

Domestic Fundamentals:**Market Outlook:**

The cotton physical market showed a mixed trend across India today. MCX cotton spot price was stable at Rs.45,140/bale on Tuesday. ICE cotton futures closed green on Monday.

News: *According to the Confederation of Indian Textile Industry, cotton yarn prices are expected to come down in the coming weeks. The cotton prices are at Rs.96000 per candy which had reduced by Rs. 1,000- 2,000 a candy in past few days. The textile industry expects that as soon as the cotton prices reduced further, yarn prices are also expected to come down slightly.*

The Indian government on 13th 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 30th 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.

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.

Weather Forecast:

Heat wave conditions in isolated pockets over Jharkhand is expected. Thunderstorm accompanied with lightening winds & hail is very likely at isolated places over Uttarakhand, and with lightening at isolated places over Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, Gangetic West Bengal with lightening & hail at isolated places over Punjab, Haryana, Chandigarh, Delhi, West Madhya Pradesh, Gujarat State, Jharkhand, Telangana, and with lightening at isolated places over Jammu & Kashmir, Ladakh, Gilgit Baltistan, Muzaffarabad, Himachal Pradesh, south Chhattisgarh, Bihar, Karnataka, Coastal Andhra Pradesh, Rayaalseema, Kerala & Mahe. Heavy rainfall at isolated places very likely over Assam & Meghalaya.

International Fundamentals:

The ICE cotton Futures was higher by 276 points at 144.74 cents/lb. The Cotlook A index was at 159.90 cents/lb. The AWP for cotton was at 131.10 cents/lb.

According to the U.S. Crop progress report, as on 18th April 2022, U.S cotton planting stands at 10 percent which 1 percent lower from previous season of 11 percent. U.S. cotton planting was higher from past 5 years average of 9 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	19-Apr-22	18-Apr-22	
Gujarat	Ahmedabad	Shankar-6	12500	12500	Unch
	Gondal	Shankar-6	13105	12905	200
	Rajkot	B.T. Cotton	12780	NR	-
	Patan	B.T. Cotton	11510	12145	-635
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	11000	10900	100
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	12000	12000	Unch
	Fatehabad	B.T. Cotton	11000	11000	Unch
	Jind	B.T. Cotton	NA	10400	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	NA	11575	-
Rajasthan	Hanumangarh	B.T. Cotton	NA	NA	-
	Rawatsar	B.T. Cotton	11600	12000	-400
Madhya Pradesh	Khandwa	Mech-1	0	NA	-
	Khargaon	Mech-1	0	NA	-
Maharashtra	Amravati	Mech-1	12300	12200	100
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	0	NA	-
	Hathras	Desi	0	NA	-
Telangana	Adilabad	Un-Ginned	10500	NA	-
Karnataka	Bijapur	Bunny	12519	12549	-30
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	10200	10200	Unch
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	19-Apr-22	18-Apr-22	
Punjab	Bhatinda	J-34	9850	9850	Unch
	Abohar	J-34	9850	9850	Unch
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	9500	9500	Unch
Rajasthan	Sri-Ganganagar	J-34	8977	8930	47

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	19-Apr-22	18-Apr-22	
Gujarat	Ahmedabad	Shankar-6	17000	20400	-3400

	Gondal	Shankar-6	3715	3323	392
	Rajkot	B.T. Cotton	2325	NR	-
	Patan	B.T. Cotton	3880	3167	713
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	32	53	-21
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	1020	850	170
	Fatehabad	B.T. Cotton	60	50	10
	Jind	B.T. Cotton	NA	340	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	NA	150	-
Rajasthan	Hanumangarh	B.T. Cotton	NA	NA	-
	Rawatsar	B.T. Cotton	200	200	Unch
Madhya Pradesh	Khandwa	Mech-1	0	NA	-
	Khargaon	Mech-1	0	NA	-
Maharashtra	Amravati	Mech-1	15000	16000	-1000
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	0	NA	-
	Hathras	Desi	0	NA	-
Telangana	Adilabad	Un-Ginned	205.5	NA	-
Karnataka	Bijapur	Bunny	985	1356	-371
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	5	8	-3
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	19-Apr-22	18-Apr-22	
Punjab	Bhatinda	J-34	170	170	Unch
	Abohar	J-34	136	85	51
	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	19-Apr-22	18-Apr-22	
Gujarat	Rajkot	Rs. /10 Kg.	1600	1600	Unch
Delhi	New Delhi	Rs. /10 Kg.	1520	1520	Unch
Telangana	Hyderabad	Rs. /10 Kg.	1590	1590	Unch
Maharashtra	Mumbai	Rs. /10 Kg.	1625	1620	5

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	19-Apr-22	18-Apr-22	

Gujarat	Mahesana (Kadi)	Rs./Qtl	3132	3153	-21
Maharashtra	Akola	Rs./Qtl	3250	3247	3

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

Index	Unit	18-Apr-22	15-Apr-22	Change
CCIndex(328)	RMB/Ton	22562	22554	8
CCIndex(527)	RMB/Ton	20814	20823	-9
CCIndex(229)	RMB/Ton	23052	23042	10

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

China Foreign Cotton (FCE) Index :

Index	Unit	18-Apr-22	15-Apr-22	Change
FC Index (S)	Cents/lb	159.95	159.95	Unch
FC Index (M)	Cents/lb	158.33	158.33	Unch
FC Index (L)	Cents/lb	156.79	156.79	Unch

Cotlook Index:

Cotlook Indices	Unit	14-Apr-22	13-Apr-22	Change
A-Index	Cents/Pound	159.9	155.9	4.00

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		14-Apr-22	13-Apr-22	Bales
Southeast	cents/lb.	141.98	146.02	-
North Delta	cents/lb.	140.98	145.02	-
South Delta	cents/lb.	140.98	145.02	-
East TX-OK	cents/lb.	134.48	138.52	-
West Texas	cents/lb.	134.48	137.77	-
Desert SW	cents/lb.	134.23	138.27	-
SJ Valley	cents/lb.	134.73	145.42	-

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 18-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 18th, 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Cotton(ICE)									
May-22	220418	142.00	145.34	144.74	144.74	+2.76	18,906	25,027	-4,835
Jul-22	220418	141.31	144.00	141.31	143.25	+2.54	25,980	96,416	+3,976
Oct-22	220418	129.63	129.63	128.87	129.46	+1.27	8	40	-6
Dec-22	220418	122.51	124.24	122.05	123.47	+0.99	8,974	72,859	+1,399
Mar-23	220418	119.50	119.50	117.25	118.67	+0.78	1,696	11,886	+201
May-23	220418	114.29	114.52	112.60	113.97	+0.57	626	3,011	+117
Total Volume and Open Interest							57,095	222,080	+1,174

Source: MRCI

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