

Domestic Fundamentals:**Market Outlook:**

The cotton physical market showed a mixed trend across India today. MCX cotton spot price was higher at Rs.43,990/bale on Tuesday. ICE cotton futures closed green on Monday.

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, Uttar Pradesh, Jharkhand, is expected. Thunderstorm accompanied with lightening very likely at isolated places over Sub- Himalayana West Bengal, & Sikkim, Punjab, Haryana, Chandigarh, Delhi, Assam & Meghalaya, Nagaland, Mizoram & Manipur, Tripura, Kerala & Mahe, and with lightening at isolated places over Jammu Division, Himachal Pradesh, Uttarakhand, Odisha, Arunachal Pradesh, Tamil Nadu, Pondicherry, & Karikal. Heavy rainfall at isolated places very likely over Assam & Meghalaya, Sub- Himalayana West Bengal, Sikkim, Arunachal Pradesh, Nagaland, Manipur, and Kerala & Mahe.

International Fundamentals:

The ICE cotton Futures was higher by 288 points at 135.29 cents/lb. The Cotlook A index was at 150.05 cents/lb. The AWP for cotton was at 103.42 cents/lb.

According to the U.S. Crop progress report, as on 11th April 2022, U.S cotton planting stands at 7 percent which 1 percent lower from previous season of 8 percent. U.S. cotton planting was same as past 5 years average of 7 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 ARRIVALS

Cotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	12-Apr-22	11-Apr-22	
Gujarat	Ahmedabad	Shankar-6	12500	12500	Unch
	Gondal	Shankar-6	12755	13005	-250
	Rajkot	B.T. Cotton	12550	12720	-170
	Patan	B.T. Cotton	11745	11750	-5
	Kadi	B.T. Cotton	12500	12000	500
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	11275	11615	-340
Haryana	Bhiwani	B.T. Cotton	NA	NR	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	11000	11000	Unch
	Fatehabad	B.T. Cotton	11200	10800	400
	Jind	B.T. Cotton	10200	11000	-800
	Uchana	B.T. Cotton	9600	10000	-400
	Dabwali	B.T. Cotton	11400	11400	Unch
Rajasthan	Hanumangarh	B.T. Cotton	NA	NA	-
	Rawatsar	B.T. Cotton	NA	11600	-
Madhya Pradesh	Khandwa	Mech-1	NA	NA	-
	Khargaon	Mech-1	NA	NA	-
Maharashtra	Amravati	Mech-1	11800	12000	-200
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	10500	NA	-
Karnataka	Bijapur	Bunny	12431	12421	10
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NR	11500	-
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	12-Apr-22	11-Apr-22	
Punjab	Bhatinda	J-34	9500	9450	50
	Abohar	J-34	9560	9500	60
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	9250	9200	50
Rajasthan	Sri-Ganganagar	J-34	8930	8883	47

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	12-Apr-22	11-Apr-22	

Gujarat	Ahmedabad	Shankar-6	18700	20400	-1700
	Gondal	Shankar-6	2895	2983	-88
	Rajkot	B.T. Cotton	3200	3400	-200
	Patan	B.T. Cotton	5841	4260	1581
	Kadi	B.T. Cotton	3000	5000	-2000
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	107	107	Unch
Haryana	Bhiwani	B.T. Cotton	NA	NR	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	1700	1700	Unch
	Fatehabad	B.T. Cotton	150	200	-50
	Jind	B.T. Cotton	850	340	510
	Uchana	B.T. Cotton	400	250	150
	Dabwali	B.T. Cotton	400	300	100
Rajasthan	Hanumangarh	B.T. Cotton	NA	NA	-
	Rawatsar	B.T. Cotton	NA	500	-
Madhya Pradesh	Khandwa	Mech-1	NA	NA	-
	Khargaon	Mech-1	NA	NA	-
Maharashtra	Amravati	Mech-1	12000	12000	Unch
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	2331	NA	-
Karnataka	Bijapur	Bunny	873	1284	-411
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NR	5	-
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	12-Apr-22	11-Apr-22	
Punjab	Bhatinda	J-34	1700	1360	340
	Abohar	J-34	255	340	-85
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	510	680	-170
Rajasthan	Sri-Ganganagar	J-34	NA	50	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	12-Apr-22	11-Apr-22	
Gujarat	Rajkot	Rs. /10 Kg.	1570	1590	-20
Delhi	New Delhi	Rs. /10 Kg.	1510	1500	10
Telangana	Hyderabad	Rs. /10 Kg.	1530	1600	-70
Maharashtra	Mumbai	Rs. /10 Kg.	1590	1590	Unch

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake	Price	Change
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State	Centre	Unit	12-Apr-22	11-Apr-22	
Gujarat	Mahesana (Kadi)	Rs./Qtl	3126	3115	11
Maharashtra	Akola	Rs./Qtl	3229	3251	-22

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 Monday, Apr 09 th , 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Cotton(ICE)									
May-22	220411	132.46	136.27	131.58	135.29	+2.88	26,169	58,156	-9,631
Jul-22	220411	131.13	134.32	130.25	133.45	+2.39	21,636	77,858	+3,667
Oct-22	220411	122.89	122.89	122.89	122.89	+1.91	0	45	+0
Dec-22	220411	115.48	118.29	115.20	115.20	+2.14	8,890	67,886	+1,896
Mar-23	220411	111.40	113.68	111.12	111.12	+2.04	1,550	9,989	+324
May-23	220411	107.20	109.19	107.00	109.06	+1.85	450	2,598	+42
Total Volume and Open Interest							59,478	228,326	-3,255

Source: MRCI

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