

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

*The cotton physical market showed a mixed trend across India today. MCX cotton spot price was higher at Rs.45,290/bale on Thursday. ICE cotton futures closed green on Wednesday.*

**News:** *According to the market sources, government may impose a temporary ban on cotton exports if cotton prices continue to surge. Cotton prices are currently around Rs. 93,500 per candy for Shanker-6 variety. Although, prices for some varieties have even touched Rs. 1,00,00 per candy. As a result a ban could ease the prices in the domestic market. In the past week, the government had removed 10 percent import duty on cotton.*

*According to the market sources, Telangana government is targeting to increase the area under cotton by 55–65 percent to about 28–30 lakh hectares as compared to last year's 18 lakh hectares even as the cottonseed industry pegged the growth in cotton acreage at 15 per cent in the upcoming Kharif season. As per USDA report, the all-cotton planted area for the coming season (2022) is estimated at 12.2 million acres, higher 9 percent from last year.*

*According to the Gujarat Trade Association, Gujarat Cotton production has decreased from 1.18 crore bales in 2017-18 to 90 lakh bales in 2020-21. In the 2021-22 cotton production is expected to fall to 80 lakh bales. The area under cotton cultivation has decreased from 26.42 lakh hectares in 2017-18 to 22.50 lakh hectares in 2021-22 season. However, the area under cotton cultivation is expected to increase by 2-3 percent in the coming 2022-23 season as cotton prices were stronger in the 2021-22 season.*

**Weather Forecast:**

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

**International Fundamentals:**

*The ICE cotton Futures was higher by 500 points at 140.68 cents/lb. The Cotlook A index was at 154.0 cents/lb. The AWP for cotton was at 136.20 cents/lb.*

*According to the China Cotton Association, as on 15<sup>th</sup> April 2022, new cotton crop sowing progress was 72 percent in Xinjiang, which is 23.8 percentage points higher than the same period last year. Currently Cotton Crop in Marabishi, Kashgar, Yarkant, and Turpan have been in seeding stage, and the planting progress was higher than the last year in the major cotton growing areas.*

*According to USDA, April month Report, the global cotton production is estimated at 120.2 million bales in 2021-22 season as compared to 119.9 million bales in February 2022. India's cotton crop was unchanged at 26.50 million bales. India allowed duty-free imports of cotton until Sept. 30 as prices in the local market jumped to a record high because of a drop in the production.*

*According to the U.S. Crop progress report, as on 24<sup>th</sup> April 2022, U.S cotton planting stands at 12 percent which is same as that of previous season of 12 percent. U.S. cotton planting was higher from past 5 years average of 1 percent.*

DOMESTIC PRICES AND ARRIVALSCotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	28-Apr-22	27-Apr-22	
Gujarat	Ahmedabad	Shankar-6	12500	12500	Unch
	Gondal	Shankar-6	12355	12355	Unch
	Rajkot	B.T. Cotton	12755	12550	205
	Patan	B.T. Cotton	11800	12200	-400
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	NA	NA	-
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	12000	11900	100
	Fatehabad	B.T. Cotton	NA	NA	-
	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	NA	NA	-
Madhya Pradesh	Khandwa	Mech-1	NA	NA	-
	Khargaon	Mech-1	NA	NA	-
Maharashtra	Amravati	Mech-1	12100	11800	300
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	12569	12469	100
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	12500	12000	500
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	28-Apr-22	27-Apr-22	
Punjab	Bhatinda	J-34	9750	9650	100
	Abohar	J-34	9800	9650	150
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	9400	9250	150
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	28-Apr-22	27-Apr-22	
Gujarat	Ahmedabad	Shankar-6	17000	17000	Unch

	Gondal	Shankar-6	2241	351	1890
	Rajkot	B.T. Cotton	3025	2820	205
	Patan	B.T. Cotton	1650	1860	-210
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	NA	NA	-
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	1020	1190	-170
	Fatehabad	B.T. Cotton	NA	NA	-
	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	NA	NA	-
Madhya Pradesh	Khandwa	Mech-1	NA	NA	-
	Khargaon	Mech-1	NA	NA	-
Maharashtra	Amravati	Mech-1	8000	8000	Unch
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	678	906	-228
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	10	8	2
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	28-Apr-22	27-Apr-22	
Punjab	Bhatinda	J-34	51	85	-34
	Abohar	J-34	34	34	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	28-Apr-22	27-Apr-22	
Gujarat	Rajkot	Rs. /10 Kg.	1635	1625	10
Delhi	New Delhi	Rs. /10 Kg.	1520	1520	Unch
Telangana	Hyderabad	Rs. /10 Kg.	1615	1600	15
Maharashtra	Mumbai	Rs. /10 Kg.	1670	1655	15

**Cotton Seed Oil Seed Cake Prices:**

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	28-Apr-22	27-Apr-22	

Gujarat	Mahesana (Kadi)	Rs./Qtl	3001	2994	7
Maharashtra	Akola	Rs./Qtl	3035	3073	-38

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

Index	Unit	27-Apr-22	26-Apr-22	Change
CCIndex(328)	RMB/Ton	22534	22446	88
CCIndex(527)	RMB/Ton	20695	20767	-72
CCIndex(229)	RMB/Ton	22746	22837	-91

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

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

Index	Unit	27-Apr-22	26-Apr-22	Change
FC Index (S)	Cents/lb	154.18	153.94	0.24
FC Index (M)	Cents/lb	152.6	152.35	0.25
FC Index (L)	Cents/lb	151.06	150.81	0.25

**Cotlook Index:**

Cotlook Indices	Unit	27-Apr-22	25-Apr-22	Change
A-Index	Cents/Pound	154.25	154.5	-0.25

**USDA Cotton Spot Rates:**

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		27-Apr-22	26-Apr-22	Bales
Southeast	cents/lb.	140.68	137.93	-
North Delta	cents/lb.	139.68	136.93	-
South Delta	cents/lb.	139.68	136.93	-
East TX-OK	cents/lb.	132.68	129.93	-
West Texas	cents/lb.	132.68	129.18	-
Desert SW	cents/lb.	131.93	129.18	-
SJ Valley	cents/lb.	132.43	136.33	-

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 27-Apr-2022				(in Pakistan Rupees)
Product	Rate for	Ex-Gin Price	Up Country Sales	Spot Rate Karachi
Cotton	37.32Kgs	20200	180	20280
Equivalent	40 Kgs	21648	193	22699

Daily Futures Price Listing Wednesday, Apr 27 <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>	220427	143.29	146.08	142.97	146.08	+3.55	30	43	-13
<a href="#">Jul-22</a>	220427	136.00	140.68	135.81	140.68	+5.00	17,835	94,988	-2,606
<a href="#">Oct-22</a>	220427	125.05	128.23	125.05	128.23	+3.40	24	51	+4
<a href="#">Dec-22</a>	220427	119.00	122.70	118.76	122.39	+3.68	7,943	75,202	-87
<a href="#">Mar-23</a>	220427	115.69	117.94	114.70	117.78	+2.94	2,575	13,359	+251
<a href="#">May-23</a>	220427	111.00	112.72	110.70	112.72	+2.53	998	3,249	+142
Total Volume and Open Interest							30,188	201,120	-2,131

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.