

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

*The cotton physical market showed a mixed trend across India today. MCX cotton spot price was higher at Rs.44,620/bale on Thursday. ICE cotton futures closed green on Wednesday.*

**News:** *The Indian government on 13<sup>th</sup> April 2022 has removed the Agriculture Infrastructure and Development Cess (5 percent) and basic custom duty (5 percent) on the imports of cotton. The government has allowed duty free imports of cotton until 30<sup>th</sup> September 2022 as prices in the local market has increased because of lower production in 2021-22 season. Further, duty free imports will help textile mills to import cotton from Australia, Brazil, African countries and United States. Agriwatch expects prices to come down slightly in the short term.*

*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 1<sup>st</sup> 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.*

**Weather Forecast:**

*Heat wave conditions in isolated pockets over West Rajasthan, Punjab, Haryana, Delhi, East Rajasthan, Madhya Pradesh, Jharkhand, and Gujarat State is expected. Thunderstorm accompanied with lightening winds & hail is very likely at isolated places over Assam & Meghaya, and with lightening at isolated places over Kerala & Mahe, and with lightening at isolated places over Gangetic West Bengal, Chhattisgarh, Odisha, Nagaland, Mizoram, Manipur, Tripura, Coastal Andhra Pradesh, Yanam, Telangana, and Tamil Nadu Pondicherry, & Karikal. Heavy rainfall at isolated places very likely over Assam & Meghalaya, and Arunachal Pradesh.*

**International Fundamentals:**

*The ICE cotton Futures was higher by 426 points at 142.77 cents/lb. The Cotlook A index was at 151.90 cents/lb. The AWP for cotton was at 103.42 cents/lb.*

*According to the U.S. Crop progress report, as on 11<sup>th</sup> 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 USDA WASDE Report, the 2021-22 cotton production is estimated 340,000 bales higher, with increases for Pakistan and Greece. A 500,000-bale decline in China's expected consumption resulted in a similar decline in the global estimate, which now stands at 124.1 million bales. World trade is projected about 450,000 bales lower this month, with exports projected lower for India, Brazil, and Malaysia.*

**DOMESTIC PRICES AND ARRIVALS**

**Cotton Prices at Key Spot Markets:**

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	14-Apr-22	13-Apr-22	
Gujarat	Ahmedabad	Shankar-6	12500	12500	Unch
	Gondal	Shankar-6	12955	12955	Unch
	Rajkot	B.T. Cotton	12275	12450	-175
	Patan	B.T. Cotton	Closed	11740	-
	Kadi	B.T. Cotton	12500	12500	Unch
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	11190	11410	-220
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	12000	11600	400
	Fatehabad	B.T. Cotton	11500	11000	500
	Jind	B.T. Cotton	10500	10000	500
	Uchana	B.T. Cotton	9800	9600	200
	Dabwali	B.T. Cotton	11400	11450	-50
Rajasthan	Hanumangarh	B.T. Cotton	NA	NA	-
	Rawatsar	B.T. Cotton	12000	11250	750
Madhya Pradesh	Khandwa	Mech-1	NA	NA	-
	Khargaon	Mech-1	NA	NA	-
Maharashtra	Amravati	Mech-1	Closed	11500	-
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	10500	-
Karnataka	Bijapur	Bunny	NA	12441	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NR	11200	-
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	14-Apr-22	13-Apr-22	
Punjab	Bhatinda	J-34	9700	9650	50
	Abohar	J-34	9850	9700	150
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	9550	9400	150
Rajasthan	Sri-Ganganagar	J-34	8977	8977	Unch

**Cotton Arrivals in Key Centers:**

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	14-Apr-22	13-Apr-22	

<b>Gujarat</b>	Ahmedabad	Shankar-6	20400	20400	<b>Unch</b>
	Gondal	Shankar-6	3106	2735	<b>371</b>
	Rajkot	B.T. Cotton	3145	3150	<b>-5</b>
	Patan	B.T. Cotton	Closed	4945	<b>-</b>
	Kadi	B.T. Cotton	4000	3000	<b>1000</b>
	Deesa	B.T. Cotton	NA	NA	<b>-</b>
	Dhrol	B.T. Cotton	79	152	<b>-73</b>
<b>Haryana</b>	Bhiwani	B.T. Cotton	NA	NA	<b>-</b>
	Bhiwani	Desi	NA	NA	<b>-</b>
	Adampur	B.T. Cotton	850	1190	<b>-340</b>
	Fatehabad	B.T. Cotton	125	150	<b>-25</b>
	Jind	B.T. Cotton	510	935	<b>-425</b>
	Uchana	B.T. Cotton	300	500	<b>-200</b>
	Dabwali	B.T. Cotton	500	700	<b>-200</b>
<b>Rajasthan</b>	Hanumangarh	B.T. Cotton	NA	NA	<b>-</b>
	Rawatsar	B.T. Cotton	200	2000	<b>-1800</b>
<b>Madhya Pradesh</b>	Khandwa	Mech-1	NA	NA	<b>-</b>
	Khargaon	Mech-1	NA	NA	<b>-</b>
<b>Maharashtra</b>	Amravati	Mech-1	Closed	15000	<b>-</b>
	Jamner	Medium Staple	NA	NA	<b>-</b>
<b>Uttar Pradesh</b>	Hathras	B.T. Cotton	NA	NA	<b>-</b>
	Hathras	Desi	NA	NA	<b>-</b>
<b>Telangana</b>	Adilabad	Un-Ginned	NA	1069.5	<b>-</b>
<b>Karnataka</b>	Bijapur	Bunny	NA	793	<b>-</b>
	Hubli	D.C.H.	NA	NA	<b>-</b>
	Hubli	B.T. Cotton	NA	NA	<b>-</b>
	Raichur	H-44 Cotton	NR	5	<b>-</b>
<b>Commodity</b>	<b>Lint</b>		<b>Arrivals (Quintal)</b>		<b>Change</b>
<b>State</b>	<b>Centre</b>	<b>Variety</b>	<b>14-Apr-22</b>	<b>13-Apr-22</b>	
<b>Punjab</b>	Bhatinda	J-34	1700	1700	<b>Unch</b>
	Abohar	J-34	255	255	<b>Unch</b>
	Mansa	J-34	NA	NA	<b>-</b>
<b>Haryana</b>	Sirsa	J-34	1020	510	<b>510</b>
<b>Rajasthan</b>	Sri-Ganganagar	J-34	NA	NA	<b>-</b>

**Cotton Seed Oil Prices:**

Commodity	Cotton Seed Oil		Price		Change
	State	Centre	Unit	14-Apr-22	
<b>Gujarat</b>	Rajkot	Rs. /10 Kg.	1580	1580	<b>Unch</b>
<b>Delhi</b>	New Delhi	Rs. /10 Kg.	1520	1520	<b>Unch</b>
<b>Telangana</b>	Hyderabad	Rs. /10 Kg.	1540	1540	<b>Unch</b>
<b>Maharashtra</b>	Mumbai	Rs. /10 Kg.	1590	1590	<b>Unch</b>

**Cotton Seed Oil Seed Cake Prices:**

Commodity	Cotton Seed Oil Seed Cake	Price	Change
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State	Centre	Unit	14-Apr-22	13-Apr-22	
Gujarat	Mahesana (Kadi)	Rs./Qtl	Closed	3120	-
Maharashtra	Akola	Rs./Qtl	Closed	3241	-

### INTERNATIONAL PRICES AND INDICES

#### China Cotton Index:

Index	Unit	13-Apr-22	12-Apr-22	Change
CCIndex(328)	RMB/Ton	22715	22732	-17
CCIndex(527)	RMB/Ton	20904	20911	-7
CCIndex(229)	RMB/Ton	23153	23162	-9

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

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

Index	Unit	13-Apr-22	12-Apr-22	Change
FC Index (S)	Cents/lb	157.09	150.99	6.10
FC Index (M)	Cents/lb	155.5	149.41	6.09
FC Index (L)	Cents/lb	153.97	147.87	6.10

#### Cotlook Index:

Cotlook Indices	Unit	13-Apr-22	12-Apr-22	Change
A-Index	Cents/Pound	155.9	151.9	4.00

#### USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		13-Apr-22	12-Apr-22	Bales
Southeast	cents/lb.	143.77	141.76	#N/A
North Delta	cents/lb.	142.77	140.76	#N/A
South Delta	cents/lb.	142.77	140.76	#N/A
East TX-OK	cents/lb.	136.27	134.26	#N/A
West Texas	cents/lb.	136.27	133.51	#N/A
Desert SW	cents/lb.	136.02	134.01	#N/A
SJ Valley	cents/lb.	136.52	141.16	#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 13-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 Wednesday, Apr 13 <sup>th</sup> , 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
<b>Cotton(ICE)</b>									
<a href="#">May-22</a>	220413	138.83	143.38	137.49	142.77	+4.26	22,597	36,774	-9,237
<a href="#">Jul-22</a>	220413	137.45	142.17	136.26	141.51	+4.06	26,641	86,517	+5,712
<a href="#">Oct-22</a>	220413	126.00	128.18	124.91	128.18	+2.35	0	44	+0
<a href="#">Dec-22</a>	220413	119.90	122.40	118.78	122.18	+2.15	8,316	70,101	+1,702
<a href="#">Mar-23</a>	220413	115.50	118.18	114.17	117.93	+2.19	971	11,404	+257
<a href="#">May-23</a>	220413	110.76	113.54	109.72	113.54	+2.28	428	2,857	+220
Total Volume and Open Interest							59,450	220,016	-1,106

Source: MRCI

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