

Domestic Fundamentals:

Market Outlook: Cotton spot market prices were noticed weak on Monday.

In The News: Gujarat cotton prices of 29 mm remained between 41,850 to 42,250 Rs,/candy.

In Adoni, prices are trading near Rs 5200/ quintal compared to Rs 5600/ quintal in corresponding period of 2017. In Similarly, Warangal, prices are trading near Rs.4740/quintal and arrivals were noticed around 800 bales on today.

According to data provided by the Confederation of Indian Textile Industry, of the total commodities exports from India, the textile apparel exports share has come down by a percentage point to 12% in fiscal 2018 from 13% in the previous fiscal.

According to trade sources, the target for sowing cotton in Maharashtra for this kharif season is 4 lakh hectares, the highest acreage is expecting from Bathinda, Mansa, Fazilika and Mukstar districts.

Cotton prices are likely to remain steady during June-October 2018 due to very tight financial situation prevailing in the spinning sector and comfortable availability of quality cotton, according to the Indian Cotton Federation here.

Bangladesh has emerged as the biggest importer of Indian cotton this season. It imported around 21 lakh bales of cotton from India overtaking China, which was largest importer of Indian cotton until now.

So far, India has exported 15 lakh bales of cotton to China. As per data provided by CAI, the country has contracted 15-20 lakh bales for exports to China. Following the trade war with the US, China has imposed tariffs on import of cotton from the US. Cotton is one of the 106 US goods on which Beijing has imposed up to 25% tariffs.

According to trade sources, in the past three months, the export price of India's 30S pure cotton yarn has risen by 2%, while the export price of Pakistan's cotton yarn with the same quality has decreased by 1.7%. In the coming weeks, it's expected that the price of cotton yarn will not be lowered due to the support of high level cotton prices.

Cotton exports surged 151% in March with shipment of 12.5 lakh bales (170 kg) as against just less than 5 lakh bales exported in March 2017. The first six months of 2017-18 cotton marketing year shipment aggregated 5.66 million bales as against 4.82 million bales in the corresponding months of previous marketing year.

Cotton Corporation of India (CCI) has purchased 11 lakh bales of cotton so far this cotton season (October to September) and sold four lakh bales.

India's cotton exports may touch 7 million bales this marketing year, a rise of 27 per cent over the earlier estimate due to a surge in demand, mainly from China, as Indian cotton is selling at discount, says the Cotton Association of India (CAI).

According to trade sources, With Indian cotton selling at discounts of 7-10 cents per pound, there is demand for all qualities of cotton.

The area under Cotton cultivation in India likely to go down by 10-15% this year as farmers are expected to shift to Soyabean that gives better returns and because of the risk of pink bollworm attack, industry sources said.



International Fundamentals

From March 12 to April 25, the China cumulative turnover of cotton stocks was 514,500 tons, and the turnover rate was 53.57%.

Cotlook has lowered its forecast for 2018-19 global Cotton production by 69,000 tonnes to 26.23 million tonnes owing to a change for the US which more than offset increases for Uzbekistan and Brazil. It also lowered global Cotton consumption by 103,000 tonnes to 26.77 million tonnes.

According to U.S weekly export sales-shipments report, China's 2018-19 cotton imports projected to climb to 6.4 million bales from 5.05 million estimated for this season.

Cotton production remains marginal in Thailand totalling approximately 1,500 -1,600 metric tons (2,300 –2,500 bales) due to unattractive returns compared to other field crops like sugarcane. This production accounts for less than one percent of total demand. The government does not provide any incentives to farmers to produce cotton. The government still bans the domestic production of all transgenic (biotech) plant varieties, including cotton.

World Cotton consumption in 2017-18 is projected at 120.4 million bales, as per latest US Department of Agriculture (USDA) figures. This is 5% or 5.6 million bales above 2016-17.

USDA 2018 cotton sowing progress, week ended April 16, showed 8% of the total area planted vs 8% last year. Arzona, Texas, California and Georgia begun planting.

In 2018/19, Post forecasts Australian cotton production to reach 4.7 million bales from a harvested area of 450,000 hectares. This compares to 4 million bales in 2017/18 from a revised harvested area of 470,000 hectares due to poor seasonal conditions. Exports are forecast at 4.4 million bales in 2018/19as a result of the larger harvest and strong international demand. (Source: FAS report)

As per the United States Department of Agriculture (USDA) figures, India is the largest producer of cotton in the world with 365 lakh bales this year, followed by China (353 lakh bales), the U.S. (273 lakh bales), Pakistan (105 lakh bales) and Brazil (103 lakh bales).

NCDEX Kapas Futures*: (Prices in Rs/20kg)									
Contract Cont. (C1)	+/- 6.5	Open 863.5	High 868	Low 860	Close 868	Volume 305	Change 116	<mark>ОІ</mark> 501	Change -305
	_				1		<u> </u>		
Spread		Cont (C1)							
Spot		-200							
				-			-		
Updated at 05:00 pm as on 30–Apr-2018									



Contract	+/-	Open	ICX Cott High	Low	Close	Volume	Change	OI	Change	
Apr-18	-170	20580	20580	20350	20400	576	163	648	-104	
May-18	-110	20870	20870	20650	20750	967	26	8896	234	
Spread Apr 18										
Spot	10	. 10								
		290								
Apr-18				(NB: Spread Basis = Spot- Near Month Future)						

Cotton Prices at Key Spot Markets:

Commodity		Kapas	Prices (R	s./Quintal)	Change
State	Centre	Variety	30-Apr-18	28-Apr-18	Change
	Ahmedabad	Shankar-6	5350	5450	-100
	Gondal	Shankar-6	5280	NR	-
	Rajkot	B.T. Cotton	5340	5410	-70
Gujarat	Patan	B.T. Cotton	5575	NR	-
	Kadi	B.T. Cotton	5250	5200	50
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	4530	NR	-
Duniah	Fazilika	B.T. Cotton	NR	NR	-
Punjab	Muktsar	B.T. Cotton	NR	NR	-
	Bhiwani	B.T. Cotton	5000	5050	-50
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	NR	NR	-
Haryana	Fatehabad	B.T. Cotton	NR	5025	-
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	NR	NR	-
	Dabwali	B.T. Cotton	NA	NA	-
Deisether	Hanumangarh	B.T. Cotton	NA	NA	-
Rajasthan	Rawatsar	B.T. Cotton	NA	NA	-
Madhua Deadaah	Khandwa	Mech-1	NR	Closed	-
Madhya Pradesh	Khargaon	Mech-1	NR	NR	-
Mahanaktua	Amravati	Mech-1	5100	5100	Unch
Maharashtra	Jamner	Medium Staple	NR	NR	-
Litter Dredech	Hathras	B.T. Cotton	NA	NA	-
Uttar Pradesh	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NR	NR	-
	Guntur	Un-Ginned	NA	NA	-
Andhra Pradesh	Kurnool	Un-Ginned	NA	NA	-



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	Krishna	Un-Ginned	NA	NA	-
	East Godavari	Un-Ginned	NA	NA	-
	Bijapur	Bunny	NR	5349	-
Karnataka	Hubli	D.C.H.	NR	NR	-
Ndillalaka	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	NR	5100	-
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	30-Apr-18	28-Apr-18	Change
	Bhatinda	J-34	4325	4305	20
	Abohar	J-34	4325	4315	10
Punjab	Mansa	J-34	4270	4260	10
	Muktsar	J-34	NR	NR	-
	Fazilika	J-34	NR	NR	-
Haryana	Sirsa	J-34	4290	4280	10
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Arrivals in Key Centers:

Commodity		Kapas	Arrivals	(Quintal)	Change	
State	Centre	Variety	30-Apr-18	28-Apr-18	Change	
	Ahmedabad	Shankar-6	34000	34000	Unch	
	Gondal	Shankar-6	414	NR	-	
	Rajkot	B.T. Cotton	1200	1500	-300	
Gujarat	Patan	B.T. Cotton	1875	NR	-	
	Kadi	B.T. Cotton	15000	25000	-10000	
	Deesa	B.T. Cotton	NA	NA	-	
	Dhrol	B.T. Cotton	27	NR	-	
Duniah	Fazilika	B.T. Cotton	NR	NR	-	
Punjab	Muktsar	B.T. Cotton	NR	NR	-	
	Bhiwani	B.T. Cotton	400	300	100	
	Bhiwani	Desi	NA	NA	-	
	Adampur	B.T. Cotton	NR	NR	-	
Haryana	Fatehabad	B.T. Cotton	NR	300	-	
	Jind	B.T. Cotton	NA	NA	-	
	Uchana	B.T. Cotton	NR	NR	-	
	Dabwali	B.T. Cotton	NA	NA	-	
Deisethen	Hanumangarh	B.T. Cotton	NA	NA	-	
Rajasthan	Rawatsar	B.T. Cotton	NA	NA	-	
	Khandwa	Mech-1	NR	Closed	-	
Madhya Pradesh	Khargaon	Mech-1	NR	NR	-	
Maharaahtra	Amravati	Mech-1	1100	1000	100	
Maharashtra	Jamner	Medium Staple	NR	NR	-	
Litter Dredeek	Hathras	B.T. Cotton	NA	NA	-	
Uttar Pradesh	Hathras	Desi	NA	NA	-	



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Telangana	Adilabad	Un-Ginned	NR	NR	-	
	Guntur	Un-Ginned	NA	NA	-	
Andhra Pradesh	Kurnool	Un-Ginned	NA	NA	-	
Anunia Flauesh	Krishna	Un-Ginned	NA	NA	-	
	East Godavari	Un-Ginned	NA	NA	-	
	Bijapur	Bunny	NR	1023	-	
Karnataka	Hubli	D.C.H.	NR	NR	-	
	Hubli	B.T. Cotton	NR	NR	-	
	Raichur	H-44 Cotton	NR	277	-	
Commodity	Lint	:	Arrivals (Quintal)		Change	
State	Centre	Variety	30-Apr-18	28-Apr-18	Change	
	Bhatinda	J-34	850	850	Unch	
Punjab	Abohar	J-34	170	119	51	
	Mansa	J-34	85	102	-17	
Haryana	Sirsa	J-34	170	170	Unch	
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-	

DOMESTIC PRICES AND ARRIVALS

Cotton Association of India Spot Rates:								
Trade Name	Stanla	Micronaire	Strength/	Rs. Per Candy	Rs. Per Candy	Change		
I laue Name	Staple	witcronaire	GPT	28-Apr-18	27-Apr-18	Change		
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	41400	41400	Unch		
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	41900	41900	Unch		
J-34(202)	26mm	3.5 - 4.9	23	40700	40600	100		
H-4/ MECH-1(105)	28mm	3.5 – 4.9	27	38800	38600	200		
Shankar-6(105)	29mm	3.5 – 4.9	28	41300	41200	100		
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	43000	43000	Unch		
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	44300	44300	Unch		
DCH-32(107)	34mm	3.0 - 3.8	33	54500	54500	Unch		

Cotton Seed Oil Prices

Contro	Unit	Pr	Change	
Centre	Onit	30-Apr-18	28-Apr-18	Change
Rajkot	Rs. /10 Kg.	745	745	Unch
New Delhi	Rs. /10 Kg.	725	725	Unch
Hyderabad	Rs. /10 Kg.	NR	NR	-
Mumbai	Rs. /10 Kg.	770	772	-2



Cotton Seed Oil Seed Cake Prices

Centre	Unit	Pri	Change	
Centre	Offic	30-Apr-18	28-Apr-18	Change
Mahesana (Kadi)	Rs./Qtl	1272	1276	-4
Akola	Rs./Qtl	1226	1231	-5

INTERNATIONAL PRICES AND INDICES

China Cotton Index: As on 28-April-2018					
Index	RMB/Ton	Change			
CCIndex(328)	15453	Unch			
CCIndex(527)	14500	2			
CCIndex(229)	16095	2			
RMB -Renminbi, 1RMB =0.16 \$U.S.					

China Foreign Cotton (FCE) Index : As on 27-April-2018						
Index	Cents/lb	Change				
FC Index (S)	96.74	0.35				
FC Index (M)	93.58	0.30				
FC Index (L)	93.88	1.11				

Cotlook Index: As on 27-April-2018						
Cotlook Indices	Cents/Pound	Change				
A-Index	93.45	0.25				

Growth Area	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
	cen	cents/lb.	
Southeast	87.26	85.01	NIL
North Delta	85.26	83.51	NIL
South Delta	85.26	83.51	NIL
East TX-OK	78.25	76.50	4090
West Texas	77.25	75.50	1047
Desert SW	83.51	79.51	NIL
SJ Valley	88.91	80.01	NIL

staple 34 (1.05 to 1.07), mike 3.5, 3.6 and 4.3 to 4.9, strength 26.5 to 28.4 grams per Tex and uniformity 80.5 to 81.4



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ICE Cotton Futures (Prices in cents/Ib.): Ason 27-April-2018							
Contract	Open	High	Low	Close	Change		
18-May	85.33	85.33	85.33	85.33	0.34		
18-Jul	84.30	84.78	83.96	84.51	0.34		
18-Oct	80.71	80.86	80.71	80.86	0.44		
18-Dec	78.95	79.36	78.95	79.27	0.31		
19-Mar	78.86	79.01	78.80	79.00	0.29		
19-May	78.71	78.88	78.71	78.84	0.22		

Pakistan Cotton S	(in Pakistan Rupees)			
Product	Rate for	Ex-Gin Price Up Country Sales		Spot Rate Karachi
Cotton	37.32 Kgs	7700	145	7545
Equivalent	40 Kgs	7931	155	8086

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