

Domestic Fundamentals:

Market Outlook: *Cotton spot market prices across physical market remained Weak on Wednesday.*

In The News: *As per CAB latest report, last year India's cotton export was 58.21 lakh bales and cotton import was 30.94 lakh bales. So last year's export and import deficit was 27.27 lakh bales, but **this year export expected is 70.00 lakh bales and import is 15.00 lakh bales so this year deficit will be doubled at 55.00 lakh bales.** So for Indian mills the availability of 55.00 lakh bales will be less this year and **this is the reason for Indian market to go up 40000 to 48000.***

*As per Gujarat government records, as on today there are **40 lakh new spindles and 15 lakh old spindles so in total 55 lakh spindles of spinning mills are running on cotton.** As per one Gujarat spinning mill owner, in Gujarat mills yearly consumption of cotton is around 70-72 lakh bales and monthly consumption is 6 lakh bales, now few more mills are in under construction.*

*According to data from the Department of Agricultural, **Cotton had been planted on 1,691,400 hectares nationwide by June 15.** This represents an increase over last week of 443,500 hectares. With the majority of new planting recorded for central and southern states. The latest figures suggest that the rate of sowing has overtaken that of last year, by a small margin. By June 15, 2017, the total area reported was 1,667,100 hectares.*

*Cotton exports **crossed 65 lakh bales up to 17 June** and still there is good demand for Indian cotton at 93 to 95 cents ie 51000 fob. Even now everyday 5-10 thousand bales are going in exports per day.*

Monsoon Update:

*The southwest monsoon remains **10% below normal** this month, but daily rainfall is slowly improving and the weather office expects a significant pick up in the days ahead. The India Meteorological Department (IMD) says **monsoon showers are expected to reach northwest India** between June 28 and 30, bringing relief for farmers in the region as they prepare their fields for planting.*

*Rainfall figures still remain dampening, with all parts of the country barring southern peninsula having recorded below normal rainfall since June 1. However, saw a **slight improvement in the daily rainfall scenario, with central, east and northeast India recording above normal rainfall**, while overall rainfall remained 19% above normal.*

International Fundamentals

*Actual turnover of china reserve cotton was **17,300 tonnes.** Turnover rate was 57.62% as on June 27.*

*Due to acute water shortage, Sindh falls short of completing the cotton sowing target by **at least 30 percent of its land** experts and growers told to the news today.*

*Chin is set to return as a major cotton importer, taking **10 million to 15 million bales a year by 2019/20**, compared with 5 million bales this year. According to Tim Bourgois, Head of cotton platform at LDC.*

*In Pakistan raw cotton exports from the country during 11 months of current financial year **grew by 32.66 percent as against the exports of the corresponding period of last year.** According the latest data released by the Pakistan Bureau of Statistics, during the period from July-May, 2017-18, country exported about 34,969 metric tons of raw cotton as compared the exports of 25,349 metric tons last year.*

MCX Cotton Futures*: (Prices in Rs/170 kgs)

Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jun-18	-40	21920	21950	21810	21850	457	-196	1132	-325
July-18	-30	22480	22480	22100	22150	922	-208	7192	336

Spread	June 18		-	-	--	--
Spot	530		-	-	-	-
jun-18			-	-	-	-

(NB: Spread Basis = Spot- Near Month Future)

* Updated at as on 27-June 2018 at 5:05 PM

DOMESTIC PRICES AND ARRIVALS
Cotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	27-Jun-18	26-Jun-18	
Gujarat	Ahmedabad	Shankar-6	6000	6125	-125
	Gondal	Shankar-6	6105	6080	25
	Rajkot	B.T. Cotton	6100	6165	-65
	Patan	B.T. Cotton	NA	NA	-
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	5500	5950	-450
Punjab	Fazilika	B.T. Cotton	NR	NR	-
	Muktsar	B.T. Cotton	NR	NR	-
Haryana	Bhiwani	B.T. Cotton	5700	NR	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	NR	NR	-
	Fatehabad	B.T. Cotton	5870	5900	-30
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	NA	NA	-
Rajasthan	Hanumangarh	B.T. Cotton	NA	NA	-
	Rawatsar	B.T. Cotton	NA	NA	-
Madhya Pradesh	Khandwa	Mech-1	NA	NA	-
	Khargaon	Mech-1	NA	NA	-
Maharashtra	Amravati	Mech-1	NA	NA	-
	Jamner	Medium Staple	NR	NR	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	4230	4320	-90
Andhra Pradesh	Guntur	Un-Ginned	NA	NA	-
	Kurnool	Un-Ginned	NA	NA	-

	Krishna	Un-Ginned	NA	NA	-
	East Godavari	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	6270	6260	10
	Hubli	D.C.H.	NR	5000	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	NR	5750	-
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	27-Jun-18	26-Jun-18	
Punjab	Bhatinda	J-34	4820	4835	-15
	Abohar	J-34	4825	4850	-25
	Mansa	J-34	4825	4825	Unch
	Muktsar	J-34	NR	NR	-
	Fazilika	J-34	NR	NR	-
Haryana	Sirsa	J-34	4810	4830	-20
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	27-Jun-18	26-Jun-18	
Gujarat	Ahmedabad	Shankar-6	5100	5100	Unch
	Gondal	Shankar-6	321	195	126
	Rajkot	B.T. Cotton	580	405	175
	Patan	B.T. Cotton	NA	NA	-
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	5	8	-3
Punjab	Fazilika	B.T. Cotton	NR	NR	-
	Muktsar	B.T. Cotton	NR	NR	-
Haryana	Bhiwani	B.T. Cotton	150	NR	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	NR	NR	-
	Fatehabad	B.T. Cotton	250	150	100
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	NA	NA	-
Rajasthan	Hanumangarh	B.T. Cotton	NA	NA	-
	Rawatsar	B.T. Cotton	NA	NA	-
Madhya Pradesh	Khandwa	Mech-1	NA	NA	-
	Khargaon	Mech-1	NA	NA	-
Maharashtra	Amravati	Mech-1	NA	NA	-
	Jamner	Medium Staple	NR	NR	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-

Andhra Pradesh	Guntur	Un-Ginned	NA	NA	-
	Kurnool	Un-Ginned	NA	NA	-
	Krishna	Un-Ginned	NA	NA	-
	East Godavari	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	1183	841	342
	Hubli	D.C.H.	NR	5	-
	Hubli	B.T. Cotton	NR	NR	-
	Raichur	H-44 Cotton	NR	142	-
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	27-Jun-18	26-Jun-18	
Punjab	Bhatinda	J-34	34	85	-51
	Abohar	J-34	NA	NA	-
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	119	85	34
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Association of India Spot Rates:

Trade Name	Staple	Micronaire	Strength/ GPT	Rs. Per Candy	Rs. Per Candy	Change
				26-Jun-18	25-Jun-18	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	44800	44800	Unch
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	45300	45300	Unch
J-34(202)	26mm	3.5 - 4.9	23	46000	45900	100
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	44200	44200	Unch
Shankar-6(105)	29mm	3.5 - 4.9	28	47300	47300	Unch
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	48300	48300	Unch
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	49000	49000	Unch
DCH-32(107)	34mm	3.0 - 3.8	33	60000	60000	Unch

Cotton Seed Oil Prices

Centre	Unit	Price		Change
		27-Jun-18	26-Jun-18	
Rajkot	Rs. /10 Kg.	755	745	10
New Delhi	Rs. /10 Kg.	725	725	Unch
Hyderabad	Rs. /10 Kg.	NR	NR	-
Mumbai	Rs. /10 Kg.	760	760	Unch

Cotton Seed Oil Seed Cake Prices

Centre	Unit	Price		Change
		27-Jun-18	26-Jun-18	
Mahesana (Kadi)	Rs./Qtl	1671	1659	12
Akola	Rs./Qtl	1586	1576	10

INTERNATIONAL PRICES AND INDICES

China Cotton Index: As on 27-June-2018		
Index	RMB/Ton	Change
CCIndex(328)	16328	-3
CCIndex(527)	15138	-2
CCIndex(229)	16945	-2
RMB -Renminbi, 1RMB =0.16 \$U.S.		

China Foreign Cotton (FCE) Index : As on 27-June-2018		
Index	Cents/lb	Change
FC Index (S)	98.50	-1.22
FC Index (M)	95.84	-0.51
FC Index (L)	94.26	-0.68

Cotlook Index: As on 26-June-2018		
Cotlook Indices	Cents/Pound	Change
A-Index	94.45	-0.25

USDA Cotton Spot Rates: As on 26-June-2018			
Growth Area	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
	cents/lb.		Bales
Southeast	85.59	87.84	NIL
North Delta	84.09	85.84	NIL
South Delta	84.09	85.84	NIL
East TX-OK	79.75	82.25	1043.00
West Texas	79.25	81.75	247.00
Desert SW	79.84	83.84	26.00
SJ Valley	80.34	89.24	NIL

Spot quotations are for cotton equal to the official standards, net weight, in mixed lots. Upland quotations are FOB car/truck, which includes compression and any brokerage charges. The upland base quality is color 41, leaf grade 4, 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

ICE Cotton Futures (Prices in cents/lb.): Ason26-June-2018					
Contract	Open	High	Low	Close	Change
18-May	85.79	86.32	84.09	85.04	-0.90
18-Jul	86.15	86.25	85.59	85.59	-0.59

18-Oct	84.90	85.28	84.40	84.51	-0.41
18-Dec	84.70	85.07	84.13	84.24	-0.49
19-Mar	84.81	85.03	84.28	84.28	-0.47
19-May	84.63	84.63	84.37	84.37	-0.48

Pakistan Cotton Spot rates: As on 26-June-2018				(in Pakistan Rupees)
Product	Rate for	Ex-Gin Price	Up Country Sales	Spot Rate Karachi
Cotton	37.32 Kgs	7500	145	7645
Equivalent	40 Kgs	8038	155	8193

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