

Domestic Fundamentals:**Market Outlook:**

The cotton physical market showed a mixed trend across India today. MCX cotton spot price was lower at Rs.47,640/bale on Wednesday. ICE cotton futures closed red on Tuesday.

News: *Cotton sowing is being progressing in Andhra Pradesh. Around 0.201 lakh hectares of area has been sown under cotton as of 08th June 2022 which was 0.03 lakh hectares as on the corresponding date last year.*

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

International Fundamentals:

The ICE cotton Futures was lower by 218 points at 143.48 cents/lb. The Cotlook A index was at 163.05 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.

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	15-Jun-22	14-Jun-22	
Gujarat	Ahmedabad	Shankar-6	12500	12500	Unch
	Gondal	Shankar-6	13305	13205	100
	Rajkot	B.T. Cotton	12935	12950	-15
	Patan	B.T. Cotton	NA	NA	-
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	11970	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	12700	12500	200
	Jamner	Medium Staple	12000	12000	Unch
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	11222	11913	-691
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	NA	NA	-
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	15-Jun-22	14-Jun-22	
Punjab	Bhatinda	J-34	10700	10800	-100
	Abohar	J-34	10800	10900	-100
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	9600	9600	Unch
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	15-Jun-22	14-Jun-22	

Gujarat	Ahmedabad	Shankar-6	6800	6800	Unch
	Gondal	Shankar-6	360	108	252
	Rajkot	B.T. Cotton	700	520	180
	Patan	B.T. Cotton	NA	NA	-
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	2	NA	-
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	7000	8000	-1000
	Jamner	Medium Staple	22	18	4
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	29	97	-68
	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	15-Jun-22	14-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	15-Jun-22	14-Jun-22	
Gujarat	Rajkot	Rs. /10 Kg.	1572	1572	Unch
Delhi	New Delhi	Rs. /10 Kg.	1530	1530	Unch
Telangana	Hyderabad	Rs. /10 Kg.	1545	1545	Unch
Maharashtra	Mumbai	Rs. /10 Kg.	1560	1560	Unch

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price	Change
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State	Centre	Unit	15-Jun-22	14-Jun-22	
Gujarat	Mahesana (Kadi)	Rs./Qtl	3016	3047	-31
Maharashtra	Akola	Rs./Qtl	3070	3070	0

INTERNATIONAL PRICES AND INDICESChina Cotton Index:

Index	Unit	15-Jun-22	14-Jun-22	Change
CCIndex(328)	RMB/Ton	21152	21192	-40
CCIndex(527)	RMB/Ton	19816	19836	-20
CCIndex(229)	RMB/Ton	21615	21669	-54

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

China Foreign Cotton (FCE) Index :

Index	Unit	15-Jun-22	14-Jun-22	Change
FC Index (S)	Cents/lb	162	164.2	-2.20
FC Index (M)	Cents/lb	160.38	162.58	-2.20
FC Index (L)	Cents/lb	158.79	160.99	-2.20

Cotlook Index:

Cotlook Indices	Unit	15-Jun-22	14-Jun-22	Change
A-Index	Cents/Pound	163.55	163.05	0.50

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.	143.48	145.73	0
North Delta	cents/lb.	142.48	144.73	0
South Delta	cents/lb.	142.48	144.73	0
East TX-OK	cents/lb.	135.48	137.73	0
West Texas	cents/lb.	135.48	136.98	0
Desert SW	cents/lb.	134.73	136.98	0
SJ Valley	cents/lb.	135.23	144.13	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 Tuesday, Jun 14 th , 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Jul-22	220614	145.65	145.92	143.36	143.48	-2.18	25,754	40,096	-8,102
Oct-22	220614	128.87	130.20	127.28	127.56	-2.07	336	313	+236
Dec-22	220614	122.70	122.73	120.37	120.65	-2.16	20,944	121,015	+4,507
Mar-23	220614	117.39	117.82	115.60	116.04	-2.17	2,341	21,900	+307
May-23	220614	113.76	113.88	111.74	112.74	-2.14	658	7,380	+113
Jul-23	220614	109.22	109.22	107.78	108.18	-1.97	363	6,906	+55
Total Volume and Open Interest							50,789	209,093	-2,905

Source: MRCI

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