

Domestic Fundamentals:**Market Outlook:**

The cotton physical market showed a mixed trend across India today. MCX cotton spot price was lower at Rs.43,790/bale on Monday. ICE cotton futures closed red on Friday.

News: *Cotton Association of India has reduced its March estimate of the cotton crop for the 2021-22 season by 8 lakh bales to 335.13 lakh bales from its previous estimate of 343.13 lakh bales. The Association has attributed the reduction in crop estimate to the drop in production in states including Gujarat, Maharashtra, Madhya Pradesh, Telangana, Odisha, Karnataka and Andhra Pradesh.*

The total cotton supply between October 2021 to March 2022 remained at 343.68 lakh bales, which consists of the arrivals of 262.68 lakh bales, imports of 6 lakh bales during the month of March 2022 and Opening Stock of 75 lakh bales equivalent to 79.69 lakh running bales at the beginning of the season on 1st October 2021. Further, the CAI has estimated cotton consumption for the months of October to March 2022 at 175 lakh bales while export shipment of cotton during the months of October to March 2022 is estimated at 35 lakh bales. Stock at the end of March 2022 is estimated at 133.68 lakh bales.

Cotton prices had again increased in the local market this week. The raw cotton prices in Ahmedabad market have reached Rs. 13000 per quintal. The lower cotton production in India along with the US has resulted in price rise. There is a strong demand of cotton globally especially coming in from China supporting prices. Also, Strong demand continues from Pakistan, Bangladesh and Brazil as well.

All India daily arrivals decreasing fast and tight supply gave strong stand to the Indian market. Indian mills are struggling to get quality cotton. Also, disparity in yarn forced them to cut down production of yarn. Indian cotton Shanker-6 prices remained stable near Rs90,200 to 90,500 per candy.

Weather Forecast:

Heat wave conditions in isolated pockets over West Rajasthan, Madhya Pradesh, East Rajasthan, Haryana-Delhi, Punjab, and in isolated pockets over West Uttar Pradesh, Vidarbha and Jharkhand is expected. Thunderstorm accompanied with lightening very likely at isolated places over Jammu & Kashmir, Ladakh, Gilgit, Muzaffarabad, Himachal Pradesh, Uttarakhand, Kerala -Mahe. Heavy rainfall at isolated places very likely over Arunachal Pradesh, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura and Kerala & Mahe.

International Fundamentals:

The ICE cotton Futures was down by 249 points at 133.2 cents/lb. The Cotlook A index was at 153.95 cents/lb. The AWP for cotton was at 130.89 cents/lb.

According to the U.S. Crop progress report, as on 03rd April 2022, U.S cotton planting stands at 4 percent which 2 percent lower from previous season of 6 percent. U.S. cotton planting is also lower from past 5 years average of 6 percent.

According to International Cotton Advisory Committee Report, Global Consumption for the 2021-22 season is expected to be at 26.16 million tonnes whereas production is expected to slightly fall to 26.43 million tonnes. Global cotton supply is at 57.129 million tonnes while the global demand is at 57.133 million tonnes. The current price forecast of the average A index for the 2021-22 ranges from 106 cents to 126 cents, with a midpoint at 113 cents per pound.

DOMESTIC PRICES AND ARRIVALSCotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	11-Apr-22	9-Apr-22	
Gujarat	Ahmedabad	Shankar-6	12500	13000	-500
	Gondal	Shankar-6	13005	13005	Unch
	Rajkot	B.T. Cotton	12720	12550	170
	Patan	B.T. Cotton	11750	12120	-370
	Kadi	B.T. Cotton	12000	12000	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	11615	11180	435
Haryana	Bhiwani	B.T. Cotton	NR	11500	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	11000	10500	500
	Fatehabad	B.T. Cotton	10800	10600	200
	Jind	B.T. Cotton	11000	10500	500
	Uchana	B.T. Cotton	10000	11300	-1300
	Dabwali	B.T. Cotton	11400	11400	Unch
Rajasthan	Hanumangarh	B.T. Cotton	NA	NA	-
	Rawatsar	B.T. Cotton	11600	11500	100
Madhya Pradesh	Khandwa	Mech-1	NA	NA	-
	Khargaon	Mech-1	NA	NA	-
Maharashtra	Amravati	Mech-1	12000	11500	500
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	12421	NA	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	11500	11500	Unch
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	11-Apr-22	9-Apr-22	
Punjab	Bhatinda	J-34	9450	9400	50
	Abohar	J-34	9500	9500	Unch
	Mansa	J-34	NA	9500	-
Haryana	Sirsa	J-34	9200	9200	Unch
Rajasthan	Sri-Ganganagar	J-34	8883	NR	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	11-Apr-22	9-Apr-22	

Gujarat	Ahmedabad	Shankar-6	20400	22100	-1700
	Gondal	Shankar-6	2983	2794	189
	Rajkot	B.T. Cotton	3400	3000	400
	Patan	B.T. Cotton	4260	4704	-444
	Kadi	B.T. Cotton	5000	5000	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	107	97	10
Haryana	Bhiwani	B.T. Cotton	NR	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	1700	1700	Unch
	Fatehabad	B.T. Cotton	200	300	-100
	Jind	B.T. Cotton	340	595	-255
	Uchana	B.T. Cotton	250	500	-250
	Dabwali	B.T. Cotton	300	400	-100
Rajasthan	Hanumangarh	B.T. Cotton	NA	NA	-
	Rawatsar	B.T. Cotton	500	500	Unch
Madhya Pradesh	Khandwa	Mech-1	NA	NA	-
	Khargaon	Mech-1	NA	NA	-
Maharashtra	Amravati	Mech-1	12000	15000	-3000
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	1284	NA	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	5	10	-5
Commodity		Lint	Arrivals (Quintal)		Change
State	Centre	Variety	11-Apr-22	9-Apr-22	
Punjab	Bhatinda	J-34	1360	1360	Unch
	Abohar	J-34	340	255	85
	Mansa	J-34	NA	85	-
Haryana	Sirsa	J-34	680	850	-170
Rajasthan	Sri-Ganganagar	J-34	50	NR	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	11-Apr-22	9-Apr-22	
Gujarat	Rajkot	Rs. /10 Kg.	1590	1560	30
Delhi	New Delhi	Rs. /10 Kg.	1500	1500	Unch
Telangana	Hyderabad	Rs. /10 Kg.	1600	1570	30
Maharashtra	Mumbai	Rs. /10 Kg.	1590	1570	20

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price	Change
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State	Centre	Unit	11-Apr-22	9-Apr-22	
Gujarat	Mahesana (Kadi)	Rs./Qtl	3115	3192	-77
Maharashtra	Akola	Rs./Qtl	3251	3287	-36

INTERNATIONAL PRICES AND INDICES

China Cotton Index:

Index	Unit	8-Apr-22	7-Apr-22	Change
CCIndex(328)	RMB/Ton	22751	22814	-63
CCIndex(527)	RMB/Ton	20938	20980	-42
CCIndex(229)	RMB/Ton	23151	23196	-45
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	8-Apr-22	7-Apr-22	Change
FC Index (S)	Cents/lb	151.72	154.07	-2.35
FC Index (M)	Cents/lb	150.16	152.5	-2.34
FC Index (L)	Cents/lb	148.62	150.96	-2.34

Cotlook Index:

Cotlook Indices	Unit	8-Apr-22	7-Apr-22	Change
A-Index	Cents/Pound	150.05	152.3	-2.25

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		8-Apr-22	7-Apr-22	Bales
Southeast	cents/lb.	133.41	136.45	-
North Delta	cents/lb.	132.41	135.45	-
South Delta	cents/lb.	132.41	135.45	-
East TX-OK	cents/lb.	125.91	128.95	-
West Texas	cents/lb.	125.91	128.2	-
Desert SW	cents/lb.	125.66	128.7	-
SJ Valley	cents/lb.	126.16	135.85	-

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 09-Apr-2022				(in Pakistan Rupees)
Product	Rate for	Ex-Gin Price	Up Country Sales	Spot Rate Karachi
Cotton	37.32Kgs	20200	180	20680
Equivalent	40 Kgs	21648	193	22163

Daily Futures Price Listing Friday, Apr 08 th , 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Cotton(ICE)									
May-22	220408	133.40	134.59	132.30	132.41	-0.79	22,044	67,787	-5,473
Jul-22	220408	131.67	132.94	130.81	131.06	-0.34	15,800	74,191	+3,537
Oct-22	220408	120.73	120.98	120.73	120.98	+0.44	0	45	+0
Dec-22	220408	114.67	115.98	114.60	115.48	+0.79	5,244	65,990	-41
Mar-23	220408	109.98	111.75	109.83	111.38	+1.47	456	9,665	+84
May-23	220408	105.76	107.50	105.76	107.21	+1.68	40	2,556	+6
Total Volume and Open Interest							43,849	231,581	-1,683

Source: MRCI

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