

Domestic Fundamentals:**Market Outlook:**

The cotton physical market showed a mixed trend across India today. MCX cotton spot price was lower at Rs.47,660/bale on Tuesday. ICE cotton futures closed green on Monday.

News: *Cotton sowing is progressing in Gujarat and as per the State Agriculture Department data, around 1,33,093 hectares of area has been sown under cotton crop till 13th June 2022 compared to the previous season 99,382 hectares on the corresponding date.*

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).

Weather Forecast:

Thunderstorm accompanied with lightening & winds is very likely at isolated places East Rajasthan, and with lightening at isolated places over Himachal Pradesh, Punjab, Haryana, Chandigarh, Delhi, Madhya Pradesh, Vidarbha, Chhattisgarh, Jharkhand, Gangetic West Bengal, Coastal Andhra Pradesh & Yanam, Telangana, Rayalaseema, and with lightening at isolated places over Jammu & Kashmir, Ladakh, Gilgit-Baltistan, & Muzaffarabad, Uttar Pradesh, East Rajasthan, Bihar, Odisha, Madhya Maharashtra, Marathwada, Karnataka, Tamil Nadu, Pondicherry & Karaikal, Kerala & Mahe, Lakshadweep. Heavy rainfall at isolated places over Arunachal Pradesh, Assam & Meghalaya, and heavy rainfall at isolated places Sub-Himalayan West Bengal, Sikkim, Nagaland, Manipur, Mizoram, Tripura, East Madhya Pradesh, Chhattisgarh, Coastal Andhra Pradesh, Yanam, Telangana, Rayalaseema, Tamil Nadu, Pondicherry, Karaikal, Kerala & Mahi.

International Fundamentals:

The ICE cotton Futures was higher by 60 points at 145.66 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	14-Jun-22	13-Jun-22	
Gujarat	Ahmedabad	Shankar-6	12500	12500	Unch
	Gondal	Shankar-6	13205	13155	50
	Rajkot	B.T. Cotton	12950	13000	-50
	Patan	B.T. Cotton	NA	NA	-
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	12000	11850	150
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	12400	12200	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	0	12000	-12000
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	11913	11979	-66
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NA	12800	-
Commodity	Lint		Prices (Rs./Maunder)		Change
State	Centre	Variety	14-Jun-22	13-Jun-22	
Punjab	Bhatinda	J-34	10800	10700	100
	Abohar	J-34	10900	10800	100
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	9600	9650	-50
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	14-Jun-22	13-Jun-22	
Gujarat	Ahmedabad	Shankar-6	6800	6800	Unch
	Gondal	Shankar-6	108	150	-42
	Rajkot	B.T. Cotton	520	725	-205
	Patan	B.T. Cotton	NA	NA	-
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	18	8	-10
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	340	340	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	8000	8000	Unch
	Jamner	Medium Staple	0	27	-27
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	97	444	-347
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NA	5	-
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	14-Jun-22	13-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	14-Jun-22	13-Jun-22	
Gujarat	Rajkot	Rs. /10 Kg.	1572	1580	-8
Delhi	New Delhi	Rs. /10 Kg.	1530	1540	-10
Telangana	Hyderabad	Rs. /10 Kg.	1545	1550	-5
Maharashtra	Mumbai	Rs. /10 Kg.	1560	1565	-5

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	14-Jun-22	13-Jun-22	
Gujarat	Mahesana (Kadi)	Rs./Qtl	3047	3053	-6
Maharashtra	Akola	Rs./Qtl	3070	3057	13

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

Index	Unit	14-Jun-22	13-Jun-22	Change
CCIndex(328)	RMB/Ton	21192	21238	-46
CCIndex(527)	RMB/Ton	19836	19886	-50
CCIndex(229)	RMB/Ton	21669	21728	-59

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

China Foreign Cotton (FCE) Index :

Index	Unit	14-Jun-22	13-Jun-22	Change
FC Index (S)	Cents/lb	164.2	163.6	0.60
FC Index (M)	Cents/lb	162.58	161.98	0.60
FC Index (L)	Cents/lb	160.99	160.39	0.60

Cotlook Index:

Cotlook Indices	Unit	14-Jun-22	8-Jun-22	Change
A-Index	Cents/Pound	163.05	155.35	7.70

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		14-Jun-22	14-Jun-22	Bales
Southeast	cents/lb.	0	0	0
North Delta	cents/lb.	0	0	0
South Delta	cents/lb.	0	0	0
East TX-OK	cents/lb.	0	0	0
West Texas	cents/lb.	0	0	0
Desert SW	cents/lb.	0	0	0
SJ Valley	cents/lb.	0	0	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 13-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 Monday, Jun 13 th , 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Jul-22	220613	145.30	146.55	143.80	145.66	+0.60	16,928	48,198	-4,812
Oct-22	220613	131.27	131.27	127.42	129.63	-0.43	12	77	+5
Dec-22	220613	122.41	123.50	119.68	122.81	+0.45	19,101	116,508	+4,083
Mar-23	220613	118.19	118.63	115.14	118.21	+0.37	2,812	21,593	+341
May-23	220613	115.17	115.17	111.40	114.30	-0.09	674	7,267	+69
Jul-23	220613	109.98	110.19	107.40	110.15	-0.65	381	6,851	+68
Total Volume and Open Interest							40,670	211,998	+149

Source: MRCI

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