



KEDIA ADVISORY

DAILY COTTON REPORT

11 Jan 2024

- COTTON
- COCUDAKL
- KAPAS

Kedia Stock & Commodities Research Pvt. Ltd.

Research Advisory | White Labelling | Digital Marketing



Cotton Complex

Commodity	Expiry	Open	High	Low	Close	% Change
COTTONCANDY	31-Jan-24	55520.00	55700.00	55520.00	55620.00	-0.14
COTTONCANDY	28-Mar-24	57200.00	57200.00	57100.00	57120.00	-0.14
COCUDA KL	20-Feb-24	2,731.00	2,735.00	2,705.00	2,714.00	-0.70
COCUDA KL	20-Mar-24	2,758.00	2,765.00	2,737.00	2,743.00	-0.83
KAPAS	30-Apr-24	1,529.00	1,534.00	1,525.00	1,530.00	-0.03

International Rates

Commodity	Price	Open	High	Low	% Chg
US COTTON	80.14	80.10	80.25	80.10	-0.05
ZCE COTTON	15395.00	15435.00	15500.00	15315.00	-0.81
ZCE COTTON YARN	20595.00	20740.00	20740.00	20515.00	-0.96
USDINR	83.21	83.25	83.03	83.11	-0.11

Cotton prices, symbolically referred to as Cottoncandy, settled down by -0.14% at 55620, reflecting the impact of Brazil's historic high cotton production in the 2022-23 season. The increased cultivation and productivity in Brazil contributed to a surge in global cotton supply. However, sluggish demand, influenced by unfavorable economic conditions, resulted in bloated inventories and a decline in cotton prices worldwide. The Cotton Association of India (CAI) has maintained its pressing estimate for the 2023-24 season at 294.10 lakh bales of 170 kg each. Despite the rise in global supply, CAI emphasizes the impact of sluggish demand on inventories. CAI President Atul S Ganatra highlighted that total supply till the end of November was estimated at 92.05 lakh bales, consisting of market arrivals, imports, and opening stocks. This information underscores the existing challenges in balancing cotton supply and demand. Reports of a decline in pink bollworm infestation in the cotton crop bring a positive aspect to the market. The infestation has reduced from 30.62% during 2017-18 to 10.80% in 2022-23, contributing to better crop conditions. However, the market is still grappling with the aftermath of oversupply and weakened demand. Brazil's cotton shipments reaching 253.71 thousand tons in November, with a 12% increase compared to October 2023, indicate the country's significant role in the global cotton market. However, a 5.5% decrease compared to November 2022 suggests the challenges faced by the global cotton industry. The International Cotton Advisory Committee (ICAC) projects that global cotton production will surpass consumption for the second consecutive year. With an expected 3.25% year-on-year growth in cotton lint production to 25.4 million metric tons in the 2023-2024 season, consumption is forecasted to marginally decline to 23.4 million metric tons. From a technical standpoint, the market is witnessing long liquidation, marked by a 0.5% drop in open interest to settle at 199. Cottoncandy is finding support at 55520, with a potential test of 55430 on the downside. Resistance is anticipated at 55700, and a breakthrough could lead to further testing at 55790.

Spot Rates

Commodity	Location	Price	% Chg
29 mm Cotton	राजकोट	26,411.10	-0.09
29 mm Cotton	कादी	26,592.40	0.41

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
COTTONCANDY	31-Jan-24	-0.14	-0.50	Long Liquidation

Technical Chart



BUY COTTONCANDY JAN @ 55500 SL 55300 TGT 55800-56000. MCX

Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
COTTONCANDY	31-Jan-24	55620.00	55790.00	55700.00	55610.00	55520.00	55430.00
COTTONCANDY	28-Mar-24	57120.00	57240.00	57180.00	57140.00	57080.00	57040.00

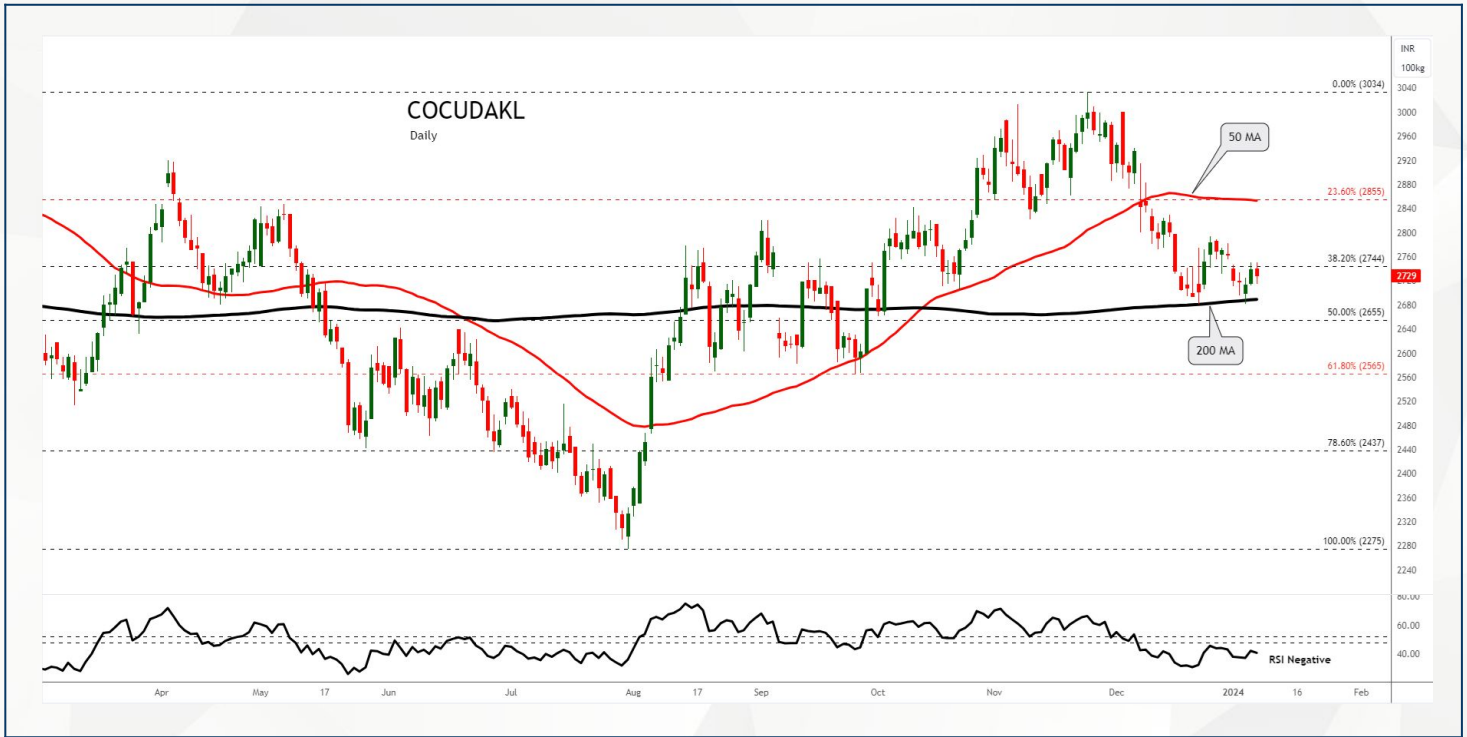
Spot Rates

Commodity	Location	Price	% Chg
Cotton Seed Oilcake	आकोला	2,716.05	0.16
Cotton Seed Oilcake	कादी	2,685.90	0.26

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
COCUDAKL	20-Feb-24	-0.70	13.74	Fresh Selling
COCUDAKL	20-Mar-24	-0.83	5.01	Fresh Selling

Technical Chart



SELL COCUDAKL FEB @ 2750 SL 2800 TGT 2700-2660. NCDEX

Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
COCUDAKL	20-Feb-24	2,714.00	2748.00	2718.00	2718.00	2701.00	2688.00
COCUDAKL	20-Mar-24	2,743.00	2776.00	2748.00	2748.00	2731.00	2720.00

Spot Rates

Commodity	Location	Price	% Chg
Kapas	राजकोट	1,383.95	-0.24
Kapas	कादी	1,395.40	0.75

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
KAPAS	30-Apr-24	-0.03	-2.25	Fresh Selling

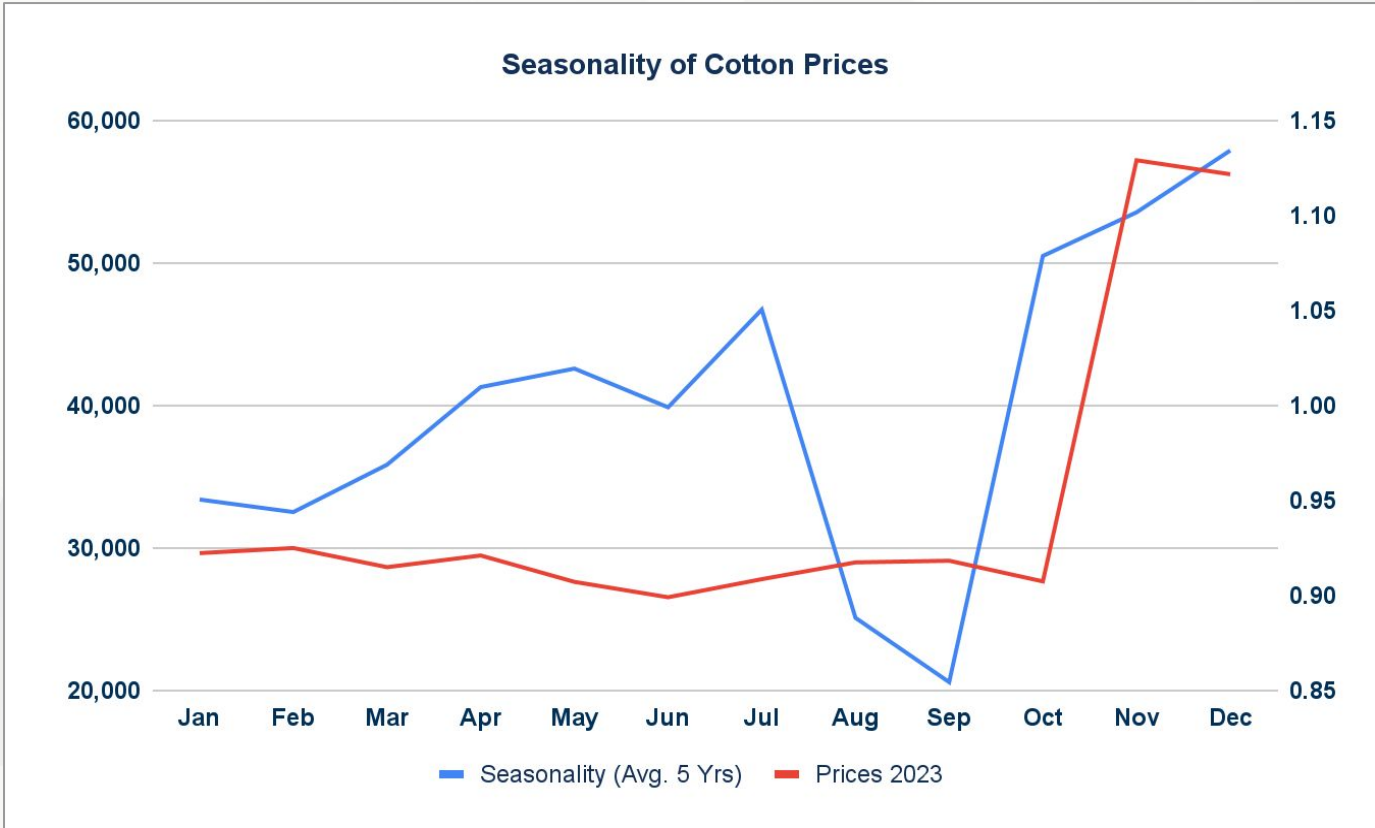
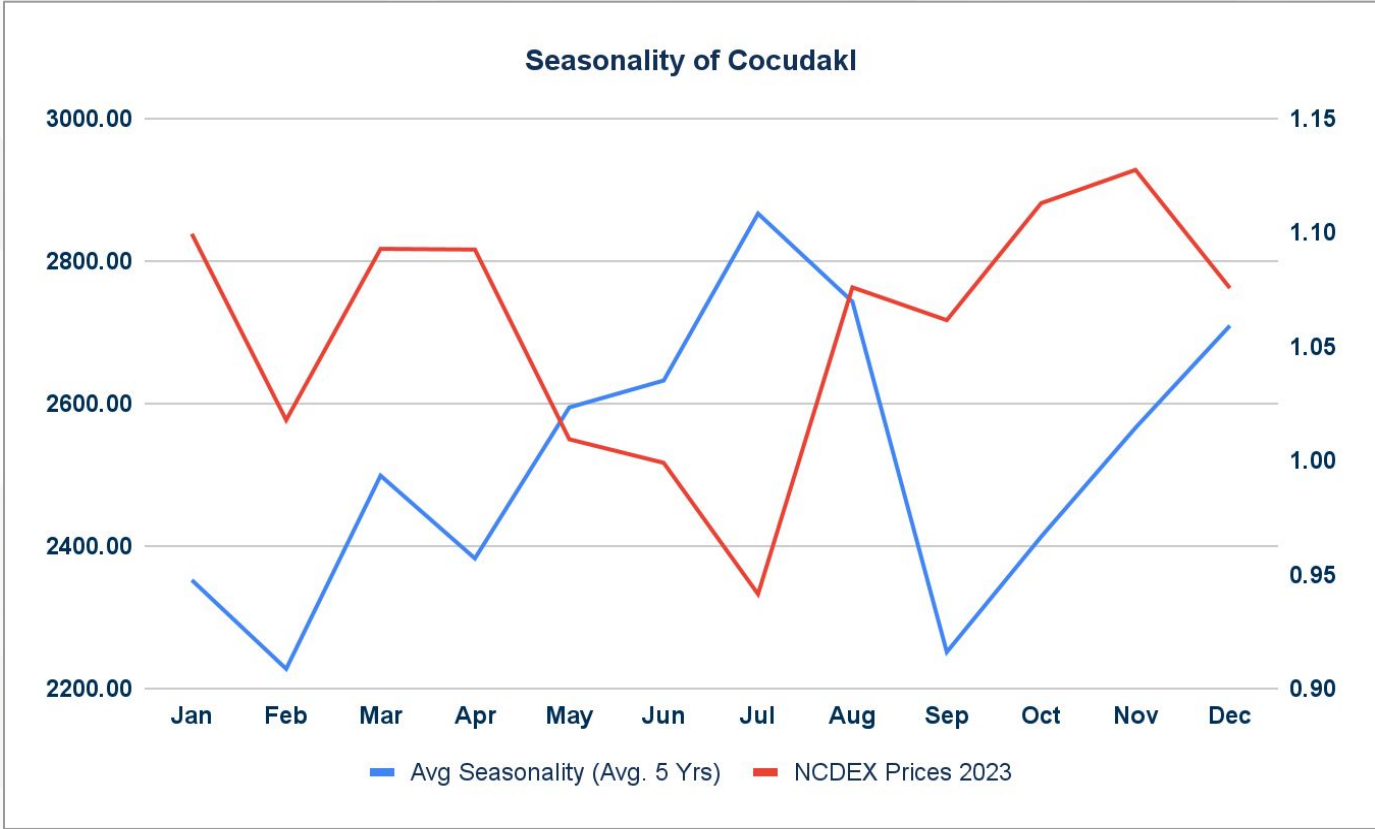
Technical Chart



BUY KAPAS APR @ 1525 SL 1510 TGT 1550-1560. NCDEX

Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
KAPAS	30-Apr-24	1,530.00	1539.00	1535.00	1530.00	1526.00	1521.00





DISCLAIMER

KEDIA ADVISORY

This Report is prepared and distributed by Kedia Stocks & Commodities Research Pvt Ltd. Our SEBI REGISTRATION NUMBER - INH000006156. for information purposes only. The recommendations, if any, made herein are expressions of views and/or opinions and should not be deemed or construed to be neither advice for the purpose of purchase or sale through KSCRPL nor any solicitation or offering of any investment /trading opportunity. These information/opinions/ views are not meant to serve as a professional investment guide for the readers. No action is solicited based upon the information provided herein. Recipients of this Report should rely on information/data arising out of their own investigations. Readers are advised to seek independent professional advice and arrive at an informed trading/investment decision before executing any trades or making any investments. This Report has been prepared on the basis of publicly available information, internally developed data and other sources believed by KSCRPL to be reliable. KSCRPL or its directors, employees, affiliates or representatives do not assume any responsibility for or warrant the accuracy, completeness, adequacy and reliability of such information/opinions/ views. While due care has been taken to ensure that the disclosures and opinions given are fair and reasonable, none of the directors, employees, affiliates or representatives of KSCRPL shall be liable for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including lost profits arising in any way whatsoever from the information/opinions/views contained in this Report. The possession, circulation and/or distribution of this Report may be restricted or regulated in certain jurisdictions by appropriate laws. No action has been or will be taken by KSCRPL in any jurisdiction (other than India), where any action for such purpose (s) is required. Accordingly, this Report shall not be possessed, circulated and/ or distributed in any such country or jurisdiction unless such action is in compliance with all applicable laws and regulations of such country or jurisdiction. KSCRPL requires such a recipient to inform himself about and to observe any restrictions at his own expense, without any liability to KSCRPL. Any dispute arising out of this Report shall be subject to the exclusive jurisdiction of the Courts in India.

KEDIA ADVISORY

KEDIA STOCKS & COMMODITIES RESEARCH PVT LTD

Mumbai, India

SEBI REGISTRATION NUMBER - INH000006156

For more details, please contact: +91 93234 06035 / 96195 51022

Email: info@kediaadvisory.com

Regd.Off.: 1, 2, 3 & 4, 1st Floor, Tulip Bldg, Flower Valley Complex, Khadakpada Circle,
Kalyan-(W), Mumbai-421301