

Domestic Fundamentals:**Market Outlook:**

The cotton physical market showed a mixed trend across India today. MCX cotton spot price was lower at Rs.45,410/bale on Monday. ICE cotton futures closed red on Friday.

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 Gangetic West Bengal, and with lightening at isolated places over Himachal Pradesh, and with lightening and gusty winds at isolated places over Andaman & Nicobar Islands, Assam & Meghalaya, Odisha, Telangana, Coastal Andhra Pradesh, & Yanam, South interior Karnataka, Rayalaseema, Kerala & Mahe, and with lightening at isolated places over Jammu & Kashmir, Ladakh, Gilgit, Baltistan, Muzaffarabad, East Madhya Pradesh, Vidarbha, Chhattisgarh, Arunachal Pradesh, Tamil Nadu, Pondicherry & Karikal. Heavy rainfall at isolated places over Arunachal Pradesh, Sub- Himalayan West Bengal & Sikkim, and Assam & Meghalaya. Heat wave condition at isolated places over Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, and Arunachal Pradesh.

International Fundamentals:

The ICE cotton Futures was lower by 205 points at 145.63 cents/lb. The Cotlook A index was at 159.05 cents/lb. The AWP for cotton was at 138.6 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	2-May-22	30-Apr-22	
Gujarat	Ahmedabad	Shankar-6	12500	12500	Unch
	Gondal	Shankar-6	NA	12605	-
	Rajkot	B.T. Cotton	12500	12460	40
	Patan	B.T. Cotton	11650	11800	-150
	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	11600	12500	-900
	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	12200	12300	-100
	Jamner	Medium Staple	NA	11000	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	NA	12883	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NA	NA	-
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	2-May-22	30-Apr-22	
Punjab	Bhatinda	J-34	9950	9900	50
	Abohar	J-34	10000	10000	Unch
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	9570	9600	-30
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	2-May-22	30-Apr-22	
Gujarat	Ahmedabad	Shankar-6	17000	17000	Unch
	Gondal	Shankar-6	NA	1506	-
	Rajkot	B.T. Cotton	1800	1600	200
	Patan	B.T. Cotton	845	1067	-222
	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	1190	850	340
	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	15000	14000	1000
	Jamner	Medium Staple	NA	44	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	NA	195	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NA	NA	-
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	2-May-22	30-Apr-22	
Punjab	Bhatinda	J-34	34	51	-17
	Abohar	J-34	43	34	9
	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	2-May-22	30-Apr-22	
Gujarat	Rajkot	Rs. /10 Kg.	1680	1655	25
Delhi	New Delhi	Rs. /10 Kg.	1520	1520	Unch
Telangana	Hyderabad	Rs. /10 Kg.	1640	1635	5
Maharashtra	Mumbai	Rs. /10 Kg.	1690	1700	-10

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	2-May-22	30-Apr-22	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2979	2981	-2
Maharashtra	Akola	Rs./Qtl	3034	3034	Unch

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 30-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 Friday, Apr 29 th , 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Cotton(ICE)									
May-22	220429	155.00	155.15	152.33	152.33	-0.75	19	27	-16
Jul-22	220429	149.05	151.10	144.44	145.63	-2.05	15,932	95,805	+536
Oct-22	220429	131.74	132.05	128.22	128.66	-2.09	11	54	+2
Dec-22	220429	125.11	126.15	121.70	122.07	-2.93	9,519	76,497	+669
Mar-23	220429	120.57	121.15	117.15	117.53	-2.58	2,741	13,581	+74
May-23	220429	114.95	115.30	111.45	111.96	-2.48	1,324	3,430	+124
Total Volume and Open Interest							30,313	204,045	+1,699

Source: MRCI

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