024. Support for cotton prices also came from delays in shipments from the US and Brazil, increasing demand for Indian cotton from mills in neighboring countries. The 2024/25 U.S. cotton projections indicate higher beginning and ending stocks compared to last month, with projected production, domestic use, and exports remaining unchanged. However, the season average upland farm price is down 4 cents from the May forecast to 70 cents per pound due to a decline in new-crop cotton futures. Ending stocks are 400,000 bales higher at 4.1 million, or 28% of use. Globally, the 2024/25 cotton balance sheet shows increases in beginning stocks, production, and consumption, with world trade unchanged. World ending stocks are projected 480,000 bales higher than in May at 83.5 million. Technically, the market is under short covering with open interest remaining unchanged at 358 contracts while prices increased by 230 INR. Cotton candy is currently supported at 57,380 INR, with potential testing of 57,130 INR if prices fall below this level. Resistance is anticipated at 57,840 INR, and a move above this level could see prices testing 58,050 INR.

Spot Rates

Commodity	Location	Price	% Chg
29 mm Cotton	राजकोट	27,680.40	-0.25
29 mm Cotton	कादी	27,847.30	0.09

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
COTTONCANDY	31-Jul-24	0.40	0.00	Short Covering

Technical Chart



SELL COTTONCANDY JUL @ 58000 SL 58200 TGT 57600-57400. MCX

Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
COTTONCANDY	31-Jul-24	57640.00	58050.00	57840.00	57590.00	57380.00	57130.00

Spot Rates

Commodity	Location	Price	% Chg
Cotton Seed Oilcake	आकोला	2,980.10	-0.69
Cotton Seed Oilcake	कादी	3,071.15	0.11

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
COCUDAKL	20-Aug-24	0.07	-2.75	Short Covering
COCUDAKL	20-Sep-24	0.06	-1.11	Short Covering

Technical Chart



SELL COCUDAKL AUG @ 3040 SL 3080 TGT 2980-2940. NCDEX

Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
COCUDAKL	20-Aug-24	3,010.00	3046.00	3010.00	3010.00	2992.00	2974.00
COCUDAKL	20-Sep-24	3,130.00	3155.00	3129.00	3129.00	3116.00	3103.00

Spot Rates

Commodity	Location	Price	% Chg
Kapas	राजकोट	1,513.10	-0.2
Kapas	कादी	1,523.40	1.12

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
KAPAS	30-Apr-25	-0.31	-0.06	Short Covering

Technical Chart



SELL KAPAS APR @ 1610 SL 1625 TGT 1595-1580. NCDEX

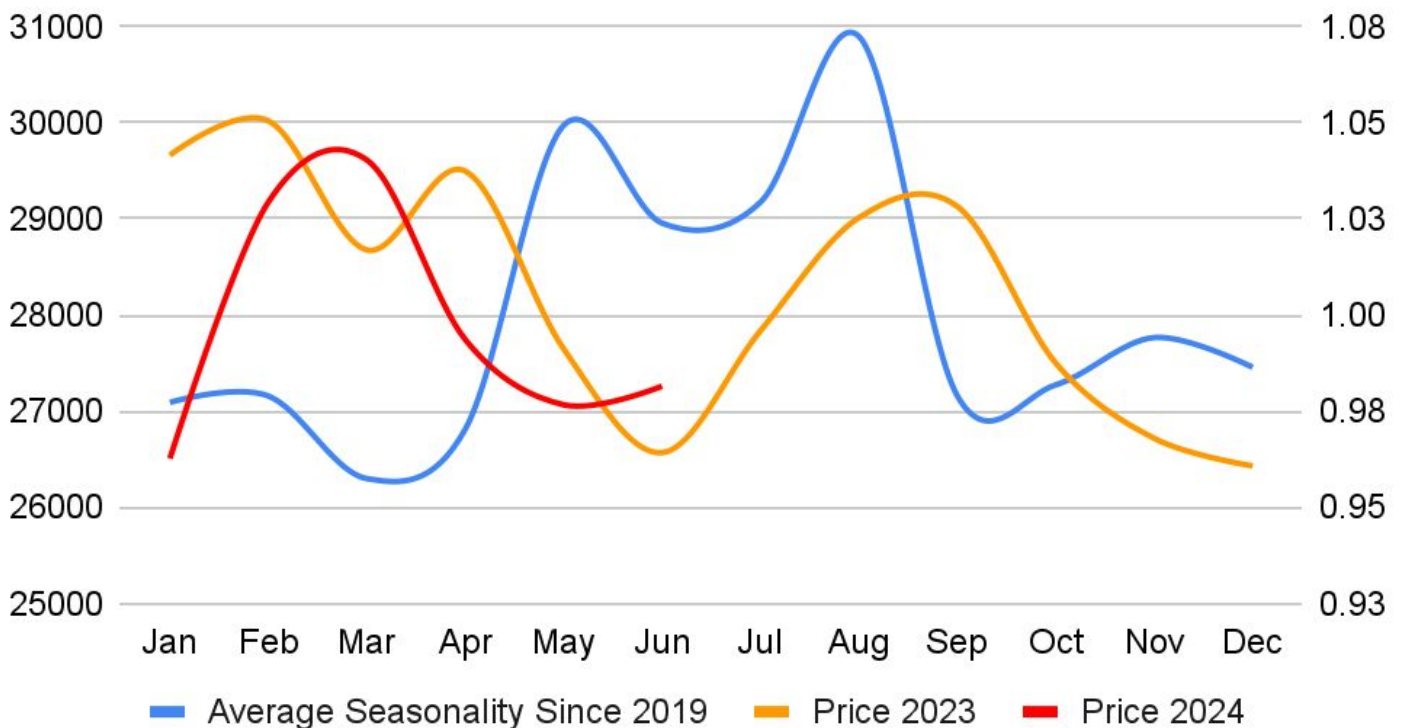
Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
KAPAS	30-Apr-25	1,603.50	1617.00	1611.00	1606.00	1600.00	1595.00

Cocudaki Seasonlity



Cotton Seasonality (Rajkot - 29 mm)





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