

Domestic Fundamentals:**Market Outlook:**

The cotton physical market showed a mixed trend across India today. MCX cotton spot price was lower at Rs.48,250/bale on Friday. ICE cotton futures closed green on Thursday.

News: *Cotton arrivals are very slow in India as the season is heading towards its closure. Mills have also reduced their consumption. Sowing has picked up in cotton growing areas for the 2022-23 season but will further depend on the progress of monsoon.*

Cotton sowing is being progressing in Andhra Pradesh. Around 22,560 hectares of area has been sown under cotton as of 15th June 2022 which was 5,444 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.

Weather Forecast:

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

International Fundamentals:

The ICE cotton Futures was higher by 35 points at 143.53 cents/lb. The Cotlook A index was at 161.30 cents/lb. The AWP for cotton was at 140.47 cents/lb.

According to the U.S. Crop progress report, as on 13th June 2022, U.S cotton planting stands at 90 percent which was 84 percent a week ago and around 87 percent in the previous year.

According to the USDA, WASDE Report, cotton production in the US may reduce in the coming 2022-23 season (August-July) to 35.92 lakh MT from 38.15 lakh MT of 2021-22. The production was 31.81 lakh MT in 2020-21. Cotton production is expected to increase in India, China, Brazil and Pakistan in 2022-23 season. Global production is projected to increase to 264.03 lakh MT in next season from 254.61 lakh MT of 2021-22.

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	17-Jun-22	16-Jun-22	
Gujarat	Ahmedabad	Shankar-6	12500	12500	Unch
	Gondal	Shankar-6	12955	13055	-100
	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	NA	11000	-
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	12300	12200	100
	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	11800	12000	-200
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	11959	11529	430
	Hubli	D.C.H.	0	NA	-
	Hubli	B.T. Cotton	0	NA	-
	Raichur	H-44 Cotton	0	NA	-
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	17-Jun-22	16-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	9600	50
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	17-Jun-22	16-Jun-22	

Gujarat	Ahmedabad	Shankar-6	5100	5100	Unch
	Gondal	Shankar-6	363	368	-5
	Rajkot	B.T. Cotton	550	550	Unch
	Patan	B.T. Cotton	NA	NA	-
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	NA	2	-
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	6000	6000	Unch
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	0	56	-56
	Hubli	D.C.H.	0	NA	-
	Hubli	B.T. Cotton	0	NA	-
	Raichur	H-44 Cotton	0	NA	-
Commodity		Lint	Arrivals (Quintal)		Change
State	Centre	Variety	17-Jun-22	16-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	17-Jun-22	16-Jun-22	
Gujarat	Rajkot	Rs. /10 Kg.	1535	1550	-15
Delhi	New Delhi	Rs. /10 Kg.	1500	1510	-10
Telangana	Hyderabad	Rs. /10 Kg.	1515	1525	-10
Maharashtra	Mumbai	Rs. /10 Kg.	1540	1550	-10

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price	Change
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State	Centre	Unit	17-Jun-22	16-Jun-22	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2997	3035	-38
Maharashtra	Akola	Rs./Qtl	3050	3052	-2

INTERNATIONAL PRICES AND INDICESChina Cotton Index:

Index	Unit	17-Jun-22	16-Jun-22	Change
CCIndex(328)	RMB/Ton	20708	21021	-313
CCIndex(527)	RMB/Ton	19400	19714	-314
CCIndex(229)	RMB/Ton	21227	21498	-271
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	17-Jun-22	16-Jun-22	Change
FC Index (S)	Cents/lb	162.04	161.69	0.35
FC Index (M)	Cents/lb	160.41	160.07	0.34
FC Index (L)	Cents/lb	158.82	158.48	0.34

Cotlook Index:

Cotlook Indices	Unit	17-Jun-22	16-Jun-22	Change
A-Index	Cents/Pound	161.05	161.3	-0.25

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		16-Jun-22	16-Jun-22	Bales
Southeast	cents/lb.	143.53	145.78	0
North Delta	cents/lb.	142.53	144.78	0
South Delta	cents/lb.	142.53	144.78	0
East TX-OK	cents/lb.	135.53	137.78	91
West Texas	cents/lb.	135.53	137.03	574
Desert SW	cents/lb.	134.78	137.03	0
SJ Valley	cents/lb.	135.28	144.18	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 16-Jun-2022				(in Pakistan Rupees)
Product	Rate for	Ex-Gin Price	Up Country Sales	Spot Rate Karachi
Cotton	37.32Kgs	20200	180	20980
Equivalent	40 Kgs	21648	193	22484

Daily Futures Price Listing Wednesday, Jun 16 th , 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Jul-22	220616	143.51	147.50	143.45	143.53	+0.35	7,975	25,739	-8,332
Oct-22	220616	125.00	126.15	124.80	126.13	+1.01	133	294	-9
Dec-22	220616	118.26	119.75	117.30	119.23	+1.31	13,278	124,772	+816
Mar-23	220616	114.11	115.26	112.80	114.88	+1.33	1,934	22,360	+381
May-23	220616	111.22	111.62	109.37	111.48	+1.33	690	7,377	-4
Jul-23	220616	107.60	108.21	106.00	107.99	+1.30	559	7,269	+36
Total Volume and Open Interest							24,712	199,444	-7,153

Source: MRCI

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