



KEDIA ADVISORY

DAILY COTTON REPORT

19 Aug 2024

- COTTON
- COCUDAKL
- KAPAS

Kedia Stock & Commodities Research Pvt. Ltd.

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Cotton Complex

Commodity	Expiry	Open	High	Low	Close	% Change
COTTONCANDY	30-Sep-24	56800.00	56850.00	56800.00	56830.00	-0.53
COCUDA KL	20-Sep-24	3,145.00	3,275.00	3,145.00	3,256.00	3.33
COCUDA KL	20-Dec-24	2,980.00	3,000.00	2,972.00	2,983.00	0.20
KAPAS	30-Apr-25	1,585.00	1,615.00	1,585.00	1,591.00	0.47

International Rates

Commodity	Price	Open	High	Low	% Chg
US COTTON	68.03	67.38	68.21	67.38	1.16
ZCE COTTON	13315.00	13325.00	13390.00	13260.00	-0.04
ZCE COTTON YARN	18780.00	18690.00	18860.00	18685.00	0.62
USDINR	83.96	83.98	83.94	83.96	-0.01

Cotton candy prices declined by -0.53% to settle at 56,830 due to profit booking after a recent rally, which was driven by concerns over reduced acreage in the current kharif cropping season. The Cotton Association of India (CAI) reported that cotton acreage has decreased by around 9% to 110.49 lakh hectares compared to 121.24 lakh hectares during the same period last year. The total acreage is expected to be around 113 lakh hectares this year, down from 127 lakh hectares in the previous year. This shift in acreage is attributed to cotton farmers moving to other crops due to lower yields and high production costs. CAI President Atul Ganatra highlighted that the cotton balance sheet for the next year's opening stocks will be tight, primarily due to increased exports to Bangladesh. Cotton exports from India have risen unexpectedly from 15 lakh bales to 28 lakh bales, driven by strong demand from Bangladesh. India's cotton production and consumption are both estimated at around 325 lakh bales for 2023-24, with exports at 28 lakh bales and imports at 13 lakh bales, leaving a gap that will reduce last year's stock. Global cotton production has also been revised downward by 2.6 million bales, mainly due to lower area and production in the United States and India. World ending stocks are projected to decrease by 5 million bales from July to 77.6 million bales. Technically, the cotton candy market is experiencing long liquidation, with open interest remaining unchanged. Prices are currently supported at 56,810, with a potential test of 56,780 levels if this support is breached. On the upside, resistance is expected at 56,860, and a move above this level could see prices testing 56,880.

Spot Rates

Commodity	Location	Price	% Chg
29 mm Cotton	राजकोट	27,208.25	-0.32
29 mm Cotton	कादी	27,249.70	0

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
COTTONCANDY	30-Sep-24	-0.53	0.00	Long Liquidation

Technical Chart



BUY COTTONCANDY SEP @ 56500 SL 56200 TGT 57000-57400. MCX

Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
COTTONCANDY	30-Sep-24	56830.00	56880.00	56860.00	56830.00	56810.00	56780.00

Spot Rates

Commodity	Location	Price	% Chg
Cotton Seed Oilcake	आकोला	3,040.60	0.79
Cotton Seed Oilcake	कादी	3,063.30	-0.65

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
COCUDAKL	20-Sep-24	3.33	-0.29	Short Covering
COCUDAKL	20-Dec-24	0.20	0.68	Fresh Buying

Technical Chart



BUY COCUDAKL SEP @ 3240 SL 3200 TGT 3290-3330. NCDEX

Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
COCUDAKL	20-Sep-24	3,256.00	3355.00	3225.00	3225.00	3175.00	3095.00
COCUDAKL	20-Dec-24	2,983.00	3013.00	2985.00	2985.00	2970.00	2957.00

Spot Rates

Commodity	Location	Price	% Chg
Kapas	राजकोट	1,518.55	-0.54
Kapas	कादी	1,520.60	0

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
KAPAS	30-Apr-25	0.47	0.00	Short Covering

Technical Chart

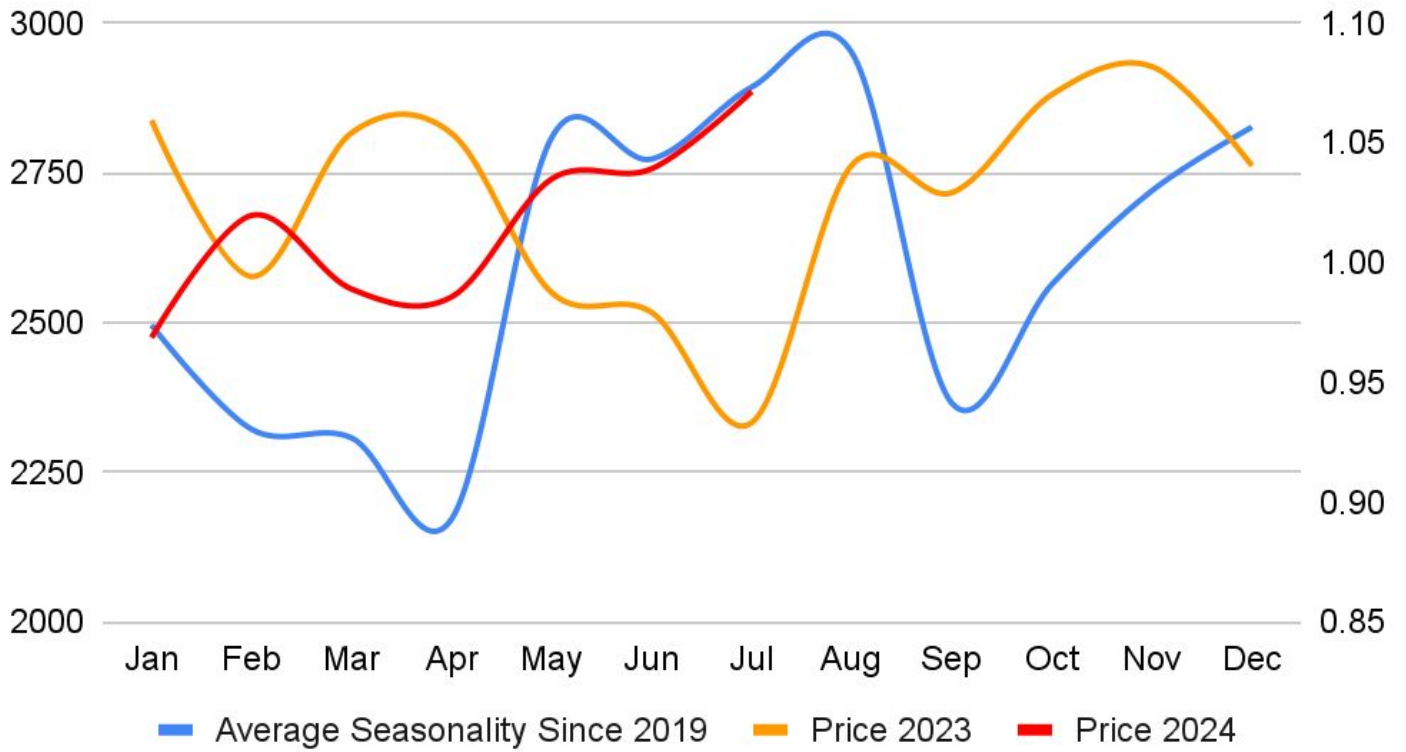


BUY KAPAS APR @ 1580 SL 1565 TGT 1595-1610. NCDEX

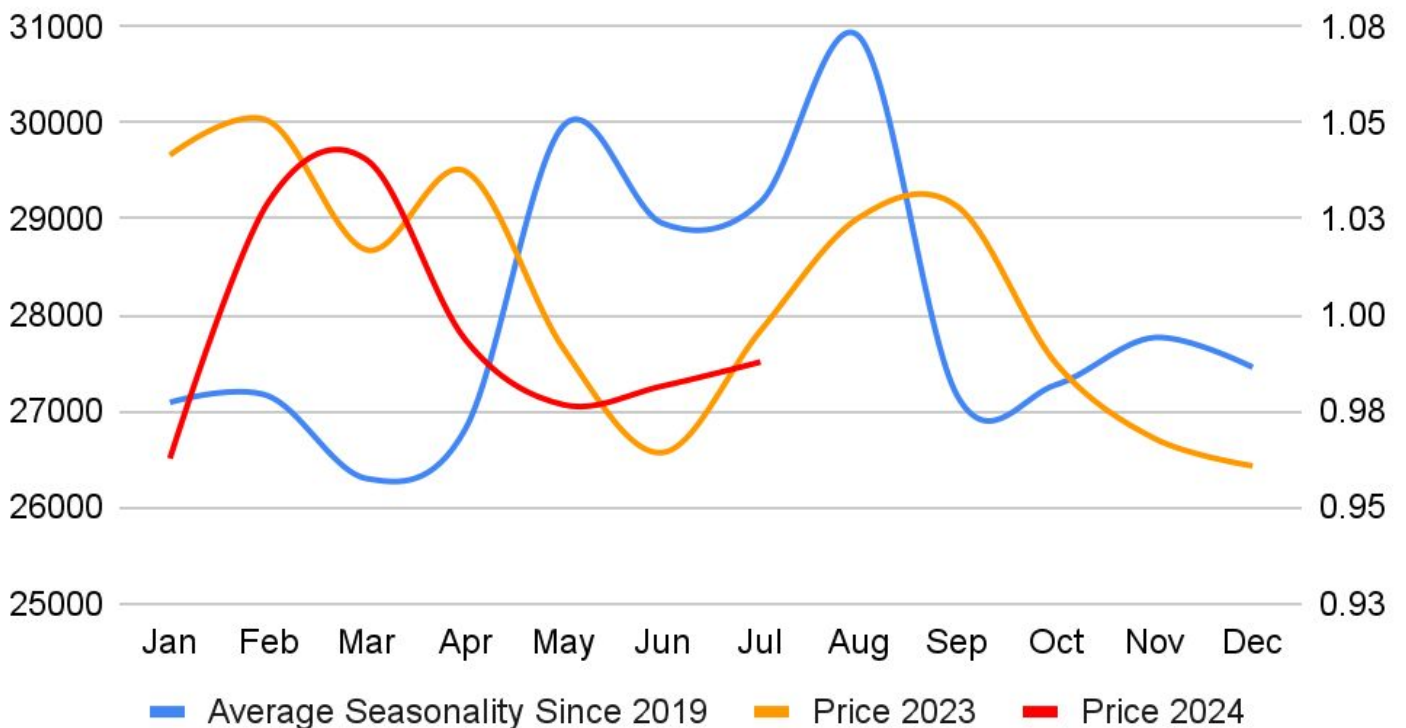
Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
KAPAS	30-Apr-25	1,591.00	1,627.00	1,609.00	1,597.00	1,579.00	1,567.00

Cocudaki Seasonlity



Cotton Seasonality (Rajkot - 29 mm)





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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