

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed a mixed trend across India today. MCX cotton spot price was lower at Rs.46,380/bale on Thursday. ICE cotton futures closed red on Wednesday.

News: According to the Agriwatch Sources, some districts of Punjab (Bhatinda, Faridkot, Mansa), Haryana (Sirsa, Hisar) and few border areas (Shri Ganganagar) of Rajasthan has reported Pink Bollworm infestation in Cotton crop. White fly attack was also observed in areas where the crop was sown early and has reached the flowering stage.

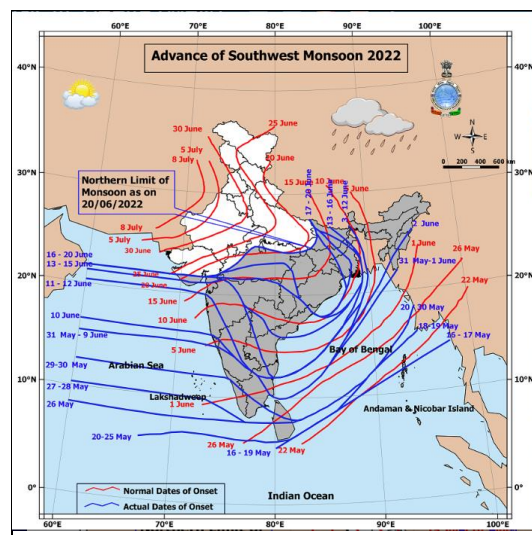
Cotton Association of India is bullish about the sowing progress for the 2022-23 season. Despite the decline in cotton acreages in northern states, the area under cotton crop is expected to grow by 8-12 percent to about 135 lakh hectares in the 2021-22 season across India. Major increase in area is expected from southern and central India.

Cotton Association of India has reduced its May estimate for the cotton crop for the 2021-22 season by 8.31 lakh bales to 315.32 lakh bales from its previous estimate of 323.63 lakh bales. The association has attributed the reduction in crop estimate to the drop in production in states including Rajasthan, Gujarat, Maharashtra, Madhya Pradesh, Telangana, Karnataka and Andhra Pradesh. AgriWatch has estimated cotton production for 2021-22 season at 315.32 lakh bales lower from its previous season estimate of 323.63 lakh bales.

The total cotton supply between October 2021 and May 2022 remained at 367.22 lakh bales, which consists of the arrivals of 288.38 lakh bales, imports of 7 lakh bales during the month of May 2022 and Opening Stock is now estimated at 71.84 lakh bales at the beginning of the season on 1st October 2022. Further, the CAI has estimated cotton consumption for the months of October to May 2022 at 225 lakh bales while export shipment of cotton during the months of October to May 2022 is estimated at 38 lakh bales. Stock at the end of May 2022 is estimated at 34.22 lakh bales.

Weather Forecast:

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



International Fundamentals:

The ICE cotton Futures was lower by 19 points at 143.32 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	23-Jun-22	22-Jun-22	
Gujarat	Ahmedabad	Shankar-6	12500	12500	Unch
	Gondal	Shankar-6	12555	13005	-450
	Rajkot	B.T. Cotton	12370	12720	-350
	Patan	B.T. Cotton	NA	NA	-
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	12450	12450	-
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	11200	11500	-300
	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	12400	12500	-100
	Jamner	Medium Staple	11500	11500	Unch
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-

Karnataka	Bijapur	Bunny	11629	11839	-210
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	12500	13050	-550
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	23-Jun-22	22-Jun-22	
Punjab	Bhatinda	J-34	9500	9800	-300
	Abohar	J-34	9500	9800	-300
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	8800	9100	-300
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	23-Jun-22	22-Jun-22	
Gujarat	Ahmedabad	Shankar-6	3400	3400	Unch
	Gondal	Shankar-6	395	324	71
	Rajkot	B.T. Cotton	680	800	-120
	Patan	B.T. Cotton	NA	NA	-
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	2	5	-3
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	510	1054	-544
	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	4000	4000	Unch
	Jamner	Medium Staple	24	26	-2
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	83	195	-112
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	3	6	-3
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	23-Jun-22	22-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	23-Jun-22	22-Jun-22	
Gujarat	Rajkot	Rs. /10 Kg.	1420	1420	Unch
Delhi	New Delhi	Rs. /10 Kg.	1400	1400	Unch
Telangana	Hyderabad	Rs. /10 Kg.	1410	1410	Unch
Maharashtra	Mumbai	Rs. /10 Kg.	1420	1440	-20

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	23-Jun-22	22-Jun-22	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2915	2924	-10
Maharashtra	Akola	Rs./Qtl	2948	2959	-11

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

Index	Unit	23-Jun-22	22-Jun-22	Change
CCIndex(328)	RMB/Ton	19792	20074	-282
CCIndex(527)	RMB/Ton	18601	18899	-298
CCIndex(229)	RMB/Ton	20301	20515	-214

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

China Foreign Cotton (FCE) Index :

Index	Unit	23-Jun-22	22-Jun-22	Change
FC Index (S)	Cents/lb	161.68	161.91	-0.23
FC Index (M)	Cents/lb	160.05	160.28	-0.23
FC Index (L)	Cents/lb	158.46	158.69	-0.23

Cotlook Index:

Cotlook Indices	Unit	23-Jun-22	18-Jun-22	Change
A-Index	Cents/Pound	156.5	161.3	-4.80

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
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		22-Jun-22	22-Jun-22	Bales
Southeast	cents/lb.	124.66	126.91	41
North Delta	cents/lb.	123.66	125.91	0
South Delta	cents/lb.	123.66	125.91	0
East TX-OK	cents/lb.	115.66	117.91	0
West Texas	cents/lb.	115.66	117.16	825
Desert SW	cents/lb.	114.66	116.91	0
SJ Valley	cents/lb.	115.16	124.06	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 22-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 Wednesday, Jun 22 nd 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Jul-22	220622	143.58	145.00	143.00	143.32	-0.19	5,106	16,270	-2,281
Oct-22	220622	120.89	120.89	114.66	114.66	-6.00	27	292	-7
Dec-22	220622	114.00	114.09	107.85	108.07	-5.78	12,007	127,560	-156
Mar-23	220622	109.58	109.67	103.67	103.67	-6.00	3,615	25,488	+984
May-23	220622	106.85	106.87	101.01	101.01	-6.00	876	8,055	+297
Jul-23	220622	104.00	104.03	98.30	98.51	-5.79	259	7,563	+124
Total Volume and Open Interest							22,035	196,917	-1,012

Source: MRCI

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