

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed a mixed trend across India today. MCX cotton spot price was lower at Rs.45,330/bale on Friday. ICE cotton futures closed red on Thursday.

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.

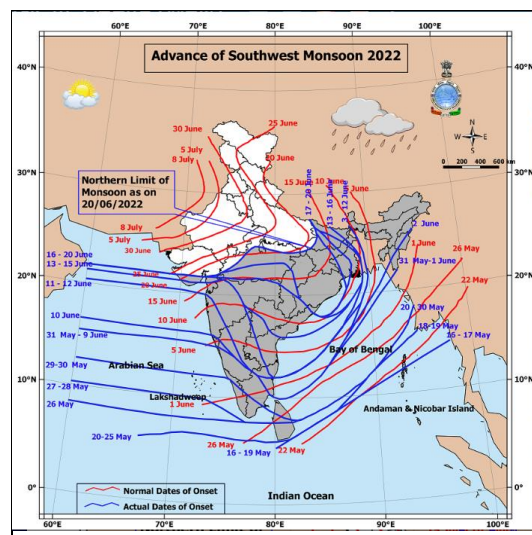
Cotton Association of India is bullish about the sowing progress for the 2022-23 season. Despite the decline in cotton acreages in northern states, the area under cotton crop is expected to grow by 8-12 percent to about 135 lakh hectares in the 2021-22 season across India. Major increase in area is expected 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 is very likely at isolated places East Uttar Pradesh, 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, Kerala & Mahe, Lakshadweep. Heavy rainfall at isolated places over Konkan & Goa, Madhya Maharashtra, South Gujarat State, Coastal Karnataka and heavy rainfall at isolated places over Chhattisgarh, Bihar, Sub- Himalayan West Bengal & Sikkim, Odisha, Arunachal Pradesh, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, Kerala & Mahe, interior Karnataka.



International Fundamentals:

The ICE cotton Futures was lower by 700 points at 136.32 cents/lb. The Cotlook A index was at 156.50 cents/lb. The AWP for cotton was at 135.95 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	24-Jun-22	23-Jun-22	
Gujarat	Ahmedabad	Shankar-6	11500	12500	-1000
	Gondal	Shankar-6	12205	12555	-350
	Rajkot	B.T. Cotton	12000	12370	-370
	Patan	B.T. Cotton	NA	NA	-
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	NA	10000	-
Haryana	Bhiwani	B.T. Cotton	NA	NA	-
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	10500	11200	-700
	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	12400	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	11029	11629	-600
	Hubli	D.C.H.	NA	NA	-

	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	12500	12500	-
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	24-Jun-22	23-Jun-22	
Punjab	Bhatinda	J-34	8600	9500	-900
	Abohar	J-34	8600	9500	-900
	Mansa	J-34	NA	NA	-
Haryana	Sirsa	J-34	8100	8800	-700
Rajasthan	Sri-Ganganagar	J-34	NA	NA	-

Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	24-Jun-22	23-Jun-22	
Gujarat	Ahmedabad	Shankar-6	3400	3400	Unch
	Gondal	Shankar-6	160	395	-235
	Rajkot	B.T. Cotton	500	680	-180
	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	816	510	306
	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	5000	4000	1000
	Jamner	Medium Staple	34	24	10
Uttar Pradesh	Hathras	B.T. Cotton	NA	NA	-
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Karnataka	Bijapur	Bunny	184	83	101
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	4	3	1
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	24-Jun-22	23-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	24-Jun-22	23-Jun-22	
Gujarat	Rajkot	Rs. /10 Kg.	1420	1420	Unch
Delhi	New Delhi	Rs. /10 Kg.	1400	1400	Unch
Telangana	Hyderabad	Rs. /10 Kg.	1400	1410	-10
Maharashtra	Mumbai	Rs. /10 Kg.	1400	1420	-20

Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	24-Jun-22	23-Jun-22	
Gujarat	Mahesana (Kadi)	Rs./Qtl	2842	2915	-73
Maharashtra	Akola	Rs./Qtl	2898	2948	-50

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

Index	Unit	24-Jun-22	23-Jun-22	Change
CCIndex(328)	RMB/Ton	19347	19792	-445
CCIndex(527)	RMB/Ton	18187	18601	-414
CCIndex(229)	RMB/Ton	19856	20301	-445

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

China Foreign Cotton (FCE) Index :

Index	Unit	24-Jun-22	23-Jun-22	Change
FC Index (S)	Cents/lb	150.35	161.68	-11.33
FC Index (M)	Cents/lb	148.74	160.05	-11.31
FC Index (L)	Cents/lb	147.15	158.46	-11.31

Cotlook Index:

Cotlook Indices	Unit	24-Jun-22	23-Jun-22	Change
A-Index	Cents/Pound	0	156.5	-156.50

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		23-Jun-22	23-Jun-22	Bales
Southeast	cents/lb.	119.01	121.26	0
North Delta	cents/lb.	118.01	120.26	0
South Delta	cents/lb.	118.01	120.26	0

East TX-OK	cents/lb.	111.01	113.26	0
West Texas	cents/lb.	111.01	112.51	1230
Desert SW	cents/lb.	109.01	111.26	0
SJ Valley	cents/lb.	109.51	118.41	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 23-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 Thursday, Jun 23 rd 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Jul-22	220623	143.50	143.73	136.32	136.32	-7.00	8,436	10,245	-6,025
Oct-22	220623	112.24	113.00	107.66	107.66	-5.65	65	271	-21
Dec-22	220623	108.05	108.41	101.51	101.51	-6.06	24,543	126,646	-914
Mar-23	220623	103.70	103.70	97.05	97.05	-5.94	7,673	27,122	+1,634
May-23	220623	100.98	101.15	94.56	94.56	-5.68	1,894	8,644	+589
Jul-23	220623	98.54	98.71	92.71	92.07	-5.50	988	7,400	-163
Total Volume and Open Interest							44,448	191,861	-5,056

Source: MRCI

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