



KEDIA ADVISORY

DAILY COTTON REPORT

20 Feb 2024

- COTTON
- COCUDAKL
- KAPAS

Kedia Stock & Commodities Research Pvt. Ltd.

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Cotton Complex

Commodity	Expiry	Open	High	Low	Close	% Change
COTTONCANDY	28-Mar-24	59860.00	60240.00	59400.00	60080.00	0.30
COCUDAKL	20-Mar-24	2,613.00	2,638.00	2,590.00	2,622.00	0.34
COCUDAKL	19-Apr-24	2,631.00	2,670.00	2,619.00	2,655.00	0.49
KAPAS	30-Apr-24	1,557.00	1,585.00	1,551.00	1,577.50	0.77

International Rates

Commodity	Price	Open	High	Low	% Chg
US COTTON	94.42	95.33	96.42	93.52	-0.94
ZCE COTTON	16285.00	16385.00	16385.00	16195.00	0.00
ZCE COTTON YARN	20420.00	20420.00	20420.00	20420.00	0.00
USDINR	83.05	83.07	83.03	83.04	-0.04

Cottoncandy prices closed higher by 0.3% at 60080, driven by concerns over supply and sustained cotton consumption. The 2023/24 U.S. cotton balance sheet revealed lower ending stocks, higher exports, and lower mill use, maintaining unchanged production. The export forecast was raised to 12.3 million bales, contributing to ending stocks estimated at 2.8 million bales, equivalent to 20% of total disappearance. World cotton ending stocks for 2023/24 were nearly 700,000 bales lower due to lower beginning stocks and production. India's cotton exports in February are set to reach the highest level in two years, with contracts signed for 400,000 bales, driven by competitive pricing. The country's cotton production for the 2023/24 marketing year is expected to fall 7.7% from the previous year to 29.41 million bales, the lowest since 2007/08. Despite the decline in production, India is poised to export 2 million bales, surpassing earlier expectations. The Cotton Association of India (CAI) maintains estimates for domestic consumption at 311 lakh bales for the 2023-24 season. The pressing estimate for the season is at 294.10 lakh bales. CAI notes a decline in pink bollworm infestation, reducing from 30.62% in 2017-18 to 10.80% in 2022-23. Technically, the market is witnessing fresh buying, with a 0.44% increase in open interest to 458, coupled with a price rise of 180 rupees. Cottoncandy finds support at 59580, with a potential test of 59070 levels below. On the upside, resistance is likely at 60420, and a breakthrough could lead to testing 60750. Traders should closely monitor global cotton supply dynamics, export trends, and pest infestation for informed decision-making in the Cottoncandy market.

Spot Rates

Commodity	Location	Price	% Chg
29 mm Cotton	राजकोट	27,725.70	0.25
29 mm Cotton	कादी	27,727.80	0.09

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
COTTONCANDY	28-Mar-24	0.30	0.44	Fresh Buying

Technical Chart



BUY COTTONCANDY MAR @ 59800 SL 59500 TGT 60200-60400. MCX

Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
COTTONCANDY	28-Mar-24	60080.00	60750.00	60420.00	59910.00	59580.00	59070.00

Spot Rates

Commodity	Location	Price	% Chg
Cotton Seed Oilcake	आकोला	2,635.65	0.23
Cotton Seed Oilcake	कादी	2,615.15	-0.1

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
COCUDAKL	20-Mar-24	0.34	2.74	Fresh Buying
COCUDAKL	19-Apr-24	0.49	5.81	Fresh Buying

Technical Chart



BUY COCUDAKL MAR @ 2600 SL 2560 TGT 2650-2680. NCDEX

Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
COCUDAKL	20-Mar-24	2,622.00	2665.00	2617.00	2617.00	2596.00	2569.00
COCUDAKL	19-Apr-24	2,655.00	2699.00	2648.00	2648.00	2626.00	2597.00

Spot Rates

Commodity	Location	Price	% Chg
Kapas	राजकोट	1,429.70	0.02
Kapas	कादी	1,440.05	0.22

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
KAPAS	30-Apr-24	0.77	1.80	Fresh Buying

Technical Chart

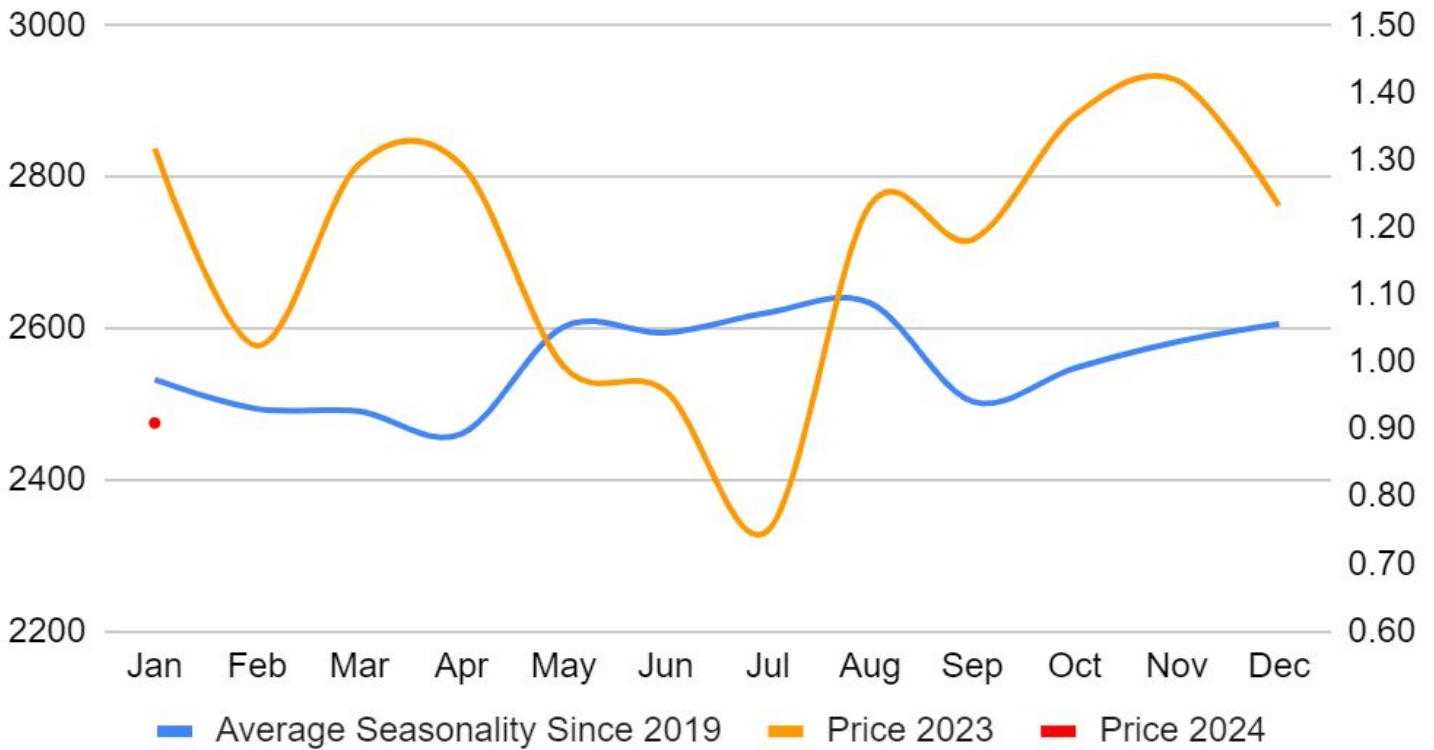


BUY KAPAS APR @ 1570 SL 1555 TGT 1590-1600. NCDEX

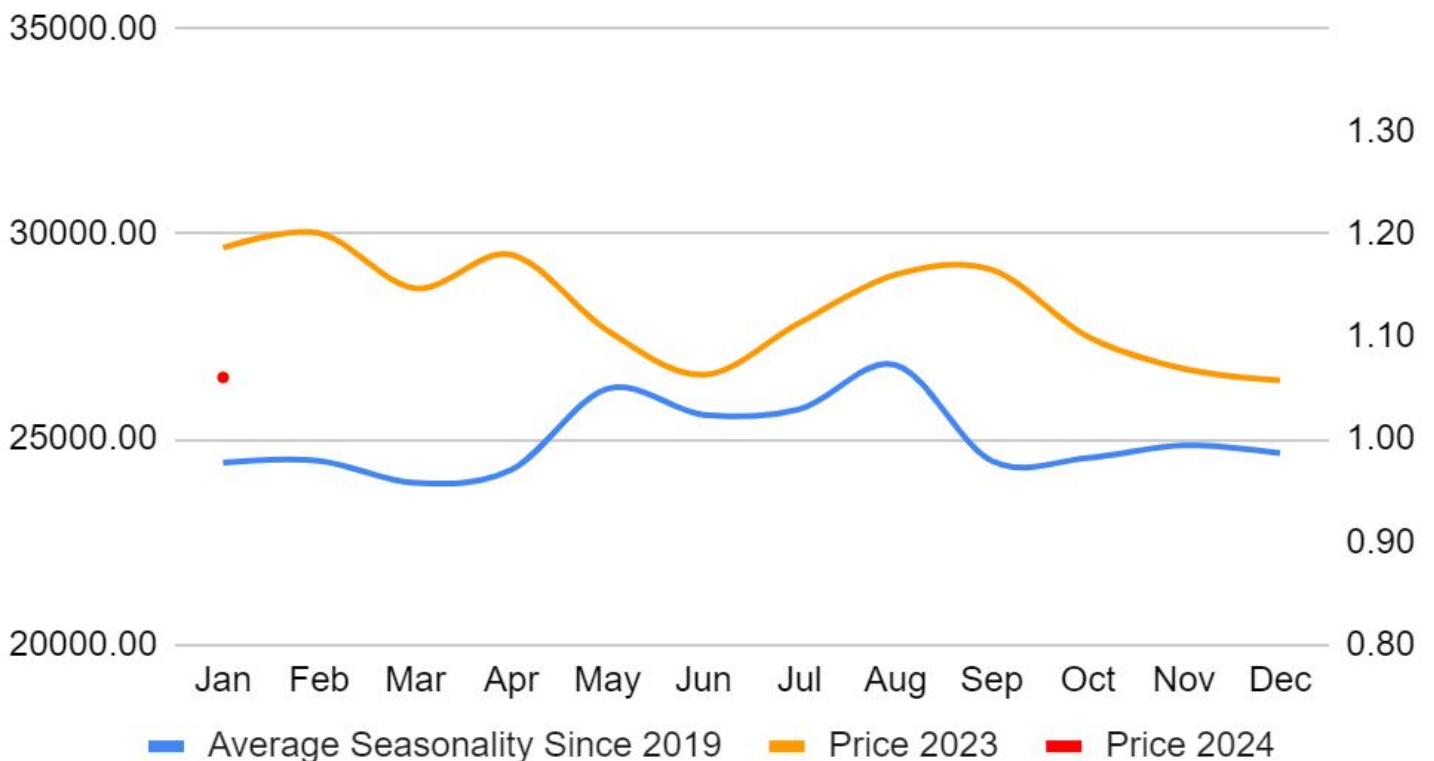
Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
KAPAS	30-Apr-24	1,577.50	1605.00	1591.00	1571.00	1557.00	1537.00

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Cotton Seasonality





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