**Commodity at a Glance**

**NCDEX Cotton Seed Oilcake Futures**

- Benchmark Futures contract for Cotton Seed Oilcake
- Hedging and price risk management tool for value chain
- Efficient and transparent price discovery
- Robust delivery mechanism
- Connects the entire value chain

**Launched on 5th April, 2005**

- **Highest monthly**
  - ADTQ: 3,05,870 MT
  - ADOI: 3,19,896 MT

- **Total deliveries till Feb 2019**
  - 12,22,170 MT

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**Commodity**
- Undecorticated Cotton seed oilcake – Akola

**Ticker Symbol**
- COCUDAKL

**Basis**
- Akola

**Additional Delivery center**
- Kadi (Gujarat)

**Delivery Logic**
- Compulsory Delivery

**Quality Specifications**
- Free from adulterants like Rice Bran cake, Rice Bran husk, Castor seed husk, safflower cake (Kardi cake)

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<th>Quotation</th>
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<th>Trading and Delivery Unit</th>
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<td>Rs. / quintal</td>
<td>Exclusive</td>
<td>10 MT</td>
<td>50 Paise</td>
<td>20th of the delivery month</td>
<td>Aggregate</td>
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- Moisture content: 9% (Max)
- Oil Content: 6% (Min)
- Fibre: 27% (Max)
- Sand and Silica: 2.5% (Max)
- Protein: 22% (Min)
- Colour: Greenish Yellow

*Akola & Kadi - (Within 60 km radius from the municipal limits)

*The revised position limits would be effective from beginning of the day of September 01, 2020.

For detailed contract specifications visit website www.ncdex.com

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Cotton seed oil cake fresh production starts after the cotton arrivals in different regions of India.

- Gujarat
- Maharashtra
- Telangana & A. P.
- Punjab
- Haryana

India is one of the largest producer in the world with annual production of around 75 - 90 Lakh MT.

Major producing states: Gujarat, Maharashtra, Telangana, Andhra Pradesh and Punjab.

Major consuming states: Rajasthan, Punjab, Delhi, Telangana/AP, Haryana, Gujarat, Maharashtra and MP.

There is no export or import of this commodity. The total quantity is produced and consumed domestically.

### SEASONALITY

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### USES OF COTTON SEED OILCAKE

- When Cotton Seed is crushed for extraction of oil, the by-product which remains after extraction of oil is called Cotton Seed Oil Cake or Kapasia Khali in hindi. This is mainly used as cattle feed.

- Cotton Seed Oil Cake has around 25% protein content in it. Consumption of Cotton Seed Oil Cake by cattle does add viscosity to the milk.

### PRICE RISK HEDGING

- Processor/Hedger locks in the Cotton Seed Oilcake Futures price at Rs 1900/quintal for a long position
- If the price of Cotton Seed Oilcake decreases in the physical market, the gain in the physical market is offset by the loss in the Futures market
- If the price of Cotton Seed Oilcake increases in the physical market, the loss in the physical market is offset by the gain in the Futures market

- Farmer/Hedger locks in the Cotton Seed Oilcake Futures price at Rs 2000/quintal for a short position
- If the price of Cotton Seed Oilcake decreases in the physical market, the loss in the physical market is offset by the gain in the Futures market
- If the price of Cotton Seed Oilcake increases in the physical market, the gain in the physical market is offset by the loss in the Futures market

### FACTORS INFLUENCING THE PRICE

- Weather condition in cotton producing areas especially at sowing, flowering and harvesting stage
- Demand for Cotton Seed Oil Cake from farmers, dairy and feed industry
- Demand-Supply and price of other competitive feeds like Guar churi, Korma, Maize churi, Pulses churi, Mustard seed oil cake, other oil cakes, Green fodder, etc.
- Price movement in cotton, especially Cotton Seed
- Quality of Cotton Seed Oil Cake especially the oil%
- International production of Cotton