



DAILYCOTISTICS&NEWSLETTER

Date: 14.12.2023

Sr. No.	Particular of Cotton Market		Current Price	Current Month Avg.	Same Date Last Year
1.	Cotlook-Index (Cents/lb) for 'A' Index www.cotlook.com	(13.12.2023)	91.10	90.72	98.80
2.	New York Cotton Market Cont.No.2 (Cents/lb) (13.12.2023)	March-2024	81.18	80.61	79.39
		May-2024	81.78		79.48
3.	China Cotton Index (13.12.2023) www.cottonchina.org.cn	Yuan/MT	16,333		14,959
		Cents/lb	103.78	103.31	97.24
4.	Indian Cotton Index ,<Shankar-6> (13.12.2023)	IR/Candy	54,800		66,000
		Cents/lb	83.82	84.12	101.88
5.	Karachi Cotton Association (13.12.2023) <Ex-gin Price>	PKR/40Kg	18,219		17,683
		PKR/Maund	17,000		16,500
		Cents/lb	72.68	72.54	89.16

Source: Karachi Cotton Association

Today Price difference b/w China & Pak = 103.78-72.68= 31.15 Cents/lb

Today Price difference b/w India & Pak = 83.82-72.68= 11.14 Cents/lb

Table:1 New York Cotton Market Closing Delivery Contract No.2 as on 13.12.2023

Contract	Open	High	Low	Previous	Close	Change
Mar-24	81.05	81.71	80.78	81.05	81.18	0.13
May-24	81.75	82.36	81.54	81.80	81.78	-0.02
July-24	82.48	82.64	81.96	82.20	82.16	-0.04

Source: Cotton Outlook

Table: 2 Proposed Target of Cotton Crop During 2023-24 Season

Province	Targets 2023-24		
	Area (Million Hectares)	Production (Million Bales)	Yield (Kg/Hectare)
Punjab	2.018	8.336	702
Sindh	0.671	4.000	1013
KPK	0.002	0.004	336
Baluchistan	0.073	0.430	998
Total	2.764	12.770	785

Source: Federal Committee on Agriculture

Table: 3 Sowing Position of Cotton Crop 2023-24 Season				(Million Hectare)	
Province	Proposed Target 2023-24	Area Sown		%age Against Target	% Change Over Last Year
		2023-24	2022-23		
Punjab	2.018	1.68	1.485	83.25%	+13.1
Sindh	0.671	0.61	0.590	90.91%	+3.4
KPK	0.002	0.00018	0.00018	9.0%	+0.0
Baluchistan	0.073	0.0768	0.0685	105.21	+12.1
Total	2.764	2.367	2.144	85.64	+10.4

Source: Provincial Agri. Ext & Crop Reporting

Table: 4 Targets & Achievements of Cotton Crop 2022-23* (Bale=170Kg)						
Province	Area (Million Hac.)		Production (Million Bales)		% age Against Target	
	Target	Achievement	Target	Achievement	Area	Production
Punjab	1.821	1.485	6.600	3.210	81.55	48.64
Sindh	0.6400	0.590	4.000	1.586	92.19	39.65
KPK	0.0022	0.00018	0.004	0.000541	8.18	13.53
Baluchistan	0.0700	0.0685	0.430	0.113	97.86	26.28
Total	2.5333	2.144	11.034	4.910	84.63	44.50

Source: Provincial Agriculture Crop Reporting Department (*Provisional)

Table: 5 Seed Cotton Arrivals on 1 st December, 2023 (Bales)						
Heads	2023-24 Season			2022-23 Season		
	Punjab	Sindh	Total	Punjab	Sindh	Total
Arrivals	3,736,749	4016724	7,753,473	2,515,167	1,765,333	4,280,500
Sales to Exporters	149,226	141,400	290,626	-	4,900	4,900
Sales to Textile Mills	3,148,000	3,607,905	6,755,905	2,057,157	1,511,700	3,568,857
Total Bales Sold	3297226	3,749,305	7,046,531	2,057,157	1,516,600	3,573,757
Unsold Stock	301454	182,407	483,871	369,278	216,006	585,284
Un-ginned Stock	138069	85,012	223,081	223,081	32,727	121,459

Source: Pakistan Cotton Ginners Association

Table: 6 Seed Cotton, Raw Cotton, Cotton Seed & Cotton Seed Cake Prices (Rs. 40Kg)				
Market	Seed Cotton	Raw Cotton (Lint)	Cotton Seed	Cotton Seed Cake
	13.12.2023	13.12.2023	13.12.2023	13.12.2023
Rahim Yar Khan	6000-7850	18,000	2,575	2,570
Bahawal Pur	6500-7750	17,800	2,450	2,580
Vehari	6000-7900	17,600	2,445	2,570
Burewala	5000-7500	17,200	2,465	2,590
D.G.Khan*	7000-7550	17,800	2,455	2,580
Punjab	6000-7710	17,680	2,478	2,578
Sukkur	5000-7000	16,800	2,490	2,400
KhairPur	5000-7000	16,900	2,450	2,410
Sindh	5000-7000	16,850	2,470	2,405
Khuzdar	7300-8100	-	-	-
Lasbela	6800-7200	-	-	-
HubChowki	6800-7300	-	-	-
Baluchistan	6967-7533	-	-	-
Pakistan	5989-7414	17,265	2,474	2,492

Source: Market Committee

Table: 7 Provisional Statement of Export & Import of Cotton (Value= Million Rs.)											
July-Oct (2023)		July-Oct (2022)		% Over Last Year		July –Oct (2023)		July-Oct (2022)		% Change Over Last Year	
Qty Bales	Value	Qty Bales	Value	Qty Bales	Value	Qty Bales	Value	Qty Bales	Value	Qty Bales	Value
77,335	6,641	51,976	12,175	48.79	205.3	371,582	42,197	1,264,965	114,896	-70.63	-63.27

Source: Pakistan Bureau of Statistics.

Table: 8 Provisional Statement of Export & Import of Cotton (Value= Million Rs.)											
Exports						Imports					
July 2022- June2023		July2021- June2022		% Change Over Last Year		July 2022- June 2023		July2021-June2022		% Change Over Last Year	
Qty Bales	Value	Qty Bales	Value	Qty Bales	Value	Qty Bales	Value	Qty Bales	Value	Qty Bales	Value
68,441	3,064	16,188	1,160	322.79	164.16	4,023,006	408,638	4,635,924	328,784	-13.2	24.29

Source: Pakistan Bureau of Statistics

Table: 9 Cotton Balance Sheet Year-wise (2018-2022) (Bale=170Kg)									
Sr. No	Position	2018-19*		2019-20*		2020-21*		2021-22*	
		'000' Bales	'000' M/Tons	'000' Bales	'000' M/Tons	'000' Bales	'000' M/Tons	'000' Bales	'000' M/Tons
1.	Carryover	949	162	1,089	185	147	25	148	25
2.	Production	9,860	1,676	9,148	1,555	7,064	1,201	8,328	1,416
3.	Imports	2,441	415	3,157	537	5,043	857	4,567	776
Total									
4.	Mill Consumption	12085	2055	13172	2239	12102	2057	13000	2210
5.	Exports	76	13	75	13	04	01	16	03
6.	End Season Stocks	1089	185	147	25	148	25	27	04
Total		13250	2253	13394	2277	12254	208	13043	2217

Source: Textile Commissioners Organization (Mill Consumption for 2018- 19 (Aug 2018 to April 2019), for 2019-20 (Aug 2019- June 2020), andfor2020-21(Aug 2020-April, 2021).

ii. Pakistan Bureau of Statistics (Imports Exports).

iii. Provincial Crop Reporting Department and D.G Agriculture Ext. Deptt. (Production) Note

: For exports and imports data covers (July- June.)

*Provisional

Table: 9 Division-wise Farmers' Data of Early Cotton Sowing 2023-24			
Sr. No	Division	No. of Farmers	Area (Acres)
1.	Bahawalpur	21,454	231,777
2.	D.G.Khan	8,855	74,466
3.	Faisalabad	7,187	27,753
4.	Lahore	93	250
5.	Multan	25,488	246,399
6.	Rawalpindi	470	348
7.	Sahiwal	6,467	54,309
8.	Sargodha	675	3,680
Total		70,689	638,981

NEWS LETTER

❖ Brief Summary of Cotton Incorporated, Monthly Economic Letter December 2023

In the last month, the cotton prices have stayed mostly the same or slightly decreased. Specifically, the prices for NY/ICE March contracts went between 78 and 82 cents per pound, reaching the highest point at 82 cents on December 7th. The A Index, starting below 90 cents per pound, went up to 92 cents per pound after NY/ICE futures increased. Meanwhile, Chinese prices (CC 3128B) went down from 106 to 103 cents per pound, and Indian spot prices went down from 87 to 85 cents per pound. The USDA report for 2023/24 noted decreases in world production (542,000 bales) and mill use (1.6 million bales). Global ending stocks went up by 900,000 bales, reaching a forecast of 82.4 million bales. Specific to countries, there were production increases for Pakistan and decreases for Mexico, Turkey, and the U.S. Negative mill-use revisions were notable in China, Turkey, and the U.S. Additionally, global trade estimates decreased, with significant changes in imports for China, Bangladesh, Pakistan, and Turkey, as well as exports for Turkey and Brazil. The global production deficit decreased to 811,000 bales, indicating lower demand across supply chains. This reduction suggests that arguments for higher fiber prices might not be as strong. Uncertainties about demand continue, with global mill-use expectations going down from 121.5 million bales to 113.7 million bales since May. Despite losses in various agricultural markets, cotton prices have shown more resilience. The world balance sheet data for 2023/24 shows a stock/use ratio of 72.5%, indicating a balance in production, use, and stocks. China's

balance sheet shows a ratio of 106.1%, while the world-without-China balance sheet has a ratio of 49.4%. Specific to India, the U.S., and Pakistan, their balance sheets indicate different stock/use ratios. Considering the decreasing global production gap and uncertainties about demand, the letter highlights the potential for further reductions in consumption forecasts due to slow downstream demand and challenging spinning margins. While a drop in cotton production has prevented a surplus, a recovery in demand is essential for stable prices. The letter suggests that, along with possible improvements in growing conditions, cotton could see increased acreage and production in 2024/25. In conclusion, the Monthly Economic Letter for December 2023 emphasizes the delicate balance between supply and demand in the global cotton market, focusing on price stability and the potential impact of future developments.

Source:

https://www.cottoninc.com/market-data/monthly-economic-newsletter/?utm_source=Klaviyo&utm_medium=campaign&utm_campaign=Monthly%20Economic%20Newsletter%20-%20December%202023&_kx=zva9pGLKa21SPnhG0xh8BoLFrGB0BIO-RG0GciiuGo%3D.SvgC4f

Weather Forecast

Weather Forecast of Various Cotton Growing Districts for Next 7 Days Maximum Temperature (°C)

District	11/12/23	12/12/23	13/12/23	14/12/23	15/12/23	16/12/23	17/12/23
Multan	24	23	23	22	22	22	22
Khanewal	24	24	23	22	23	22	22
Vehari	24	24	23	22	23	22	21
Bahawalpur	24	23	23	23	23	22	22
RY Khan	26	24	24	23	24	23	23
Lodhran	24	23	23	23	23	22	22
Bahawalnagar	24	23	23	23	23	22	22
Muzaffargarh	24	23	23	23	23	22	22
DG Khan	23	23	23	23	22	22	22
Layyah	23	22	22	21	22	21	21
Rajanpur	24	24	24	23	23	23	22

Minimum Temperature (°C)

District	11/12/23	12/12/23	13/12/23	14/12/23	15/12/23	16/12/23	17/12/23
Multan	9.3	9	10	10	10	10	9
Khanewal	7.0	8	9	9	9	9	9
Vehari	9	8	9	9	9	9	9
Bahawalpur	10.6	9	10	10	10	10	9
RY Khan	8.2	9	10	10	9	10	9
Lodhran	9	9	9	9	9	9	9
Bahawalnagar	7.5	9	9	9	9	9	9
Muzaffargarh	9	9	10	10	9	10	9
DG Khan	6.5	10	11	10	11	11	10
Layyah	8	8	9	8	8	10	9
Rajanpur	10	10	10	10	10	10	10

Rain Forecast

District	11/12/23	12/12/23	13/12/23	14/12/23	15/12/23	16/12/23	17/12/23
Multan	Sunny	Sunny	Partly cloudy	Cloudy	Partly Cloudy	Sunny	Sunny
Khanewal	Sunny	Sunny	Partly cloudy	Cloudy	Partly Cloudy	Sunny	Sunny
Vehari	Sunny	Sunny	Partly cloudy	Cloudy	Partly Cloudy	Sunny	Sunny
Bahawalpur	Sunny	Sunny	Mostly cloudy	Cloudy	Partly Cloudy	Sunny	Sunny
RY Khan	Sunny	Partly cloudy	Partly cloudy	Partly cloudy	Partly Cloudy	Sunny	Sunny
Lodhran	Sunny	Sunny	Partly cloudy	Mostly cloudy	Partly Cloudy	Sunny	Sunny
Bahawalnagar	Sunny	Partly cloudy	Partly cloudy	Partly cloudy	Partly Cloudy	Sunny	Sunny
Muzaffargarh	Sunny	Partly cloudy	Cloudy	Partly cloudy	Partly Cloudy	Sunny	Sunny
DG Khan	Sunny	Partly cloudy	Mostly cloudy	Partly cloudy	Partly Cloudy	Sunny	Sunny
Layyah	Sunny	Partly cloudy	Cloudy	Partly cloudy	Sunny	Sunny	Sunny
Rajanpur	Sunny	Partly cloudy	Partly cloudy	Partly cloudy	Partly cloudy	Sunny	Sunny

Source: www.weather.com