

**Domestic Fundamentals:****Market Outlook:**

The Gujarat cotton physical market are continued higher side amid weak pace of arrivals today. MCX cotton August contract stood higher at Rs.17100/bale on Wednesday. ICE cotton futures declined on Tuesday.

**News:** According to the trade sources, the Indian cotton exports for the July'20 were reported higher around 5 lakh bales, compared to the prior month. In July'20, the Indian cotton prices were still cheaper in the international market, therefore, the exports were increased during July. Although the exports to China declined to around 48,500 bales but Bangladesh remained the largest importer of Indian cotton purchasing around 2.72 lakh bales at an average FOB of \$1.37/kg. Exports to Vietnam (61,600 bales at \$1.22/kg), Turkey (27,800 bales at \$1.19/kg) and Indonesia (24,400 bales at \$1.29/kg) were also increased during the month. The other export destinations of India were Oman, Taiwan, and Thailand.

**In India the domestic demand improved for CCI Cotton. MNCs, mills and traders remained active to purchase CCI and Maharashtra Federation cotton.** Yarn demand also picked up so mills remained active buyers where the running capacity of spinning mills increased to around 80%. Exporters also remained active buyers in domestic market. Current arrivals remained low, therefore, ginner are holding the stock.

**Cotton Corporation of India (CCI) has increased the cotton sales floor price by Rs.500-600/candy to maximum price at Rs.38700/ candy (30mm) within one week with the increase in sales.** CCI has sold around 50 lakh bales so far till 23rd Aug'20. Mills have purchased around 23 lakh bales followed by MNCs purchasing 19 lakh bales, 12 lakh bales stock is with the mediators and only 3 lakh bales were purchased by the exporters. The functioning of the spinning mills has improved that are running with 80% capacity. The hike in domestic prices during last week were attributing to the factors of weather risk and stocking of cotton by the MNCs and traders.

**According to Agriwatch, India is likely to end this year (2019-20) with record of around 104 lakh bales of cotton as closing stock.** Cotton Corporation of India (CCI) has decided to sell a part of the surplus stock of about 15 to 20 lakh bales to Bangladesh, that would take place on a government-to-government basis and the shipments could start from next month onwards. Export prices will be decided by the two governments using the Cotlook index. As the current season is likely to end soon in one month, therefore, as soon as the exports starts India likely to ship around 5-7 lakh only and rest of the quantity would be off the ports in the coming season starting in October'20.

**The heavy rains from the last 3-4 days in Telangana has hit the cotton crop especially in Warangal. The crop is in prolonged waterlogging conditions where the cotton has been sown on around 2 lakh ha in the district. But the estimates according to the state government reports there has been a damage in around 10,000 ha so far in Warangal.** According to IMD forecast, Telangana is likely to receive widespread and scattered rainfall, thus the crop might not get damaged further. The state has covered 24 lakh ha area under cotton, up by 35% y-o-y.

**In the recent report published by Cotton Association of India (CAI), the agency increased its cotton crop estimate for 2019-20 to 354 lakh bales compared to its previous estimate of 335.5 lakh bales.** The Agriwatch estimates that the production for the current season might reach to around 362 lakh bales out of which around 11 lakh bales might be carried forward in the coming season. The estimate of the cotton imports has been increased by the CAI at 16.00 lakh bales, up by 1 lakh bales from previous estimates. CAI also increased the estimated exports to 50 lakh bales from 47 lakh bales for 2019-20. According to market sources, Indian cotton arrivals during the months of October 2019 to July 2020 are estimated at 337 lakh bales.

**Cotton area across India covered around 125.479 lakh ha as on 13th Aug'20 for 2020-21, down by around 1.7% compared to the total acreage under cotton last year.** The cotton sowing in the northern part of India (Punjab, Haryana & Rajasthan) covered an area of 19.11 lakh ha. In Maharashtra the acreage increased to 41.45 lakh ha while in Gujarat the area is 22.7

lakh ha, down by -12% compared to corresponding time last year. In AP and Telangana, a surge in acreage is reported in both the states covering 4.99 lakh ha (+1.8%) and 23.47 lakh ha (+36.1%), respectively.

**The continuous heavy rainfall in Punjab and Haryana left the cotton fields under submerged condition.** Crop on nearly 50,000 acres in Haryana has been reported under 2 feet stagnant water condition for 2-3 days. Cotton crop on 5,000 to 6,000 acres had got destroyed in Hisar district as reported by the state official. The other districts: Bhiwani and Jind are also likely to have affected due to rains. Also, the presence of sucking pest has been reported in some parts of Mansa, and Fazilka district of Punjab.

**With the context of favourable weather in India and increased area, USDA has increased the India's production estimates** 38.04 million bales (170kg per bale) in 2020-21, up by 4% from previous month's estimates. While the import trade has been reduced to 1.28 million bales from 1.41 million bales in the previous month. As the recovery in revival of the cotton industry has been sluggish, the domestic use was also declined to 28.8 million bales in Aug'20 estimates from 29.46 million bales (Jul'20 estimates). Therefore, the assumptions are made that there would be higher ending stock 28.83 million bales compared to previous month's estimates (27.29 million bales) as well as from 2019-20 (24.60 million bales).

**The cotton farmers in Jalgaon district of Maharashtra are also worried as signs of Pink Bollworm (PBW) infestation** have been reported in 30-40% of the planted crop. The 70-80% crop is now in the flowering stage, the most vulnerable stage for bollworm attack. According to Cotton Association of India, cotton was sown on 5.25 lakh hectare in the region and PBW infestation has been reported on nearly 1.25-1.50 lakh hectare. Also, the early signs of pink bollworm infestation was noticed in the fields of Marathwada and Vidarbha region earlier in the month.

**CCI sold around 16 lakh bales in August month so far and totaling to around 22 - 23 lakh bales (2019-20 crop) this season.** Due to the weak logistic system by CCI, therefore, the buyers are facing delay in delivery. If the frequency of sales continues with the present trend, then there is possibility that CCI could sale another 25 lakh bales by the end of September'20, hence improving the liquidity in the market.

**After the heavy rainfall in Punjab that left the crop wilted in some areas, hot and humid weather conditions have now led to pest infestation.** Presence of sucking pest has been reported in some parts of Mansa, and Fazilka district left the farmers worried. The state Agriculture Department has alerted the farmers to spray pesticide as per the requirement to avoid the spread of the pests. However, the estimated area under cotton is 5 lakh hectares this year, up from 3.92 lakh hectares in 2019.

**CCI has offered bulk discounts to encourage cotton sales started since June and also reduced the base prices.** CCI is offering over 8 lakh bales (2019-20 crop) cotton per day for sale. According to the market sources, the ginner are having enough stock with them, therefore, the sale is slow. According to the traders, CCI can sell about 35-45 lakh bales of cotton by the end of the season out of the total procured cotton of 105 lakh bales in 2019-20.

**Although the country is expecting an increase in cotton area by 5% but there are possibilities in decline in the yield.** The continuous rainfall across the country could cause damage as cotton crop does not sustain for more than two days of stagnating water. Also, the cotton crop in Marathwada and Vidarbha region (41.8 lakh ha) in Maharashtra has started flowering that was sown in early June. Thus, the early signs of pink bollworm infestation was noticed in the fields. Aurangabad, Jalna and Beed, the main cotton growing areas (over 15.9 lakh hectare area is under cotton cultivation) in the Marathwada region have found some traces of pink bollworm as the bud formation has started. The government has issued an alert to the farmers to take precautionary measures against the attack of pink bollworm on the cotton crop.

**According to the trade sources, the Indian cotton exports for the June'20** were reported higher around 4.5 lakh bales, doubled compared to the prior month. In June'20, the Indian cotton prices were cheaper in the international market, therefore, the exports were increased during June. Bangladesh was the largest importer of Indian cotton purchasing around 2 lakh bales at an average FOB of \$1.46/kg followed by China (71,747 bales at \$1.29/kg), Vietnam (43,000 bales at

\$1.25/kg) and Indonesia (20,000 bales at \$1.32/kg). The other export destinations of India were Korea, Turkey, Thailand & Italy.

**The immense rainfall in Punjab, seems to have destroyed over 4,000 ha area.** The reports said, 15-17% crop loss was reported in around 60 villages. The final assessment is yet to be done which will reveal the exact damage caused to cotton and other crops in Abohar, Fazilka and nearby areas. Although the area under cotton has increased by around 25% this year, but the continuous rains would decrease the cotton yield for the crop 2020-21.

**The Maharashtra government has procured over 7 lakh bales of cotton from 1.37 lakh farmers in the five districts of Nashik division under MSP.** After procurement, the state government has stocked 12,000 bales of cotton in Nashik district. Around 5 lakh bales of cotton were procured from Jalgaon district, followed by 98,000 bales from Ahmednagar district, 87,300 bales from farmers in Dhule and 86,100 lakh bales of cotton in Nandurbar district.

**Cotton Corporation of India (CCI) gave the priority in procuring cotton at guaranteed prices this year,** thus, CCI's maximum cotton procurement in Maharashtra was reported in Yavatmal district. A total of 55.695 lakh quintals of cotton has been procured from 2,69,534 farmers in Yavatmal district this season. 11.48 lakh quintals of cotton has been procured from 49,056 farmers in the district after the lockdown. Before the outbreak of corona, 44.21 lakh quintals of cotton was purchased from 2, 20,478 lakh farmers in the district.

#### **Weather Forecast for tomorrow:**

**Heavy to very heavy rainfall at isolated places likely over Jharkhand, Gangetic West Bengal and Odisha and heavy rainfall** at isolated places over Jammu & Kashmir, Ladakh, Gilgit-Baltistan, Muzaffarabad, Himachal Pradesh, Uttarakhand, Punjab, Haryana, Chandigarh & Delhi, Uttar Pradesh, West Rajasthan, Chhattisgarh, Assam & Meghalaya, Nagaland, Manipur, Mizoram & Tripura, Konkan & Goa and Coastal Andhra Pradesh & Yanam.

#### **International Fundamentals:**

**Cotton Futures ended Tuesday session with loss of 0.18 points, Oct 20 Cotton is at 64.98.** The Cotlook A index stood upside at 70.60 cents/lb.

**Pakistan cotton prices stood slightly firm during last week as influence of increasing trends in the rate of cotton internationally.** Also, the fear of crop damage to cotton crop due to rains. The sowing was already poor as compared to the expectations because of low quality seeds. According to the estimates of the private experts the cotton production will be around 87 lac bales. According to the Pakistan officials, exports of textile products may increase. The textile and spinning sectors are also buying cotton at higher prices for their needs due to rising cotton prices.

**According to USDA in Aug'20 estimates, the world production and ending stocks were higher and lower beginning stocks, consumption & trade compared to the previous month's estimates.** World production is 1.3 million bales as the production in India, US and Australia were revised higher. Expected 2020-21 world consumption is 1.2 million bales lower this month, with declines in India, China, Pakistan, Brazil, and Indonesia while increased the consumption numbers for Bangladesh and Turkey. Imports were projected lower in Pakistan, Indonesia and India, and higher in Bangladesh, Turkey, and Malaysia. This month, 2020-21 world ending stocks were projected 2.1 million bales higher than the previous month and 4.4 million bales higher than in 2019-20.

**In Pakistan, due to the starting of spell of rains in many areas of Punjab and Sindh the supply of kapas will be decreased as well as the quality will also be effected.** The production of cotton crop might be effected in the cotton producing areas of Sindh because of rains. If rainwater collects in the field, it will damage the crops. Rains also increase the risk of attack of viruses and insects on the crop.

**China cotton yarn imports are estimated to increase by 7.4% to 1.51 LT in Jul'20 compared to the previous month.** According to foreign shipment data in June, cotton yarn imports of China from Vietnam in Jul are estimated at 70,400

tonnes followed by India 20,000 tonnes, from Pakistan 25,200 tonnes, Uzbekistan 15,000 tonnes, and from other regions and countries at 20,000 tonnes. It is expected that the demand in August likely to remain stagnant as the operating rate of fabric mills declined. The high inventory and lack of demand may put pressure on yarn prices in the country.

**The United States Department of Agriculture's weekly crop progress report showed 45% of the crop in good/excellent condition**, compared with 54% a year ago. Hot temperatures returned in West Texas on Tuesday with most of the region above 100 degrees Fahrenheit, according to a National Weather Service bulletin.

**Australia is facing with continuous dry conditions since last year. The 2020-21 forecast is for a recovery in cotton production to 1.7 million bales**, from a revised estimate of 0.625 million bales in 2019-20. As, the drought affected cotton growing States have received above average rainfall this year. However, it will still be the second smallest crop in a decade. As an advantage, Australia the only country that was spared stockpiling pressure due to the pandemic which is expected around 0.512 million bales in 2019-20, down by 64% y-o-y. China is the main export market for Australia which so far in 2019-20 has accounted for nearly two-thirds (65%) of total exports.

**The demand at the Chinese Reserve auctions has remained good, with sales now exceeding 100,000 tons** since the auctions begun in first week this month, which implies increased mill use. A survey shows Chinese spinners were operating at more than 60% of capacity. Cotton use has recovered slightly and is steady, but the yarn and fabric sector are still suffering from weak apparel exports due to which the cotton yarn prices are weak.

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

| Contract | +/-   | Open  | High  | Low   | Close | Volume | Change | OI  | Change |
|----------|-------|-------|-------|-------|-------|--------|--------|-----|--------|
| 20-Aug   | +0.47 | 16920 | 17100 | 16880 | 17100 | 33     | -517   | 691 | -452   |
| 20-Sep   | -     | -     | -     | -     | -     | -      | -      | -   | -      |
| 20-Oct   | -1.16 | 18110 | 18110 | 17800 | 17950 | 182    | -54    | 433 | 10     |

| Spread | 20-Aug | 20-Sep | 20-Oct | -- | -- | -- |
|--------|--------|--------|--------|----|----|----|
| Spot   |        |        |        | -  | -  | -  |
| 20-Aug | -      | -      | -      | -  | -  | -  |
| 20-Sep | -      | -      | -      | -  | -  | -  |

(NB: Spread Basis = Spot- Near Month Future) As updated on 26<sup>th</sup> Aug @ 5.30 pm

#### Cotton Prices at Key Spot Markets:

| Commodity | Kapas     |             | Prices (Rs./Quintal) |           | Change |
|-----------|-----------|-------------|----------------------|-----------|--------|
| State     | Centre    | Variety     | 26-Aug-20            | 25-Aug-20 |        |
| Gujarat   | Ahmedabad | Shankar-6   | 5000                 | 5000      | Unch   |
|           | Gondal    | Shankar-6   | 5005                 | 4930      | 75     |
|           | Rajkot    | B.T. Cotton | 5155                 | 5035      | 120    |
|           | Patan     | B.T. Cotton | NA                   | NA        | -      |
|           | Kadi      | B.T. Cotton | NA                   | NA        | -      |
|           | Deesa     | B.T. Cotton | NA                   | NA        | -      |
|           | Dhrol     | B.T. Cotton | NA                   | 3000      | -      |

|                |                |               |                    |           |      |
|----------------|----------------|---------------|--------------------|-----------|------|
| Haryana        | Bhiwani        | B.T. Cotton   | NA                 | NA        | -    |
|                | Bhiwani        | Desi          | NA                 | NA        | -    |
|                | Adampur        | B.T. Cotton   | NA                 | NA        | -    |
|                | Fatehabad      | B.T. Cotton   | NA                 | NA        | -    |
|                | 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 | NA                 | NA        | -    |
| Uttar Pradesh  | Hathras        | B.T. Cotton   | NA                 | NA        | -    |
|                | Hathras        | Desi          | NA                 | NA        | -    |
| Andhra Pradesh | Adoni          | Medium Staple | 5165               | 5185      | -20  |
| Telangana      | Adilabad       | Un-Ginned     | NA                 | 0         | -    |
| Karnataka      | Bijapur        | Bunny         | 5182               | 5151      | 31   |
|                | Hubli          | D.C.H.        | NA                 | NA        | -    |
|                | Hubli          | B.T. Cotton   | NA                 | NA        | -    |
|                | Raichur        | H-44 Cotton   | 5190               | 5170      | 20   |
| Commodity      | Lint           |               | Prices (Rs./Maund) |           | 4750 |
| State          | Centre         | Variety       | 26-Aug-20          | 25-Aug-20 | -    |
| Punjab         | Bhatinda       | J-34          | NA                 | NA        | -    |
|                | Abohar         | J-34          | NA                 | NA        | -    |
|                | Mansa          | J-34          | NA                 | NA        | -    |
| Haryana        | Sirsa          | J-34          | 3820               | 3820      | Unch |
| Rajasthan      | Sri-Ganganagar | J-34          | NA                 | NA        | -    |

**Cotton Arrivals in Key Centers:**

| Commodity | Kapas     |             | Arrivals (Quintal) |           | NA    |
|-----------|-----------|-------------|--------------------|-----------|-------|
| State     | Centre    | Variety     | 26-Aug-20          | 25-Aug-20 | -     |
| Gujarat   | Ahmedabad | Shankar-6   | 3400               | 5100      | -1700 |
|           | Gondal    | Shankar-6   | 288                | 96        | 192   |
|           | Rajkot    | B.T. Cotton | 1400               | 500       | 900   |
|           | Patan     | B.T. Cotton | NA                 | NA        | -     |
|           | Kadi      | B.T. Cotton | NA                 | NA        | -     |
|           | Deesa     | B.T. Cotton | NA                 | NA        | -     |
|           | Dhrol     | B.T. Cotton | NA                 | 5         | -     |



|                |                |               |                    |           |        |
|----------------|----------------|---------------|--------------------|-----------|--------|
| Haryana        | Bhiwani        | B.T. Cotton   | NA                 | NA        | -      |
|                | Bhiwani        | Desi          | NA                 | NA        | -      |
|                | Adampur        | B.T. Cotton   | NA                 | NA        | -      |
|                | Fatehabad      | B.T. Cotton   | NA                 | NA        | -      |
|                | 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 | NA                 | NA        | -      |
| Uttar Pradesh  | Hathras        | B.T. Cotton   | NA                 | NA        | -      |
|                | Hathras        | Desi          | NA                 | NA        | -      |
| Andhra Pradesh | Adoni          | Medium Staple | 1803               | 2851      | -1048  |
| Telangana      | Adilabad       | Un-Ginned     | NA                 | 0         | -      |
| Karnataka      | Bijapur        | Bunny         | 1372               | 1445      | -73    |
|                | Hubli          | D.C.H.        | NA                 | NA        | -      |
|                | Hubli          | B.T. Cotton   | NA                 | NA        | -      |
|                | Raichur        | H-44 Cotton   | 157                | 225       | -68    |
| Commodity      | Lint           |               | Arrivals (Quintal) |           | Change |
| State          | Centre         | Variety       | 26-Aug-20          | 25-Aug-20 |        |
| Punjab         | Bhatinda       | J-34          | NA                 | NA        | -      |
|                | Abohar         | J-34          | NA                 | NA        | -      |
|                | Mansa          | J-34          | NA                 | NA        | -      |
| Haryana        | Sirsa          | J-34          | NA                 | NA        | -      |
| Rajasthan      | Sri-Ganganagar | J-34          | NA                 | NA        | -      |

**Cotton Seed Oil Prices:**

| Commodity   | Cotton Seed Oil |             | Price     |           | Change |
|-------------|-----------------|-------------|-----------|-----------|--------|
| State       | Centre          | Unit        | 26-Aug-20 | 25-Aug-20 |        |
| Gujarat     | Rajkot          | Rs. /10 Kg. | 885       | 885       | Unch   |
| Delhi       | New Delhi       | Rs. /10 Kg. | 850       | 845       | 5      |
| Telangana   | Hyderabad       | Rs. /10 Kg. | 835       | 835       | Unch   |
| Maharashtra | Mumbai          | Rs. /10 Kg. | 905       | 895       | 10     |

**Cotton Seed Oil Seed Cake Prices:**

| Commodity | Cotton Seed Oil Seed Cake |      | Price     |           | Change |
|-----------|---------------------------|------|-----------|-----------|--------|
| State     | Centre                    | Unit | 26-Aug-20 | 25-Aug-20 |        |

|             |                 |         |      |      |     |
|-------------|-----------------|---------|------|------|-----|
| Gujarat     | Mahesana (Kadi) | Rs./Qtl | 2130 | 2140 | -10 |
| Maharashtra | Akola           | Rs./Qtl | 2082 | 2099 | -17 |

**Cotton Association of India Spot Rates:**

| Trade Name                      | Staple     | Micronaire | Strength/<br>GPT | Rs. Per<br>Candy | Rs. Per<br>Candy | Change |
|---------------------------------|------------|------------|------------------|------------------|------------------|--------|
|                                 |            |            |                  | 25-Aug-20        | 24-Aug-20        |        |
| Bengal Deshi (RG)/Assam Comilla | Below 22mm | 5.0 - 7.0  | 15               | 36700            | 36400            | 300    |
| Bengal Deshi (SG)               | Below 22mm | 5.0 - 7.0  | 15               | 37300            | 37000            | 300    |
| J-34                            | 27mm       | 3.5 - 4.9  | 23               | 35500            | 35100            | 400    |
| H-4/ MECH-1                     | 28mm       | 3.5 - 4.9  | 27               | 34900            | 34900            | Unch   |
| Shankar-6                       | 29mm       | 3.5 - 4.9  | 28               | 36000            | 36000            | Unch   |
| Bunny/ Brahma                   | 31mm       | 3.5 - 4.9  | 30               | 37500            | 37500            | Unch   |
| MCU-5/ Surabhi                  | 32mm       | 3.3 - 4.9  | 31               | 38100            | 38100            | Unch   |
| DCH-32                          | 34mm       | 3.0 - 3.8  | 33               | 53700            | 53700            | Unch   |

**INTERNATIONAL PRICES AND INDICES****China Cotton Index:**

| Index        | Unit    | 26-Aug-20 | 25-Aug-20 | Change |
|--------------|---------|-----------|-----------|--------|
| CCIndex(328) | RMB/Ton | 12651     | 12613     | 38     |
| CCIndex(527) | RMB/Ton | 11738     | 11713     | 25     |
| CCIndex(229) | RMB/Ton | 13040     | 12997     | 43     |

RMB -Renminbi, 1RMB =0.16 \$U.S.

**China Foreign Cotton (FCE) Index :**

| Index        | Unit     | 26-Aug-20 | 25-Aug-20 | Change |
|--------------|----------|-----------|-----------|--------|
| FC Index (S) | Cents/lb | 74.77     | 75.02     | -0.25  |
| FC Index (M) | Cents/lb | 71.61     | 71.86     | -0.25  |
| FC Index (L) | Cents/lb | 70.64     | 70.89     | -0.25  |

**Cotlook Index:**

| Cotlook Indices | Unit        | 25-Aug-20 | 24-Aug-20 | Change |
|-----------------|-------------|-----------|-----------|--------|
| A-Index         | Cents/Pound | 71.6      | 70.1      | 1.50   |

**USDA Cotton Spot Rates:**

| Growth Area | Unit      | Leaf 4 to<br>Staple 34 | Leaf 3 to<br>Staple 35 | Arrivals    |
|-------------|-----------|------------------------|------------------------|-------------|
|             |           | 25-Aug-20              | 25-Aug-20              | Bales       |
| Southeast   | cents/lb. | 61.48                  | 63.73                  | -           |
| North Delta | cents/lb. | 60.48                  | 62.73                  | -           |
| South Delta | cents/lb. | 60.48                  | 62.73                  | -           |
| East TX-OK  | cents/lb. | 59.48                  | 61.73                  | <b>4001</b> |
| West Texas  | cents/lb. | 59.48                  | 61.98                  | <b>1886</b> |
| Desert SW   | cents/lb. | 57.73                  | 61.73                  | -           |
| SJ Valley   | cents/lb. | 58.23                  | 67.13                  | -           |

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

**Pakistan Cotton Spot rates: As on 25-Aug-2020****(in Pakistan Rupees)**

| Product           | Rate for  | Ex-Gin Price | Up Country Sales | Spot Rate Karachi |
|-------------------|-----------|--------------|------------------|-------------------|
| <b>Cotton</b>     | 37.32 Kgs | 8550         | 180              | 8730              |
| <b>Equivalent</b> | 40 Kgs    | 9163         | 193              | 9356              |

**Daily Futures Price Listing Tue August 25, 2020**

| Most Recent Information        |        |       |       |       |       |        | Previous Day |          |        |
|--------------------------------|--------|-------|-------|-------|-------|--------|--------------|----------|--------|
| Mth                            | Date   | Open  | High  | Low   | Close | Change | Volume       | Open Int | Change |
| Cotton(ICE)                    |        |       |       |       |       |        |              |          |        |
| <a href="#">20-Oct</a>         | 200824 | 65.2  | 65.79 | 64.98 | 64.98 | -0.18  | 4            | 114      | -      |
| <a href="#">20-Dec</a>         | 200824 | 65.82 | 66.45 | 65.35 | 65.58 | -0.24  | 12,163       | 110,039  | -1,724 |
| <a href="#">21-Mar</a>         | 200824 | 66.68 | 67.22 | 66.2  | 66.42 | -0.21  | 2,575        | 47,316   | 685    |
| <a href="#">21-May</a>         | 200824 | 67.25 | 67.72 | 66.93 | 66.99 | -0.18  | 727          | 11,216   | 40     |
| <a href="#">21-Jul</a>         | 200824 | 67.54 | 67.97 | 67.26 | 67.29 | -0.11  | 355          | 8,255    | 24     |
| <a href="#">21-Oct</a>         | 200824 | 65.59 | 65.59 | 65.59 | 65.59 | 0.02   | -            | 2        | -      |
| Total Volume and Open Interest |        |       |       |       |       |        | 16,231       | 193,288  | -786   |

Source: MRCI



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