

Domestic Fundamentals:**Market Outlook:**

The cotton physical market showed a mixed trend across India today. MCX cotton spot price was higher at Rs.44,410/bale on Wednesday. ICE cotton futures closed green on Tuesday.

News: *Punjab is likely to increase the area under cotton cultivation by 26 percent to 4 lakh hectares in 2022-23 season, despite the dismay period last year when cotton crop was damaged due to pink bollworm attack. In the 2021-22 season cotton was sown on over 3.35 lakh hectares. Agriwatch expects area under cotton cultivation to increase by 12-15 percent in the 2022-23 season.*

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.

Weather Forecast:

Heat wave conditions in isolated pockets over Rajasthan, Jharkhand, and Bihar is expected. Thunderstorm accompanied with lightening winds & hail is very likely at isolated places over Sub- Himalayana West Bengal, & Sikkim, and with lightening at isolated places over Odisha, and Assam & Meghalaya, and with lightening at isolated places over Telangana, Kerala & Mahe, and with lightening at isolated places over Uttarakhand, Gangetic West Bengal, Chhattisgarh, and Tamil Nadu Pondicherry, & Karikal. Heavy rainfall at isolated places very likely over Assam & Meghalaya, Arunachal Pradesh, and Kerala & Mahe.

International Fundamentals:

The ICE cotton Futures was higher by 322 points at 138.51 cents/lb. The Cotlook A index was at 149.40 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 ARRIVALSCotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	13-Apr-22	12-Apr-22	
Gujarat	Ahmedabad	Shankar-6	12500	12500	Unch
	Gondal	Shankar-6	12955	12755	200
	Rajkot	B.T. Cotton	12450	12550	-100
	Patan	B.T. Cotton	11740	11745	-5
	Kadi	B.T. Cotton	12500	12500	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	11410	11275	135
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	11600	11000	600
	Fatehabad	B.T. Cotton	11000	11200	-200
	Jind	B.T. Cotton	10000	10200	-200
	Uchana	B.T. Cotton	9600	9600	Unch
	Dabwali	B.T. Cotton	11450	11400	50
Rajasthan	Hanumangarh	B.T. Cotton	NA	NA	-
	Rawatsar	B.T. Cotton	11250	NA	-
Madhya Pradesh	Khandwa	Mech-1	NA	NA	-
	Khargaon	Mech-1	NA	NA	-
Maharashtra	Amravati	Mech-1	11500	11800	-300
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	10500	10500	Unch
Karnataka	Bijapur	Bunny	12441	12431	10
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	11200	11500	-300
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	13-Apr-22	12-Apr-22	
Punjab	Bhatinda	J-34	9650	9500	150
	Abohar	J-34	9700	9560	140
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	9400	9250	150
Rajasthan	Sri-Ganganagar	J-34	8977	8930	47

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	13-Apr-22	12-Apr-22	

Gujarat	Ahmedabad	Shankar-6	20400	18700	1700
	Gondal	Shankar-6	2735	2895	-160
	Rajkot	B.T. Cotton	3150	3200	-50
	Patan	B.T. Cotton	4945	5841	-896
	Kadi	B.T. Cotton	3000	3000	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	152	107	45
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	1190	1700	-510
	Fatehabad	B.T. Cotton	150	150	Unch
	Jind	B.T. Cotton	935	850	85
	Uchana	B.T. Cotton	500	400	100
	Dabwali	B.T. Cotton	700	400	300
Rajasthan	Hanumangarh	B.T. Cotton	NA	NA	-
	Rawatsar	B.T. Cotton	2000	NA	-
Madhya Pradesh	Khandwa	Mech-1	NA	NA	-
	Khargaon	Mech-1	NA	NA	-
Maharashtra	Amravati	Mech-1	15000	12000	3000
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	1069.5	2331	-1261.5
Karnataka	Bijapur	Bunny	793	873	-80
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	5	4	1
Commodity		Lint	Arrivals (Quintal)		Change
State	Centre	Variety	13-Apr-22	12-Apr-22	
Punjab	Bhatinda	J-34	1700	1700	Unch
	Abohar	J-34	255	255	Unch
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	510	510	Unch
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	13-Apr-22	12-Apr-22	
Gujarat	Rajkot	Rs. /10 Kg.	1580	1570	10
Delhi	New Delhi	Rs. /10 Kg.	1520	1510	10
Telangana	Hyderabad	Rs. /10 Kg.	1540	1530	10
Maharashtra	Mumbai	Rs. /10 Kg.	1590	1590	Unch

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	13-Apr-22	12-Apr-22	
Gujarat	Mahesana (Kadi)	Rs./Qtl	3120	3126	-6
Maharashtra	Akola	Rs./Qtl	3241	3229	12

INTERNATIONAL PRICES AND INDICES

China Cotton Index:

Index	Unit	11-Apr-22	8-Apr-22	Change
CCIndex(328)	RMB/Ton	22738	22751	-13
CCIndex(527)	RMB/Ton	20918	20938	-20
CCIndex(229)	RMB/Ton	23155	23151	4

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	12-Apr-22	8-Apr-22	Change
A-Index	Cents/Pound	151.9	150.05	1.85

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		12-Apr-22	11-Apr-22	Bales
Southeast	cents/lb.	139.51	138.54	#N/A
North Delta	cents/lb.	138.51	137.54	#N/A
South Delta	cents/lb.	138.51	137.54	#N/A
East TX-OK	cents/lb.	132.01	131.04	#N/A
West Texas	cents/lb.	132.01	130.29	#N/A
Desert SW	cents/lb.	131.76	130.79	#N/A
SJ Valley	cents/lb.	132.26	137.94	#N/A

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 12-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 Tuesday, Apr 12 th , 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Cotton(ICE)									
May-22	220412	135.24	139.25	135.18	138.51	+3.22	25,578	46,011	-12,145
Jul-22	220412	133.48	137.95	133.45	137.45	+4.00	23,558	80,805	+2,947
Oct-22	220412	124.50	125.83	124.50	125.83	+2.94	2	44	-1
Dec-22	220412	117.50	120.29	117.50	120.03	+2.41	8,898	68,399	+513
Mar-23	220412	113.96	115.86	113.89	115.74	+2.32	2,575	11,147	+1,158
May-23	220412	109.74	109.74	109.70	111.26	+2.20	308	2,637	+39
Total Volume and Open Interest							61,560	221,122	-7,204

Source: MRCI

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness, and correctness. The use of data and information contained in this report is at your own risk. This document is not, and should not be construed as an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed, or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors, and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at © 2022 Indian Agribusiness Systems Ltd.