

Domestic Fundamentals:

Market Outlook:

The cotton physical market showed a mixed trend across India today. MCX cotton spot price was lower at Rs.33,150/bale on Monday. ICE cotton futures closed green on Friday.

News: According to the market sources, the Haryana Agriculture Department's preliminary survey report, cotton crop has been affected in the state on over 39,000 hectares due to heavy rainfall during September month. For the 2022-23 cotton season, around 6.50 lakh hectares of land was sown under cotton cultivation which was comparatively lower than the previous season's sowing of 6.88 lakh hectares. As per AgriWatch sources, around 15-20% loss is expected across the state.

As of 28th Sept 2022, Andhra Pradesh Cotton sowing has reached 6.53 lakh hectares for the 2022-23 season which is slightly higher compared to the previous season's sowing of 5 lakh hectares during the corresponding period. Average rainfall for the period from 01.06.2022 to 28.09.2022 has reached 563.2 mm against the normal of 562 mm in the state.

As per AgriWatch Sources, the rainfall during the last week has affected the quality of cotton in some parts of Gujarat. Overall, the moisture percentage has increased to 30-35% in the new cotton. The market is currently witnessing low demand as textile mills are closed for the 2021-22 season but will soon start operations for the 2022-23 season as the new cotton season is going start from 01st October 2022.

As of 28th Sept 2022, Telangana Cotton sowing has reached 5000724 acres for the 2022-23 season which is slightly higher compared to the previous season's sowing of 4668057 acres. Average rainfall for the period from 01.06.2022 to 28.09.2022 has reached 1075 mm higher as compared to the previous season of 1007 mm across the state.

As of Sept. 23rd, 2022 Cotton sowing has reached 127.39 Lakh Ha. Vs 118.56 Lakh Ha. same period last year. Agriwatch expects overall the cotton sowing to reach 128 Lakh Ha. in 2022-23 season. Earlier, due to excess rainfall in July month cotton sowing was affected in central and southern India.

Cotton Sowing (Lakh Hectares) As of 23rd Sept 2022

States	2021-22	2022-23	Difference
Andhra Pradesh	4.93	6.47	+1.54
Karnataka	6.43	8.21	+1.78
Gujarat	22.53	25.48	+2.95
Maharashtra	39.57	42.29	+2.72
Madhya Pradesh	6.0	5.99	-0.01
Rajasthan	6.28	6.83	+0.54
Punjab	2.54	2.48	-0.06
Haryana	6.88	6.50	-0.37
All India	118.56	127.39	8.83

Weather Forecast:

Heavy rainfall at isolated places over Bihar, Sub-Himalayan West Bengal, Sikkim, Odisha, East Uttar Pradesh, Chhattisgarh, Jharkhand, Gangetic West Bengal, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, Coastal Andhra Pradesh & Yanam. Thunderstorms accompanied by lightning at isolated places over Sub-Himalayan West Bengal & Sikkim, East Madhya Pradesh, Vidarbha, Chhattisgarh, Bihar, Jharkhand, Gangetic West Bengal, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, Coastal Andhra Pradesh, Yanam, Telangana, Karnataka, Tamil Nadu, Pondicherry & Karaikal, Kerala & Mahe.

International Fundamentals:

The ICE cotton Futures was higher by 18 points at 85.34 cents/lb. The Cotlook A index was lower at 107.10 cents/lb. The AWP for cotton was 82.42 cents/lb.

According to the U.S. Crop progress report, as of 26th Sep 2022, U.S cotton Cotton Bolls opening stands at 67 percent which is higher than that of the previous season (59 percent). In the previous week cotton bolls opening was 58 percent. Overall 4 percent of the U.S Cotton Crop is in excellent condition, 27 percent in good to a fair condition which was 28 percent in the previous week.

Cotton production in Pakistan has reached 2.19 million bales till 15th September 2022, which is around 19% lower from the previous season. The production has fallen mainly due to heavy rainfalls. As a result, Pakistan may import 5.5-6 million bales of cotton to overcome the shortfall in the 2022-23 season.

According to USDA, Cotton and product update report, global cotton production is estimated higher at 118.40 million bales, and stocks are projected higher this month. However, Consumption has slightly decreased to 118.60 million bales with lower projected use in Pakistan and Vietnam. Global trade is unchanged as higher U.S. exports more than offset lower Brazil shipments.

Northern New Cotton Crop:

Cotton Arrivals (Quintals)		
	Total Arrivals up to 02.10.22	03 rd Oct'22
Punjab	11000	1000
Haryana	101500	5000
Lower Rajasthan	28500	4000
Ganga line	30500	5000
Net Total	171500	15000

Cotton Price (Rs./Quintal) as. of 03.10.22	
	Ready Delivery
Punjab	7000
Haryana	7000
Ganga line	7000

DOMESTIC PRICES AND ARRIVALS**Cotton Prices at Key Spot Markets:**

Commodity	Kapas		Prices (Rs./Quintal)		Change
State	Centre	Variety	3-Oct-22	1-Oct-22	
Gujarat	Ahmedabad	Shankar-6	8500	8500	Unch
	Gondal	Shankar-6	9055	8855	200
	Rajkot	B.T. Cotton	8750	8700	50
	Patan	B.T. Cotton	8945	8850	95
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	1380	1400	-20
	Dhrol	B.T. Cotton	8275	8280	-5
Haryana	Bhiwani	B.T. Cotton	8500	8500	Unch
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	8700	8600	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	8200	NA	-
	Rawatsar	B.T. Cotton	NA	NA	-
Madhya Pradesh	Khandwa	Mech-1	NA	NA	-
	Khargaon	Mech-1	NA	NA	-
Maharashtra	Amravati	Mech-1	NA	NA	-
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	7700	7500	200
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Andhra Pradesh	Adoni	Un-Ginned	NA	9501	-
Karnataka	Bijapur	Bunny	NA	9021	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	9100	9450	-350
Commodity	Lint		Prices (Rs./Maund)		Change
State	Centre	Variety	3-Oct-22	1-Oct-22	
Punjab	Bhatinda	J-34	7000	6750	250
	Abohar	J-34	7000	6800	200
	Mansa	J-34	7000	6800	200
Haryana	Sirsa	J-34	7000	6700	300

Rajasthan	Sri-Ganganagar	J-34	6298	6392	-94
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Cotton Arrivals in Key Centers:

Commodity	Kapas		Arrivals (Quintal)		Change
State	Centre	Variety	3-Oct-22	1-Oct-22	
Gujarat	Ahmedabad	Shankar-6	20400	17000	3400
	Gondal	Shankar-6	8450	8400	50
	Rajkot	B.T. Cotton	1250	NA	-
	Patan	B.T. Cotton	1801	1857	-56
	Kadi	B.T. Cotton	NA	NA	-
	Deesa	B.T. Cotton	NA	NA	-
	Dhrol	B.T. Cotton	155	89	66
Haryana	Bhiwani	B.T. Cotton	2000	2500	-500
	Bhiwani	Desi	NA	NA	-
	Adampur	B.T. Cotton	600	600	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	NA	NA	-
	Jamner	Medium Staple	NA	NA	-
Uttar Pradesh	Hathras	B.T. Cotton	150	350	-200
	Hathras	Desi	NA	NA	-
Telangana	Adilabad	Un-Ginned	NA	NA	-
Andhra Pradesh	Adoni	Un-Ginned	NA	4957	-
Karnataka	Bijapur	Bunny	NA	218	-
	Hubli	D.C.H.	NA	NA	-
	Hubli	B.T. Cotton	NA	NA	-
	Raichur	H-44 Cotton	18	15	3
Commodity	Lint		Arrivals (Quintal)		Change
State	Centre	Variety	3-Oct-22	1-Oct-22	
Punjab	Bhatinda	J-34	NA	NA	-
	Abohar	J-34	425	340	85
	Mansa	J-34	85	102	-17
Haryana	Sirsa	J-34	NA	NA	-
Rajasthan	Sri-Ganganagar	J-34	2000	1000	1000

Cotton Seed Oil Prices:

Commodity	Cotton Seed Oil		Price		Change
State	Centre	Unit	3-Oct-22	1-Oct-22	
Gujarat	Rajkot	Rs. /10 Kg.	1260	1245	15
Delhi	New Delhi	Rs. /10 Kg.	NR	NR	-
Telangana	Hyderabad	Rs. /10 Kg.	1260	1255	5

Maharashtra	Mumbai	Rs. /10 Kg.	1270	1270	Unch
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Cotton Seed Oil Seed Cake Prices:

Commodity	Cotton Seed Oil Seed Cake		Price		Change
State	Centre	Unit	3-Oct-22	1-Oct-22	
Gujarat	Maheana (Kadi)	Rs./Qtl	2390	2390	0
Maharashtra	Akola	Rs./Qtl	2698	2704	-7

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

Index	Unit	30-Sep-22	29-Sep-22	Change
CCIndex(328)	RMB/Ton	15502	15487	15
CCIndex(527)	RMB/Ton	14023	14023	Unch
CCIndex(229)	RMB/Ton	15946	15936	10
RMB -Renminbi, 1RMB =0.16 \$U.S.				

China Foreign Cotton (FCE) Index :

Index	Unit	30-Sep-22	29-Sep-22	Change
FC Index (S)	Cents/lb	106.38	110.04	-3.66
FC Index (M)	Cents/lb	104.85	108.56	-3.71
FC Index (L)	Cents/lb	103.51	107.23	-3.72

Cotlook Index:

Cotlook Indices	Unit	30-Sep-22	29-Sep-22	Change
A-Index	Cents/Pound	103.8	107.1	-3.30

USDA Cotton Spot Rates:

Growth Area	Unit	Leaf 4 to Staple 34	Leaf 3 to Staple 35	Arrivals
		30-Sep-22	30-Sep-22	Bales
Southeast	cents/lb.	89.34	91.59	0
North Delta	cents/lb.	88.34	90.59	0
South Delta	cents/lb.	88.34	90.59	0
East TX-OK	cents/lb.	85.09	87.59	0
West Texas	cents/lb.	84.34	85.84	0
Desert SW	cents/lb.	83.34	85.59	0
SJ Valley	cents/lb.	83.84	92.74	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

Cotton Association of India Spot Rates:

Trade Name	Staple	Micronaire	Strength/ GPT	Rs. Per Candy	Rs. Per Candy	Change
				1-Oct-22	30-Sep-22	
Bengal Deshi (RG)/Assam Comilla (101)	Below 22mm	5.0 - 7.0	15	50800	51500	-700
Bengal Deshi (SG)(201)	Below 22mm	5.0 - 7.0	15	51500	52200	-700
J-34(202)	26mm	3.5 - 4.9	23	62400	63500	-1100
H-4/ MECH-1(105)	28mm	3.5 - 4.9	27	66000	68000	-2000
Shankar-6(105)	29mm	3.5 - 4.9	28	68000	69500	-1500
Bunny/ Brahma(105)	31mm	3.5 - 4.9	30	NA	NA	-
MCU-5/ Surabhi(106)	32mm	3.3 - 4.9	31	NA	NA	-
DCH-32(107)	34mm	3.0 - 3.8	33	80000	80000	Unch

Daily Futures Price Listing Friday, Sept 30th 2022

Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
22-Oct	220930	93	93.22	93	93.22	6.11	0	14	-2
22-Dec	220930	85.46	85.95	83.6	85.34	0.18	20,182	107,518	111
22-Mar	220930	83.17	83.67	81.96	83.45	0.72	6,207	53,946	840
23-May	220930	81.88	82.22	80.68	82.09	0.76	2567	21,210	12
23-Jul	220930	79.89	80.49	78.83	80.28	0.88	1909	13,273	62
23-Oct	220930	77.02	77.02	77.02	77.02	1.29	0	1	0
Total Volume and Open Interest							34,239	220,793	1,499

Source: MRCI

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