

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

*The cotton physical market showed a mixed trend across India today. MCX cotton spot price was higher at Rs.47,590/bale on Tuesday. ICE cotton futures closed red on Monday.*

**News:** *The Telangana government has estimated a kharif action plan for the 2022-23 season. As per that, Cotton is expected to be cultivated in about 6,70,800 acres in Telangana for the coming 2022-23 season. Cotton is been trading at Rs. 11,800 per quintal in 2021-22 season in Khammam.*

*Cotton Association of India (CAI) and International Cotton Association (ICA) have signed a Memorandum of Understanding (MoU) to increase co-operation and address quality issues in cotton.*

*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.*

**Weather Forecast:**

*Thunderstorm accompanied with lightening winds & hail is very likely at isolated places over Telangana, Rayalaseema, and with lightening and gusty winds at isolated places over Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, Bihar, West Bengal & Sikkim, Chhattisgarh, Jharkhand, Sub- Himalayana West Bengal, & Sikkim, Kerala & Mahe and with heavy rainfall at isolated places over Odisha, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, West Bengal & Sikkim, Chhattisgarh, Jharkhand, Sub- Himalayana West Bengal, & Sikkim, Kerala & Mahe Coastal Andhra Pradesh & Yanam.*

**International Fundamentals:**

*The ICE cotton Futures was lower by 68 points at 142.93 cents/lb. The Cotlook A index was at 167.45 cents/lb. The AWP for cotton was at 147cents/lb.*

*As the 2021-22 cotton season is coming towards its closure, the production and consumption both are on higher side. Global cotton production is higher by 8.4 percent from 24.39 million tonnes to 26.43 million tonnes in 2021-22 season. While the global cotton production is on the higher side, India (3.7%) and china(3.1%) cotton production is on its lower side as compared to the previous season mainly because of the lesser sown area. Further, Global cotton consumption has increased by 1.9 percent to 26.16 million tonnes as compared to the previous season. Global cotton trade was down from the previous season. The drop is mainly due to logistical complications and supply chain disruptions over the course of the 2021-22 season.*

*According to the U.S. Crop progress report, as on 01<sup>st</sup> May 2022, U.S cotton planting stands at 24 percent which is same as that of previous season. U.S. cotton planting was same as that of past 5 years average.*

### DOMESTIC PRICES AND ARRIVALS

#### Cotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	10-May-22	9-May-22	
Gujarat	Ahmedabad	Shankar-6	12500	12500	Unch
	Gondal	Shankar-6	11555	12855	-1300
	Rajkot	B.T. Cotton	13230	12995	235
	Patan	B.T. Cotton	11505	11255	250
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	11350	NA	-
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	13000	13250	-250
	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	0	NA	-
	Khargaon	Mech-1	0	NA	-
Maharashtra	Amravati	Mech-1	12600	12500	100
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	0	NA	-
	Hathras	Desi	0	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	13269	13150	119
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NA	12000	-
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	10-May-22	9-May-22	
Punjab	Bhatinda	J-34	10700	10600	100
	Abohar	J-34	10700	10600	100
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	10100	10000	100
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

#### Cotton Arrivals in Key Centers:

Commodity	Kapas	Arrivals (Quintal)	Change
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State	Centre	Variety	10-May-22	9-May-22	
Gujarat	Ahmedabad	Shankar-6	15300	15300	Unch
	Gondal	Shankar-6	1145	1125	20
	Rajkot	B.T. Cotton	1300	2330	-1030
	Patan	B.T. Cotton	417	484	-67
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	15	NA	-
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	1020	1020	Unch
	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	0	NA	-
	Khargaon	Mech-1	0	NA	-
Maharashtra	Amravati	Mech-1	14000	13000	1000
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	0	NA	-
	Hathras	Desi	0	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	388	422	-34
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NA	10	-
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	10-May-22	9-May-22	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	43	43	Unch
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	340	340	Unch
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

**Cotton Seed Oil Prices:**

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	10-May-22	9-May-22	
Gujarat	Rajkot	Rs. /10 Kg.	1610	1650	-40
Delhi	New Delhi	Rs. /10 Kg.	1520	1520	Unch
Telangana	Hyderabad	Rs. /10 Kg.	1630	1640	-10
Maharashtra	Mumbai	Rs. /10 Kg.	1635	1650	-15

**Cotton Seed Oil Seed Cake Prices:**

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	10-May-22	9-May-22	
Gujarat	Mahesana (Kadi)	Rs./Qtl	3083	3061	22
Maharashtra	Akola	Rs./Qtl	3097	3100	-3

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

Index	Unit	29-Apr-22	28-Apr-22	Change
CCIndex(328)	RMB/Ton	22426	22357	69
CCIndex(527)	RMB/Ton	20715	20692	23
CCIndex(229)	RMB/Ton	22827	22753	74

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

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

Index	Unit	29-Apr-22	28-Apr-22	Change
FC Index (S)	Cents/lb	166.04	159.04	7.00
FC Index (M)	Cents/lb	164.44	157.44	7.00
FC Index (L)	Cents/lb	162.9	155.9	7.00

**Cotlook Index:**

Cotlook Indices	Unit	29-Apr-22	28-Apr-22	Change
A-Index	Cents/Pound	166.05	159.05	7.00

**USDA Cotton Spot Rates:**

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		29-Apr-22	28-Apr-22	Bales
Southeast	cents/lb.	145.63	149.93	-
North Delta	cents/lb.	144.63	148.93	-
South Delta	cents/lb.	144.63	148.93	-
East TX-OK	cents/lb.	137.63	141.93	-
West Texas	cents/lb.	137.63	141.18	-
Desert SW	cents/lb.	136.88	141.18	-
SJ Valley	cents/lb.	137.38	148.33	-

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 09-May-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 Monday, May 09 <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>	220509	146.87	146.87	146.87	146.87	-5.15			
<a href="#">Jul-22</a>	220509	143.48	148.17	142.61	142.61	-0.68	20,499	94,685	+0
<a href="#">Oct-22</a>	220509	130.11	130.79	129.96	130.18	Unch	3	41	+0
<a href="#">Dec-22</a>	220509	123.74	125.95	122.84	123.63	-0.11	8,500	78,470	+0
<a href="#">Mar-23</a>	220509	118.54	120.50	117.53	118.51	+0.17	1,306	14,659	+0
<a href="#">May-23</a>	220509	113.40	114.95	112.39	113.50	+0.31	359	4,460	+0
Total Volume and Open Interest							31,072	207,335	+0

Source: MRCI

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