

Domestic Fundamentals:**Market Outlook:**

The cotton physical market showed a mixed trend across India today. MCX cotton spot price was lower at Rs.47,470/bale on Monday. ICE cotton futures closed red on Friday.

News: *Government has increased the Minimum Support Price of Kharif crops for the Marketing Year 2022-23. Cotton MSP has increased to Rs. 6080 per quintal for medium staple and Rs. 6380 per quintal for long staple cotton. During the previous 2020-21 season, government had fixed minimum support price for medium staple at Rs. 5726 per quintal and Rs. 6025 for long staple.*

According to Ministry of Agriculture, latest Kharif sowing report, India's cotton acreage has declined by 2.35 percent to 10.73 lakh hectare till 3rd June 2022. Currently, sowing in northern states of Haryana, Punjab and Rajasthan recorded slow progress due to delay in release of canal water. Karnataka along with Gujarat has also reported sowing till now.

Cotton was sown on around 13.08 lakh hectare during the corresponding period of last year. The area coverage has been reported mainly from the states of Haryana (5.90 lakh ha), Punjab (2.31 lakh ha), Rajasthan (1.54 lakh ha) and Karnataka (0.72 lakh ha).

Cotton sowing is progressing in Gujarat and as per the State Agriculture Department data, around 42,516 hectares of area has been sown under cotton crop till 06th June 2022 compared to the previous season 14,952 hectares on the corresponding date.

Weather Forecast:

Thunderstorm accompanied with lightening & winds is very likely at isolated places East Rajasthan, and with lightening at isolated places over Madhya Pradesh, Vidarbha, Chhattisgarh, Jharkhand, Gangetic West Bengal, Assam & Meghalaya, Coastal Andhra Pradesh & Yanam, Telangana, and with lightening at isolated places over Jammu & Kashmir, Ladakh, Gilgit-Baltistan, & Muzaffarabad, West Rajasthan, Bihar, Odisha, Madhya Maharashtra, Marathwada, Rayalaseema, Karnataka, Tamil Nadu, Pondicherry & Karaikal, Kerala & Mahe, Lakshadweep. Heat wave conditions very likely at isolated places over Assam & Meghalaya. Heavy rainfall at isolated places over Arunachal Pradesh, and heavy rainfall at isolated places East Madhya Pradesh, Chhattisgarh and Telangana.

International Fundamentals:

The ICE cotton Futures was lower by 145 points at 145.06 cents/lb. The Cotlook A index was at 155.35 cents/lb. The AWP for cotton was at 134.41 cents/lb.

According to the USDA, WASDE Report, the 2022-23 world cotton balance sheet production is estimated to be 200,000 bales higher due to a 100,000-bale increase for Egypt along with smaller changes for West African producers.

Global consumption is 450,000 bales lower, with the largest declines in Mexico, Bangladesh, and Vietnam. Beginning stocks for 2022-23 are also lower this month as a 1.5-million-bale decline in 2021-22 global production more than offsets a 1.25-million-bale decline in projected consumption.

According to the U.S. Crop progress report, as on 05th June 2022, U.S cotton planting stands at 84 percent which was 68 percent a week ago and around 70 percent in the previous year.

DOMESTIC PRICES AND ARRIVALS

Cotton 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	13-Jun-22	11-Jun-22	
Gujarat	Ahmedabad	Shankar-6	12500	12500	Unch
	Gondal	Shankar-6	13155	NA	-
	Rajkot	B.T. Cotton	13000	NA	-
	Patan	B.T. Cotton	NA	NA	-
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	11850	NA	-
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	12200	12400	-200
	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	12500	Unch
	Jamner	Medium Staple	NA	12000	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	11979	NA	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	12800	12500	300
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	13-Jun-22	11-Jun-22	
Punjab	Bhatinda	J-34	10700	10700	Unch
	Abohar	J-34	10800	10800	Unch
	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
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State	Centre	Variety	13-Jun-22	11-Jun-22	
Gujarat	Ahmedabad	Shankar-6	6800	7650	-850
	Gondal	Shankar-6	150	NA	-
	Rajkot	B.T. Cotton	725	NA	-
	Patan	B.T. Cotton	NA	NA	-
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	8	NA	-
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	340	255	85
	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	8000	9000	-1000
	Jamner	Medium Staple	NA	22	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	444	NA	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	5	5	Unch
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	13-Jun-22	11-Jun-22	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	NA	NA	-
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	NA	NA	-
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	13-Jun-22	11-Jun-22	
Gujarat	Rajkot	Rs. /10 Kg.	1580	1570	10
Delhi	New Delhi	Rs. /10 Kg.	1540	1525	15
Telangana	Hyderabad	Rs. /10 Kg.	1550	1530	20
Maharashtra	Mumbai	Rs. /10 Kg.	1565	1560	5

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	13-Jun-22	11-Jun-22	
Gujarat	Mahesana (Kadi)	Rs./Qtl	3053	3033	20
Maharashtra	Akola	Rs./Qtl	3057	3062	-5

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

Index	Unit	10-Jun-22	9-Jun-22	Change
CCIndex(328)	RMB/Ton	21247	21242	5
CCIndex(527)	RMB/Ton	19910	19879	31
CCIndex(229)	RMB/Ton	21747	21742	5

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

China Foreign Cotton (FCE) Index :

Index	Unit	10-Jun-22	9-Jun-22	Change
FC Index (S)	Cents/lb	165.11	159.23	5.88
FC Index (M)	Cents/lb	163.49	157.61	5.88
FC Index (L)	Cents/lb	161.9	156.02	5.88

Cotlook Index:

Cotlook Indices	Unit	9-Jun-22	8-Jun-22	Change
A-Index	Cents/Pound	159.1	155.35	3.75

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		9-Jun-22	9-Jun-22	Bales
Southeast	cents/lb.	146.51	148.76	0
North Delta	cents/lb.	145.51	147.76	0
South Delta	cents/lb.	145.51	147.76	0
East TX-OK	cents/lb.	138.51	140.76	220
West Texas	cents/lb.	138.51	140.01	0
Desert SW	cents/lb.	137.76	140.01	0
SJ Valley	cents/lb.	138.26	147.16	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 10-Jun-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, Jun 10th, 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Jul-22	220610	146.92	147.70	144.50	145.06	-1.45	16,023	53,010	-3,950
Oct-22	220610	132.95	132.95	129.40	130.06	-2.01	27	72	+2
Dec-22	220610	124.87	126.00	121.05	122.36	-2.57	17,392	112,425	+3,756
Mar-23	220610	120.55	121.05	117.05	117.84	-2.27	3,133	21,252	+402
May-23	220610	116.75	117.05	113.61	113.39	-2.08	562	7,198	+40
Jul-23	220610	112.69	112.73	110.00	110.80	-1.78	410	6,783	+47
Total Volume and Open Interest							38,191	211,849	+346

Source: MRCI

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