

MSP Operations by CCI

The Cotton Corporation of India Ltd. (CCI) is the primary agency of the Government for undertaking MSP operations and losses, if any, incurred by it for MSP operation are reimbursed by the Government.

Every year before the commencement of the Cotton Season (Oct to Sept), the Ministry of Agriculture based on the recommendations of Advisory Board viz., Commission for Agricultural Costs and Prices (CACP) fixes the MSP with a view to give incentives to the cotton farmers of the country.

Accordingly, taking into consideration of the recommendation of CACP the Ministry of Agriculture had fixed MSP for two basic varieties of cotton viz. Medium Staple length cotton having staple length of 24.5 mm to 25.5 mm with micornnaire value of 4.3 to 5.1 and long staple length having 2.5% staple length of 29.5 to 30.5 mm with micronnaire of 3.5 to 4.3 of new crop of seed cotton (kapas) of Fair Average Quality (FAQ) for cotton season 2012-13. The support price for medium staple length cotton has been fixed at Rs. 3600/- per quintal and for long staple at Rs. 3900/- per quintal. Based on the support Price of these two basic varieties of kapas seed, the MSP for other classes is fixed by the Textile Commissioner.

(Data Source: Under Secretary - Cotton, Updated on 31-07-2012)