

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

*The cotton physical market showed a mixed trend across India today. MCX cotton spot price was stable at Rs.45,220/bale on Wednesday. ICE cotton futures closed red on Tuesday.*

**News:** *Cotton sowing in Punjab has begun for the 2022-23 season. Till 19<sup>th</sup> April 2022, cotton was sown on around 2,500 hectares in Punjab. During the ongoing 2021-22 season cotton was sown on over 3.03 lakh hectares in Punjab. Agriwatch expects area under cotton cultivation to increase in Punjab by around 1-2 percent in the 2022-23 season.*

*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 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.*

*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:**

*Thunderstorm accompanied with lightening winds & hail is very likely at isolated places over Uttarakhand, and with lightening at isolated places over Punjab, Haryana, Chandigarh, Delhi, West Madhya Pradesh, Odisha, and with lightening at isolated places over West Madhya Pradesh, Vidarbha, Chhattisgarh, Jharkhand, Gangetic West Bengal, Gujarat State, Telangana, Assam & Meghalaya and with lightening at isolated places over Jammu & Kashmir, Ladakh, Gilgit Baltistan, Muzaffarabad, Himachal Pradesh, Konkan & Goa, Maharashtra, Marathawada, Bihar, Kerala & Mahe. Heavy rainfall at isolated places very likely over Assam & Meghalaya.*

**International Fundamentals:**

*The ICE cotton Futures was lower by 506 points at 139.68 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 18<sup>th</sup> 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 ARRIVALSCotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	20-Apr-22	19-Apr-22	
Gujarat	Ahmedabad	Shankar-6	12500	12500	Unch
	Gondal	Shankar-6	12855	13105	-250
	Rajkot	B.T. Cotton	12455	12780	-325
	Patan	B.T. Cotton	11825	11510	315
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	NA	11000	-
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	11600	12000	-400
	Fatehabad	B.T. Cotton	10800	11000	-200
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	NA	NA	-
Rajasthan	Hanumangarh	B.T. Cotton	NA	NA	-
	Rawatsar	B.T. Cotton	11600	11600	Unch
Madhya Pradesh	Khandwa	Mech-1	0	NA	-
	Khargaon	Mech-1	0	NA	-
Maharashtra	Amravati	Mech-1	12000	12300	-300
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	0	NA	-
	Hathras	Desi	0	NA	-
Telangana	Adilabad	Un-Ginned	NA	10500	-
Karnataka	Bijapur	Bunny	12529	12519	10
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	10300	10200	100
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	20-Apr-22	19-Apr-22	
Punjab	Bhatinda	J-34	9700	9850	-150
	Abohar	J-34	9750	9850	-100
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	9400	9500	-100
Rajasthan	Sri-Ganganagar	J-34	8977	8977	Unch

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	20-Apr-22	19-Apr-22	

Gujarat	Ahmedabad	Shankar-6	17000	17000	Unch
	Gondal	Shankar-6	3709	3715	-6
	Rajkot	B.T. Cotton	2710	2325	385
	Patan	B.T. Cotton	4119	3880	239
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	NA	32	-
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	850	1020	-170
	Fatehabad	B.T. Cotton	NA	60	-
	Jind	B.T. Cotton	NA	NA	-
	Uchana	B.T. Cotton	NA	NA	-
	Dabwali	B.T. Cotton	NA	NA	-
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	15000	Unch
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	0	NA	-
	Hathras	Desi	0	NA	-
Telangana	Adilabad	Un-Ginned	NA	205.5	-
Karnataka	Bijapur	Bunny	892	985	-93
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	5	5	Unch
Commodity		Lint	Arrivals (Quintal)		Change
State	Centre	Variety	20-Apr-22	19-Apr-22	
Punjab	Bhatinda	J-34	85	170	-85
	Abohar	J-34	136	136	Unch
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	340	510	-170
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	20-Apr-22	19-Apr-22	
Gujarat	Rajkot	Rs. /10 Kg.	1600	1600	Unch
Delhi	New Delhi	Rs. /10 Kg.	1530	1520	10
Telangana	Hyderabad	Rs. /10 Kg.	1590	1590	Unch
Maharashtra	Mumbai	Rs. /10 Kg.	1630	1625	5

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	20-Apr-22	19-Apr-22	
Gujarat	Mahesana (Kadi)	Rs./Qtl	3106	3132	-26
Maharashtra	Akola	Rs./Qtl	3216	3250	-34

### INTERNATIONAL PRICES AND INDICES

#### China Cotton Index:

Index	Unit	19-Apr-22	18-Apr-22	Change
CCIndex(328)	RMB/Ton	22627	22562	65
CCIndex(527)	RMB/Ton	20859	20814	45
CCIndex(229)	RMB/Ton	23096	23052	44
RMB -Renminbi, 1RMB =0.16 \$U.S.				

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

Index	Unit	19-Apr-22	18-Apr-22	Change
FC Index (S)	Cents/lb	162.63	159.95	2.68
FC Index (M)	Cents/lb	161.03	158.33	2.70
FC Index (L)	Cents/lb	159.49	156.79	2.70

#### Cotlook Index:

Cotlook Indices	Unit	19-Apr-22	14-Apr-22	Change
A-Index	Cents/Pound	161.7	159.9	1.80

#### USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		19-Apr-22	18-Apr-22	Bales
Southeast	cents/lb.	138.33	145.5	#N/A
North Delta	cents/lb.	137.33	144.5	#N/A
South Delta	cents/lb.	137.33	144.5	#N/A
East TX-OK	cents/lb.	130.33	137.5	#N/A
West Texas	cents/lb.	130.33	136.75	#N/A
Desert SW	cents/lb.	129.58	136.75	#N/A
SJ Valley	cents/lb.	130.08	143.9	#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 19-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 19 <sup>th</sup> , 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Cotton(ICE)									
<a href="#">May-22</a>	220419	144.80	145.61	139.02	139.68	-5.06	12,774	16,935	-8,092
<a href="#">Jul-22</a>	220419	143.25	143.87	137.56	137.56	-4.92	21,882	99,291	+2,875
<a href="#">Oct-22</a>	220419	126.70	126.70	126.70	126.70	-2.76	8	33	-7
<a href="#">Dec-22</a>	220419	123.40	123.50	118.50	120.95	-2.52	10,221	73,698	+839
<a href="#">Mar-23</a>	220419	118.61	118.61	115.20	116.76	-1.91	1,416	12,195	+309
<a href="#">May-23</a>	220419	113.40	113.45	111.00	112.30	-1.67	416	2,996	-15
Total Volume and Open Interest							47,620	218,423	-3,657

Source: MRCI

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