



KEDIA ADVISORY

DAILY COTTON REPORT

3 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	58510.00	58970.00	58510.00	58740.00	0.24
COCUDAKL	19-Jul-24	2,818.00	2,843.00	2,812.00	2,826.00	0.25
COCUDAKL	20-Aug-24	2,920.00	2,947.00	2,916.00	2,927.00	0.03
KAPAS	30-Apr-25	1,603.00	1,606.00	1,598.00	1,599.50	-0.22

International Rates

Commodity	Price	Open	High	Low	% Chg
US COTTON	72.68	73.29	73.74	72.35	-0.58
ZCE COTTON	14365.00	14305.00	14560.00	14265.00	-0.28
ZCE COTTON YARN	19920.00	19920.00	19920.00	19920.00	0.20
USDINR	83.55	83.63	83.54	83.55	0.05

Cottoncandy prices rose by 0.24% to 58740, driven by delayed shipments from the US and Brazil, which triggered demand from mills in neighboring countries for Indian cotton. Firm cottonseed prices are supporting the natural fiber prices even as kharif 2024 sowing has begun in the southern states of Karnataka, Telangana, and Andhra Pradesh with the onset of monsoon rains. An increase in cotton acreage is anticipated in Telangana, where some chili farmers are expected to switch to cotton due to weak spice crop prices. Conversely, North India may see a decrease in cotton acreage by about 25% due to rising pest infestations and labor costs. The 2024/25 U.S. cotton projections show higher beginning and ending stocks compared to the previous month, with production, domestic use, and exports unchanged. The season average upland farm price is down 4 cents to 70 cents per pound, influenced by a decline in new-crop cotton futures. Ending stocks are projected 400,000 bales higher at 4.1 million, representing 28% of use. For the 2023/24 U.S. cotton balance sheet, a 500,000-bale reduction in exports to 11.8 million is noted due to a slower pace of export shipments, alongside a 50,000-bale increase in domestic use and a 450,000-bale gain in ending stocks. Globally, the 2024/25 cotton balance sheet indicates increased beginning stocks, production, and consumption, with world trade remaining unchanged. World ending stocks are projected to be 480,000 bales higher than in May at 83.5 million, with production raised by 90,000 bales due to higher area and yield in Burma. Consumption is 80,000 bales higher, driven by increases in Vietnam and Burma. Technically, the market is under short covering with a 1.06% drop in open interest to settle at 372, while prices increased by 140 Rupees. Support for Cottoncandy is seen at 58510, with a potential test of 58280 levels if breached. Resistance is likely at 58970, with prices possibly testing 59200 if they move higher.

Spot Rates

Commodity	Location	Price	% Chg
29 mm Cotton	राजकोट	27,644.50	-0.15
29 mm Cotton	कादी	27,249.70	-1.3

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
COTTONCANDY	31-Jul-24	0.24	-1.06	Short Covering

Technical Chart



BUY COTTONCANDY JUL @ 58500 SL 58200 TGT 59000-59300. MCX

Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
COTTONCANDY	31-Jul-24	58740.00	59200.00	58970.00	58740.00	58510.00	58280.00

Spot Rates

Commodity	Location	Price	% Chg
Cotton Seed Oilcake	आकोला	2,926.70	0.16
Cotton Seed Oilcake	कादी	3,003.65	0.02

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
COCUDAKL	19-Jul-24	0.25	-3.24	Short Covering
COCUDAKL	20-Aug-24	0.03	8.26	Fresh Buying

Technical Chart



SELL COCUDAKL JUL @ 2840 SL 2880 TGT 2770-2740. NCDEX

Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
COCUDAKL	19-Jul-24	2,826.00	2858.00	2827.00	2827.00	2811.00	2796.00
COCUDAKL	20-Aug-24	2,927.00	2961.00	2930.00	2930.00	2913.00	2899.00

Spot Rates

Commodity	Location	Price	% Chg
Kapas	राजकोट	1,496.70	-0.53
Kapas	कादी	1,496.30	-0.43

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
KAPAS	30-Apr-25	-0.22	1.28	Fresh Buying

Technical Chart



SELL KAPAS APR @ 1610 SL 1625 TGT 1590-1580. NCDEX

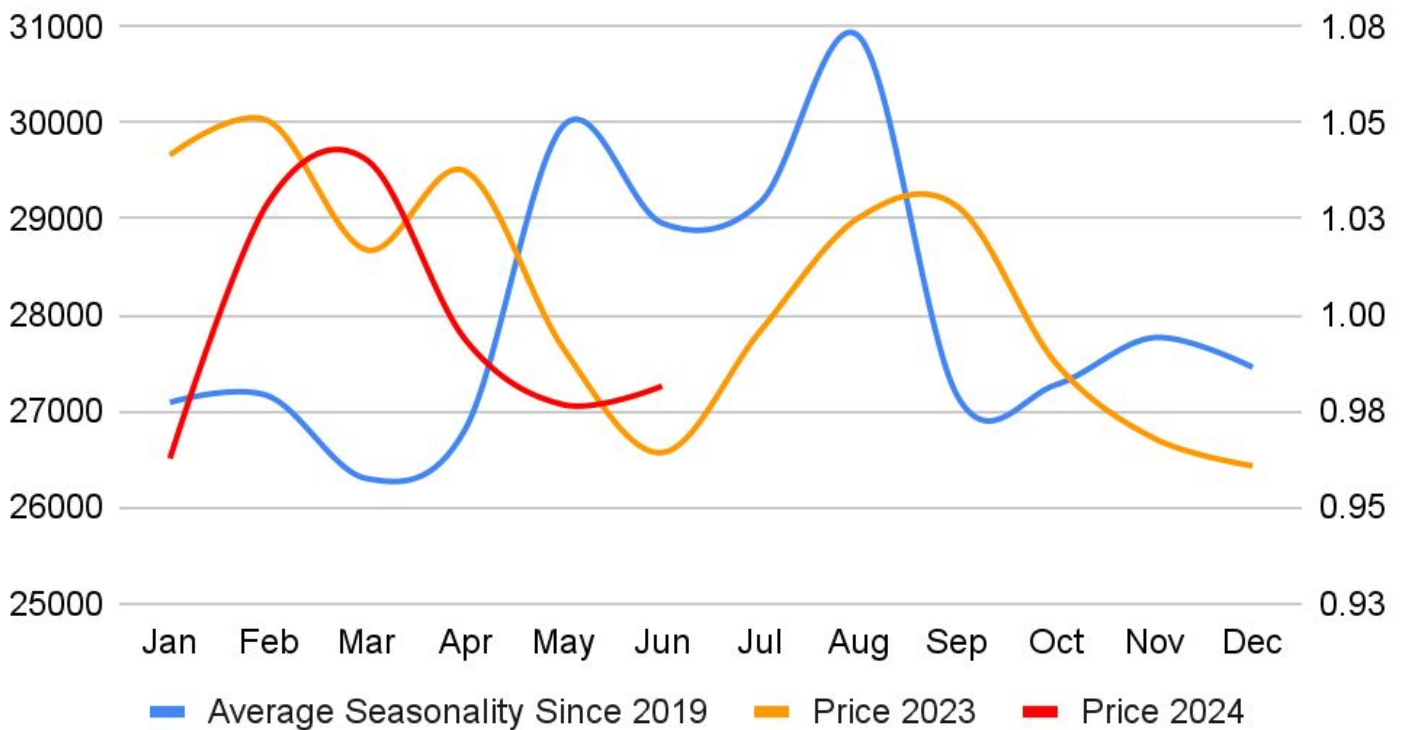
Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
KAPAS	30-Apr-25	1,599.50	1,609.00	1,604.00	1,601.00	1,596.00	1,593.00

Cocudaki Seasonlity



Cotton Seasonality (Rajkot - 29 mm)





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