

Domestic Fundamentals:**Market Outlook:**

The cotton physical market showed a mixed trend across India today. MCX cotton spot price was lower at Rs.47,970/bale on Monday. ICE cotton futures closed red on Friday.

News: *Telangana government is planning to launch a single pick cotton pilot project on approximately 50,000 acres.*

As per the market sources, government may impose temporary restrictions on cotton exports as the prices are at historic high making the fabric costlier. Although as per the textile industry, restricting cotton exports is unlikely to serve any purpose as the outbound shipments of cotton are unviable now, as domestic prices of the fiber have exceeded the global levels.

Indian domestic market remained stable with slow supply against regular demand, through mills have reduced consumption. Weaker Indian rupee had made imports costly. Cotton fiber (Shanker-6) prices have touched a record high at Rs. 1,02,500 to Rs. 1,03,000 per candy in the last week. Agriwatch expects cotton fiber prices to range between Rs. 1,04,000 – Rs. 1,06,000 per candy in the coming week.

The Textile and garment manufacturer have approached the government to ban the future trading of cotton as it is adding to market speculation and further driving up the prices of the cotton in the market.

For the coming 2022-23 season, cotton sowing is being progressing in northern states along with some parts of Madhya Pradesh and Gujarat. As per Agriwatch market sources, around 5 percent of the cotton sowing is done in Gujarat where water availability was there. Also, In Madhya Pradesh sowing is progressing in Khandwa region.

Weather Forecast:

Thunderstorm accompanied with lightening & winds is very likely at isolated places over Gangetic West Bengal, Jharkhand, Bihar and with lightening & gusty winds at isolated places over East Madhya Pradesh, Vidarbha, Chhattisgarh, Sub-Himalayan West Bengal & Sikkim, Odisha, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, Konkan & Goa, Marathwada, Madhya Maharashtra, Coastal Andhra Pradesh & Yanam, Telangana, Rayalaseema, Coastal & South Interior Karnataka, Tamil Nadu, Pondicherry & Karaikal, Lakshadweep, Kerala & Mahe.

International Fundamentals:

The ICE cotton Futures was lower by 119 points at 139.42 cents/lb. The Cotlook A index was at 163 cents/lb. The AWP for cotton was at 139.86 cents/lb.

Pakistan cotton sowing has reached 90 percent in Punjab, over 3.6 million acres of area has been cultivated under cotton crop. As per the agriculture department, cotton sowing is still underway due to good availability of water in the current season.

According to the U.S. Crop progress report, as on 23rd May 2022, U.S cotton planting stands at 54 percent which is 17 percent higher as that of the previous season and 3 percent ahead of the 5 years average this week. Double-digit percentage increases in cotton planting were reported in 13 of the country's 15 cotton-producing states, led by Missouri (up 38 percent), Kansas and Tennessee (both up 29 percent), Mississippi (up 26 percent), Arkansas and North Carolina (both up 21 percent), and Alabama, Georgia, and Virginia (all up 20 percent).

DOMESTIC PRICES AND ARRIVALSCotton arrivals have decreased in the market as the season is close towards its end.Cotton Prices at Key Spot Markets:

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	30-May-22	28-May-22	
Gujarat	Ahmedabad	Shankar-6	12500	14000	-1500
	Gondal	Shankar-6	13705	13705	Unch
	Rajkot	B.T. Cotton	13475	13355	120
	Patan	B.T. Cotton	NA	NA	-
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	11420	11525	-105
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	11600	12400	-800
	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	N/A	NA	-
	Khargaon	Mech-1	N/A	NA	-
Maharashtra	Amravati	Mech-1	Closed	12700	-
	Jamner	Medium Staple	NR	NR	-
Uttar Pradesh	Hathras	B.T. Cotton	N/A	NA	-
	Hathras	Desi	N/A	NA	-
Telangana	Adilabad	Un-Ginned	NR	NR	-
Karnataka	Bijapur	Bunny	NA	NA	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NA	NA	-
Commodity	Lint		Prices (Rs./Maunder)		Change
State	Centre	Variety	30-May-22	28-May-22	
Punjab	Bhatinda	J-34	10500	10500	Unch
	Abohar	J-34	10500	10500	Unch
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	9700	9700	Unch
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	30-May-22	28-May-22	
Gujarat	Ahmedabad	Shankar-6	7650	8500	-850
	Gondal	Shankar-6	1218	1050	168
	Rajkot	B.T. Cotton	1000	600	400
	Patan	B.T. Cotton	NA	NA	-
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	7	16	-9
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	340	510	-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	N/A	NA	-
	Khargaon	Mech-1	N/A	NA	-
Maharashtra	Amravati	Mech-1	Closed	12000	-
	Jamner	Medium Staple	NR	NR	-
Uttar Pradesh	Hathras	B.T. Cotton	N/A	NA	-
	Hathras	Desi	N/A	NA	-
Telangana	Adilabad	Un-Ginned	NR	NR	-
Karnataka	Bijapur	Bunny	NA	NA	-
	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	30-May-22	28-May-22	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	NA	NA	-
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	85	85	Unch
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	30-May-22	28-May-22	
Gujarat	Rajkot	Rs. /10 Kg.	1540	1560	-20
Delhi	New Delhi	Rs. /10 Kg.	1500	1515	-15
Telangana	Hyderabad	Rs. /10 Kg.	1525	1545	-20

Maharashtra	Mumbai	Rs. /10 Kg.	1550	1560	-10
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Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	30-May-22	28-May-22	
Gujarat	Mahešana (Kadi)	Rs./Qtl	3023	3004	19
Maharashtra	Akola	Rs./Qtl	3071	3077	-6

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

Index	Unit	30-May-22	28-May-22	Change
CCIndex(328)	RMB/Ton	22097	Closed	-
CCIndex(527)	RMB/Ton	20207	Closed	-
CCIndex(229)	RMB/Ton	21587	Closed	-

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

China Foreign Cotton (FCE) Index :

Index	Unit	30-May-22	28-May-22	Change
FC Index (S)	Cents/lb	NA	Closed	-
FC Index (M)	Cents/lb	NA	Closed	-
FC Index (L)	Cents/lb	NA	Closed	-

Cotlook Index:

Cotlook Indices	Unit	30-May-22	28-May-22	Change
A-Index	Cents/Pound	0	158.7	-158.70

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		30-May-22	28-May-22	Bales
Southeast	cents/lb.	NA	NA	0
North Delta	cents/lb.	NA	NA	0
South Delta	cents/lb.	NA	NA	0
East TX-OK	cents/lb.	NA	NA	0
West Texas	cents/lb.	NA	NA	0
Desert SW	cents/lb.	NA	NA	0
SJ Valley	cents/lb.	NA	NA	0

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-May-2022				(in Pakistan Rupees)
Product	Rate for	Ex-Gin Price	Up Country Sales	Spot Rate Karachi
Cotton	37.32Kgs	20200	180	22680
Equivalent	40 Kgs	21648	193	24306

Daily Futures Price Listing Friday, May 27 th , 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Jul-22	220527	140.70	141.99	139.05	139.42	-1.19	19,079	77,188	+1,228
Oct-22	220527	131.73	132.01	130.55	130.55	-0.97	110	46	-1
Dec-22	220527	124.25	124.50	122.55	122.95	-1.38	12,339	89,343	+2,617
Mar-23	220527	119.60	119.73	118.31	118.73	-0.81	2,881	19,386	+521
May-23	220527	115.40	115.83	114.94	115.44	-0.61	1,342	6,556	+256
Jul-23	220527	111.66	112.11	111.35	111.91	-0.48	580	6,345	+235
Total Volume and Open Interest							36,573	209,517	+4,839

Source: MRCI

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