

Domestic Fundamentals:**Market Outlook:**

The cotton physical market showed a mixed trend across India today. MCX cotton spot price was higher at Rs.45,880/bale on Friday. ICE cotton futures closed green on Thursday.

News: *The cotton yarn traders in south India are expecting demand to pick up in the coming weeks. Spinning mills are also reducing cotton yarn production which will support prices. Further, downstream manufacturers are likely to increase buying because of possible supply crunch in the market.*

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.

Weather Forecast:

Thunderstorm accompanied with lightening winds & hail is very likely at isolated places over Uttarakhand and with lightening and gusty winds at isolated places over Sub-Himalyana West Bengal, Sikkim, Assam & Meghalaya, and Nagaland, Manipur, Mizoram & Tripura, and with lightening at isolated places over Bihar, Telangana, Kerala, Mahe, and with lightening at isolated places over Jammu & Kashmir, Ladakh, Gilgit, Baltistan, Muzaffarabad, Himachal Pradesh, Arunachal Pradesh, Andaman & Nicobar Islands, Rayalaseema, Karnataka, Tamil Nadu, south Chhattisgarh, and Gangetic West Bengal. Heavy rainfall at isolated places over Kerala & Mahe and Assam & Meghalaya. Heat wave condition at isolated places over Punjab, Haryana, Chandigarh, Delhi, West Uttar Pradesh, West Rajasthan, Madhya Pradesh, Vidarbha, Jharkhand, and in isolated places over Jammu, West Uttar Pradesh, East Rajasthan, Chhattisgarh, Bihar, West parts of Gangetic West Bengal, Gujarat State, north Madhya Maharashtra, Telangana, and interior Odisha.

International Fundamentals:

The ICE cotton Futures was higher by 700 points at 147.68 cents/lb. The Cotlook A index was at 154.25 cents/lb. The AWP for cotton was at 136.20 cents/lb.

According to the China Cotton Association, as on 15th 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 24th 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	29-Apr-22	28-Apr-22	
Gujarat	Ahmedabad	Shankar-6	12500	12500	Unch
	Gondal	Shankar-6	12655	12355	300
	Rajkot	B.T. Cotton	12625	12755	-130
	Patan	B.T. Cotton	12755	11800	955
	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	12500	12000	500
	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	12500	12100	400
	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	12749	12569	180
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	12400	12500	-100
Commodity	Lint		Prices (Rs./Maunder)		Change
State	Centre	Variety	29-Apr-22	28-Apr-22	
Punjab	Bhatinda	J-34	9900	9750	150
	Abohar	J-34	10000	9800	200
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	9650	9400	250
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	29-Apr-22	28-Apr-22	
Gujarat	Ahmedabad	Shankar-6	17000	17000	Unch

	Gondal	Shankar-6	1692	2241	-549
	Rajkot	B.T. Cotton	2020	3025	-1005
	Patan	B.T. Cotton	1610	1650	-40
	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	850	1020	-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	10000	8000	2000
	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	544	678	-134
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	5	10	-5
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	29-Apr-22	28-Apr-22	
Punjab	Bhatinda	J-34	51	51	Unch
	Abohar	J-34	43	34	9
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	510	340	170
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	29-Apr-22	28-Apr-22	
Gujarat	Rajkot	Rs. /10 Kg.	1655	1635	20
Delhi	New Delhi	Rs. /10 Kg.	1520	1520	Unch
Telangana	Hyderabad	Rs. /10 Kg.	1635	1615	20
Maharashtra	Mumbai	Rs. /10 Kg.	1680	1670	10

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price	Change
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State	Centre	Unit	29-Apr-22	28-Apr-22	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2981	3001	-20
Maharashtra	Akola	Rs./Qtl	3034	3035	-1

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 28-Apr-2022				(in Pakistan Rupees)
Product	Rate for	Ex-Gin Price	Up Country Sales	Spot Rate Karachi
Cotton	37.32Kgs	20200	180	21180
Equivalent	40 Kgs	21648	193	22699

Daily Futures Price Listing Wednesday, Apr 27 th , 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Cotton(ICE)									
May-22	220427	143.29	146.08	142.97	146.08	+3.55	30	43	-13
Jul-22	220427	136.00	140.68	135.81	140.68	+5.00	17,835	94,988	-2,606
Oct-22	220427	125.05	128.23	125.05	128.23	+3.40	24	51	+4
Dec-22	220427	119.00	122.70	118.76	122.39	+3.68	7,943	75,202	-87
Mar-23	220427	115.69	117.94	114.70	117.78	+2.94	2,575	13,359	+251
May-23	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

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