

Domestic Fundamentals:**Market Outlook:**

The cotton physical market showed a mixed trend across India today. MCX cotton spot price was lower at Rs.47,500/bale on Wednesday. ICE cotton futures closed red on Monday.

News: *Cotton sowing for the 2022-23 season is progressing well in Punjab, Haryana and some parts of Rajasthan. As per Agriwatch, almost 70 percent of the cotton sowing has been done in Rajasthan for the 2022-23 season. Whereas, in Punjab and Haryana almost 40-50 percent of the sowing is done. Further, Sowing is expected to decrease in Punjab as in the 2021-22 season cotton crop was affected due to Pink Bollworm infestation. It is expected that farmers may shift towards maize in the 2022-23 season.*

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.

Weather Forecast:

Thunderstorm accompanied with lightening winds & hail is very likely at isolated places over Gangetic West Bengal, and with lightening and gusty winds at isolated places over Chhattisgarh & Kerala & Mahe and with lightening at isolated places over Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, Bihar, Arunachal Pradesh, Chhattisgarh, Jharkhand, Telangana, Karnataka, Tamil Nadu, Pondicherry & Karikal, Kerala & Mahe.

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 01st 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	11-May-22	10-May-22	
Gujarat	Ahmedabad	Shankar-6	12500	12500	Unch
	Gondal	Shankar-6	13205	11555	1650
	Rajkot	B.T. Cotton	13405	13230	175
	Patan	B.T. Cotton	12570	11505	1065
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	11410	11350	60
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	13000	13000	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	NA	NA	-
	Khargaon	Mech-1	NA	NA	-
Maharashtra	Amravati	Mech-1	12700	12600	100
	Jamner	Medium Staple	11300	11300	Unch
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	13313	13269	44
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	12000	12000	Unch
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	11-May-22	10-May-22	

Punjab	Bhatinda	J-34	10800	10700	100
	Abohar	J-34	10800	10700	100
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	10100	10100	Unch
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	11-May-22	10-May-22	
Gujarat	Ahmedabad	Shankar-6	15300	15300	Unch
	Gondal	Shankar-6	1913	1145	768
	Rajkot	B.T. Cotton	1400	1300	100
	Patan	B.T. Cotton	445	417	28
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	26	15	11
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	14000	14000	Unch
	Jamner	Medium Staple	18	38	-20
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	328	388	-60
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-

	Raichur	H-44 Cotton	5	8	-3
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	11-May-22	10-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	11-May-22	10-May-22	
Gujarat	Rajkot	Rs. /10 Kg.	1630	1610	20
Delhi	New Delhi	Rs. /10 Kg.	1520	1520	Unch
Telangana	Hyderabad	Rs. /10 Kg.	1615	1630	-15
Maharashtra	Mumbai	Rs. /10 Kg.	1620	1635	-15

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	11-May-22	10-May-22	
Gujarat	Mahešana (Kadi)	Rs./Qtl	3083	3083	Unch
Maharashtra	Akola	Rs./Qtl	3095	3097	-2

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

Index	Unit	10-May-22	9-May-22	Change
CCIndex(328)	RMB/Ton	22320	22344	-24
CCIndex(527)	RMB/Ton	20576	20625	-49
CCIndex(229)	RMB/Ton	22671	22733	-62

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

China Foreign Cotton (FCE) Index :

Index	Unit	11-May-22	10-May-22	Change
FC Index (S)	Cents/lb	161.29	#N/A	-
FC Index (M)	Cents/lb	159.66	#N/A	-
FC Index (L)	Cents/lb	158.10	#N/A	-

Cotlook Index:

Cotlook Indices	Unit	10-May-22	9-May-22	Change
A-Index	Cents/Pound	161.7	167.45	-5.75

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		10-May-22	9-May-22	Bales
Southeast	cents/lb.	142.93	145.18	-
North Delta	cents/lb.	141.94	144.18	-
South Delta	cents/lb.	141.94	144.18	-
East TX-OK	cents/lb.	134.94	137.18	--
West Texas	cents/lb.	134.94	136.43	-
Desert SW	cents/lb.	134.19	136.43	-
SJ Valley	cents/lb.	134.69	143.58	-

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 11-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 Tuesday, May 10th, 2022

Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Cotton(ICE)									
May-22	220510	142.57	145.22	142.10	142.94	+0.01	19,170	90,788	-3,897
Jul-22	220510	131.35	131.35	130.50	130.77	+0.59	5	42	+1
Oct-22	220510	123.24	125.00	122.53	124.17	+0.54	8,139	79,397	+927
Dec-22	220510	117.71	119.41	117.60	118.91	+0.40	1,441	15,118	+459
Mar-23	220510	113.48	113.86	112.74	113.54	+0.04	426	4,508	+48
May-23	220510	108.65	108.70	107.60	108.16	-0.34	326	5,019	+175
Total Volume and Open Interest							29,598	205,147	-2,188

Source: MRCI

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