



KEDIA ADVISORY

DAILY COTTON REPORT

22 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	57100.00	57250.00	57100.00	57200.00	0.26
COCUDA KL	20-Sep-24	3,281.00	3,298.00	3,252.00	3,287.00	0.00
COCUDA KL	20-Dec-24	2,911.00	2,935.00	2,893.00	2,920.00	-0.07
KAPAS	30-Apr-25	1,588.50	1,596.00	1,585.00	1,593.50	0.35

International Rates

Commodity	Price	Open	High	Low	% Chg
US COTTON	70.19	70.28	70.28	70.03	-0.34
ZCE COTTON	13405.00	13340.00	13500.00	13315.00	1.21
ZCE COTTON YARN	18995.00	18895.00	19100.00	18890.00	1.04
USDINR	83.83	83.95	83.83	83.94	0.18

Cotton prices edged up by 0.26%, settling at ₹57,200, as concerns over reduced acreage in the current Kharif cropping season provided support. The Cotton Association of India (CAI) reported a significant decrease in cotton acreage, down by around 9% to 110.49 lakh hectares compared to 121.24 lakh hectares in the same period last year. The CAI expects the total acreage for this year to be around 113 lakh hectares, a notable drop from 127 lakh hectares in the previous year. This decline is primarily due to farmers shifting to other crops, driven by lower yields and the high cost of production. Further tightening of the cotton balance sheet is anticipated for next year, primarily due to increased exports to Bangladesh, which have surged from 15 lakh bales to 28 lakh bales due to strong demand. India's cotton production and consumption for 2023-24 are both estimated at around 325 lakh bales. The country is expected to export 28 lakh bales and import 13 lakh bales, with the 15 lakh bales gap being filled by last year's stocks. As of now, spinning mills hold 25 lakh bales in stock, while ginners and the Cotton Corporation of India have 15 lakh and 20 lakh bales, respectively. With another 10 lakh bales expected during August-September, around 70 lakh bales are available for consumption until September 30. Any delays in the new crop could tighten the supply situation for mills. Technically, the cotton market is experiencing short covering, with open interest remaining unchanged. Cotton prices are currently supported at ₹57,110, with a potential test of ₹57,030 if this level is breached. On the upside, resistance is expected at ₹57,260, and a move above this could see prices testing ₹57,330.

Spot Rates

Commodity	Location	Price	% Chg
29 mm Cotton	राजकोट	27,238.65	-0.25
29 mm Cotton	कादी	27,130.20	-0.44

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
COTTONCANDY	30-Sep-24	0.26	0.00	Short Covering

Technical Chart



BUY COTTONCANDY SEP @ 57000 SL 56700 TGT 57500-57800. MCX

Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
COTTONCANDY	30-Sep-24	57200.00	57330.00	57260.00	57180.00	57110.00	57030.00

Spot Rates

Commodity	Location	Price	% Chg
Cotton Seed Oilcake	आकोला	3,110.45	-0.44
Cotton Seed Oilcake	कादी	3,160.70	-0.1

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
COCUDAKL	20-Sep-24	0.00	1.13	Fresh Selling
COCUDAKL	20-Dec-24	-0.07	10.14	Fresh Selling

Technical Chart



SELL COCUDAKL SEP @ 3320 SL 3360 TGT 3260-3220. NCDEX

Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
COCUDAKL	20-Sep-24	3,287.00	3325.00	3279.00	3279.00	3260.00	3233.00
COCUDAKL	20-Dec-24	2,920.00	2958.00	2916.00	2916.00	2897.00	2874.00

Spot Rates

Commodity	Location	Price	% Chg
Kapas	राजकोट	1,544.25	-0.63
Kapas	कादी	1,524.85	0

Open Interest Snapshot

Commodity	Expiry	% Change	% Oi Change	Oi Status
KAPAS	30-Apr-25	0.35	1.00	Fresh Buying

Technical Chart

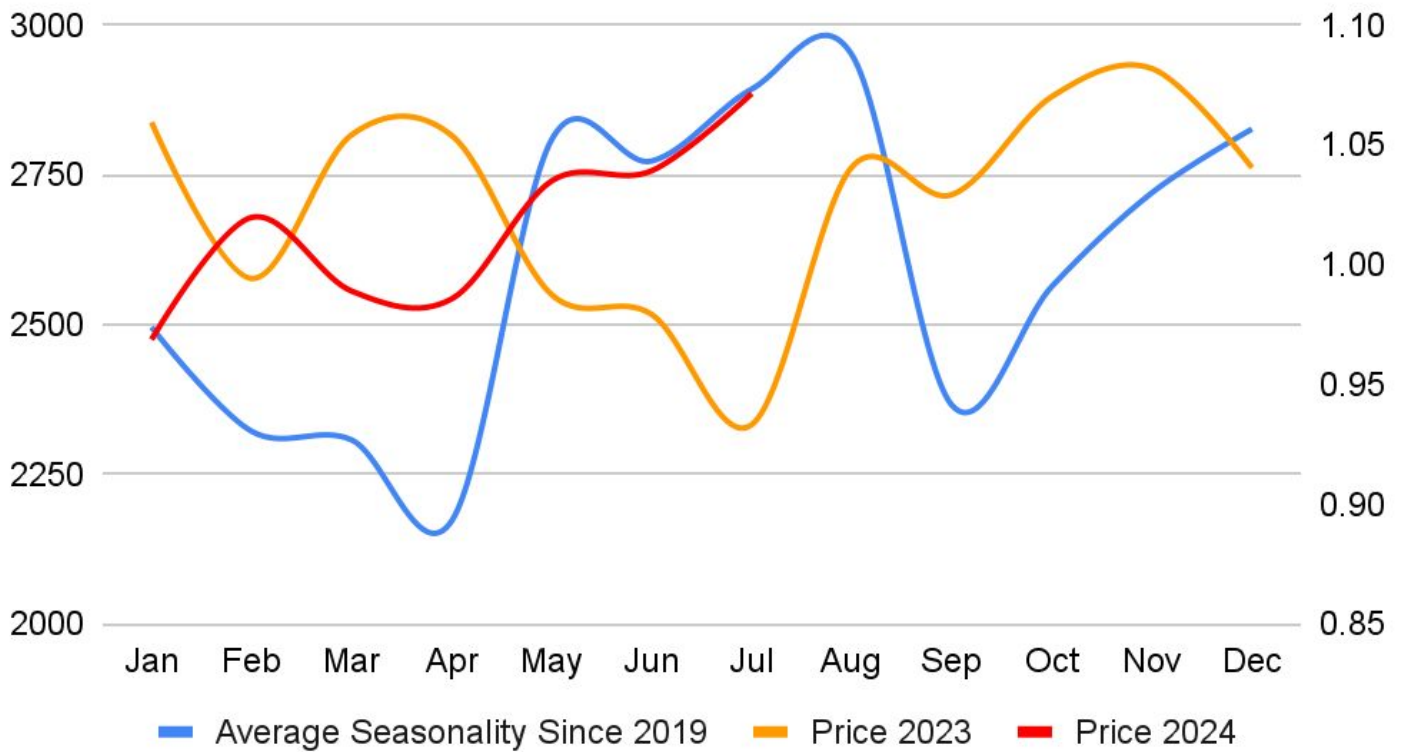


SELL KAPAS APR @ 1595 SL 1610 TGT 1580-1570. NCDEX

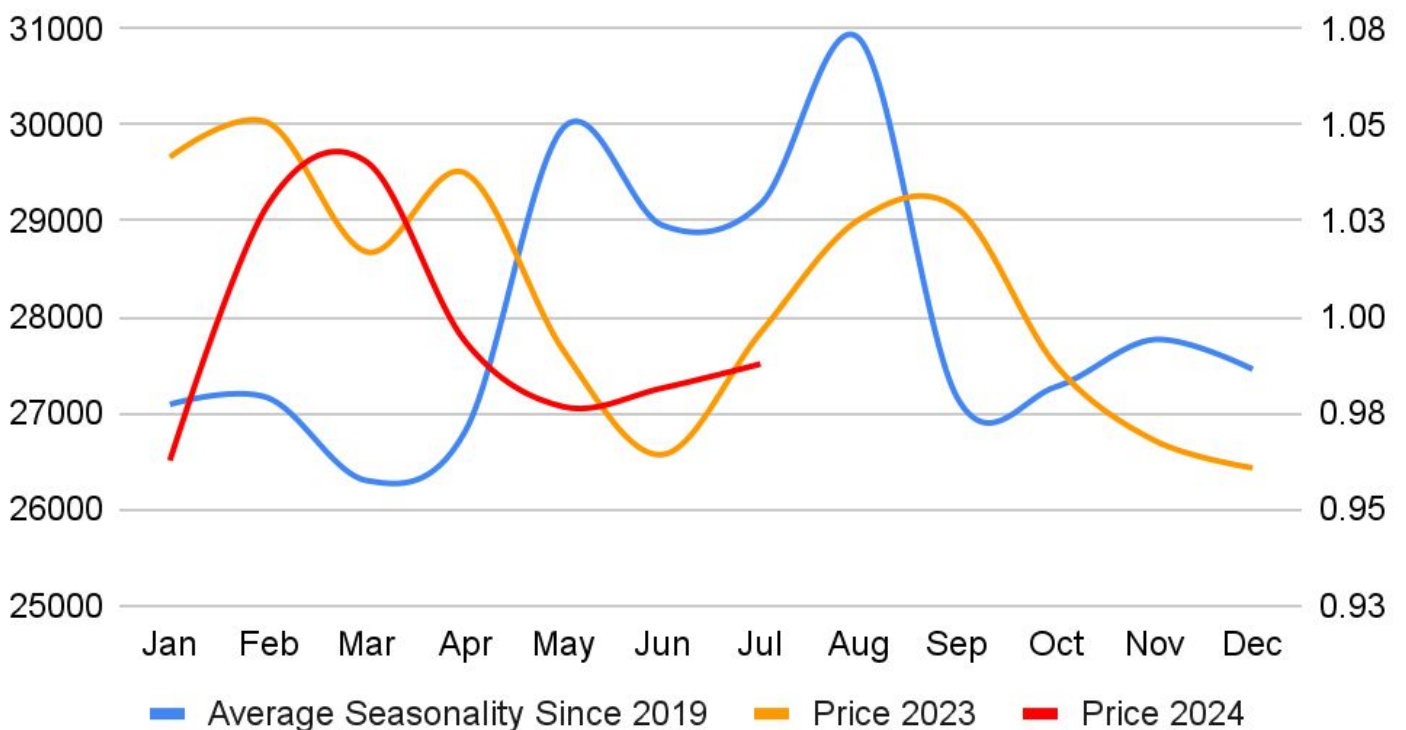
Trading Levels

Commodity	Expiry	Close	R2	R1	PP	S1	S2
KAPAS	30-Apr-25	1,593.50	1603.00	1599.00	1592.00	1588.00	1581.00

Cocudaki Seasonlity



Cotton Seasonality (Rajkot - 29 mm)





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