



Gujcot Trade Association

WEEKLY REPORT

Market Movement from 11th Feb 2019 to 16th Feb 2019

- High level meeting between U.S. and china at Beijing Concluded with some positive indication from both the sides but market did not react before any solid conclusion.
- This week was a bear week. NY March option expired. So now lead month for trade is May. Both the futures lost 233 and 183 points respectively. So the market sentiment was bearish.
- Indian physical market was steady but in MCX future there was a selling pressure. In Maharashtra during this week large quantities of cotton bales were deposited in MCX warehouses. In the last few days of month this deliveries can put pressure on MCX future.
- Indian consumers are not in a hurry to build inventory. If NY future go farther down then they have chance to book imported cotton.
- Indian physical market remained steady. Gujarat Shankar 6 Price remained in small range but Maharashtra is facing more selling pressure.
- Gujarat 29 mm Cotton sold between 42,850 to 42,350 Rs./Candy.
- All India Daily Arrivals remained between 1,40,000 to 1,60,000 bales.
- Gujarat Daily Pressing was approximately 45,000 bales.
- Indian Rupee remained strong during mid-week but returned to same rate on closing of the week.

Global

US Weekly Export Sales

- Net UPLAND sales of 2,99,800 RB for 2018-2019 were up 31 percent from the previous week and 52 percent from the prior 4-week average. Increases were reported for Pakistan (1,30,300 RB), India (50,000 RB), Turkey (37,100 RB), Vietnam (28,000 RB, including 6,100 RB switched from China, 3,200 RB switched from South Korea, 500 RB switched from Japan, and 400 RB switched from Hong Kong), and Malaysia (15,000 RB, including 100 RB switched from Japan). Reductions were reported for South Korea (2,700 RB) and Japan (1,800 RB).
- For 2019-2020, net UPLAND sales of 19,400 RB were reported for Bangladesh (15,000 RB) and China (4,400 RB).
- UPLAND Exports of 1,81,100 RB were down 5 percent from the previous week, but up 3 percent from the prior 4-week average. Exports were primarily to Vietnam (46,900 RB), Pakistan (24,100 RB), China (21,200 RB), Indonesia (21,100 RB), and Mexico (18,200 RB).
- Net sales of PIMA totaling 6,000 RB for 2018-2019 were down 28 percent from the previous week and 35 percent from the prior 4-week average. Increases were reported for India (4,200 RB, including decreases of 100 RB), Thailand (900 RB), and China (700 RB, including decreases of 100 RB).
- PIMA Exports of 16,200 RB were up 30 percent from the previous week and 32 percent from the prior 4-week average. The destinations were primarily to India (4,900 RB), China (4,400 RB), Pakistan (3,000 RB), Egypt (1,300 RB), and Germany (1,100 RB).

US Export Sales	03-Jan-2019
Marketing Year 2018-19	
Upland Gross Sales	3,09,700
Cancellation	9,900
Net Upland Sales	2,99,800
PIMA Gross Sales	6,200
Cancellation	300
Net PIMA Sales	5,900
Total Gross Sales	3,15,900
Total Cancellation	10,200
Total Net Sales	3,05,700
Shipments	
UPLAND	1,81,100
PIMA	16,200
Total Shipment	1,97,300
Marketing Year 2019-20	
Net Upland Sales	19,400
Net PIMA Sales	0
Total Net Sales	19,400
All Figures in US Running Bale	

China report from Reinhart weekly report

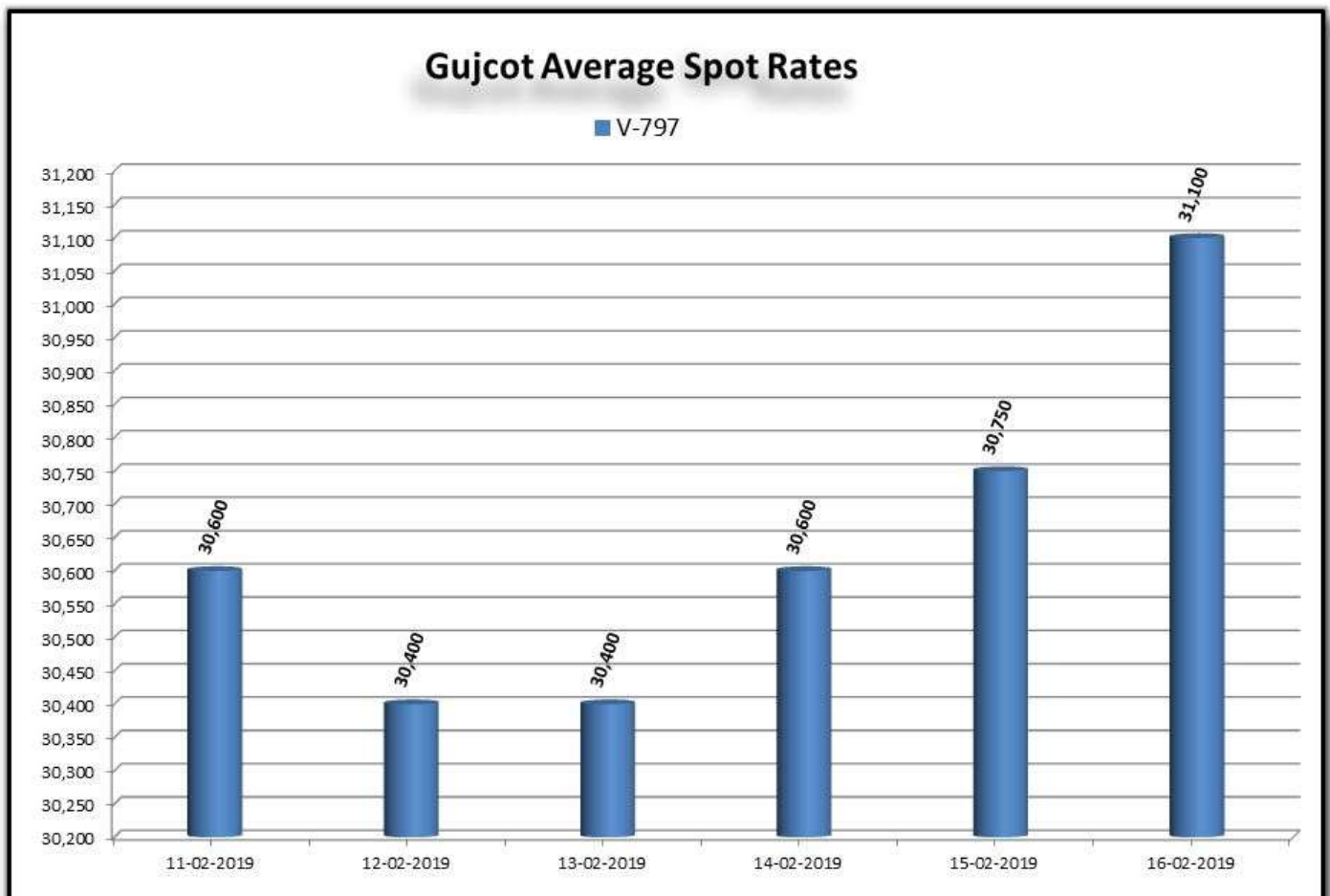
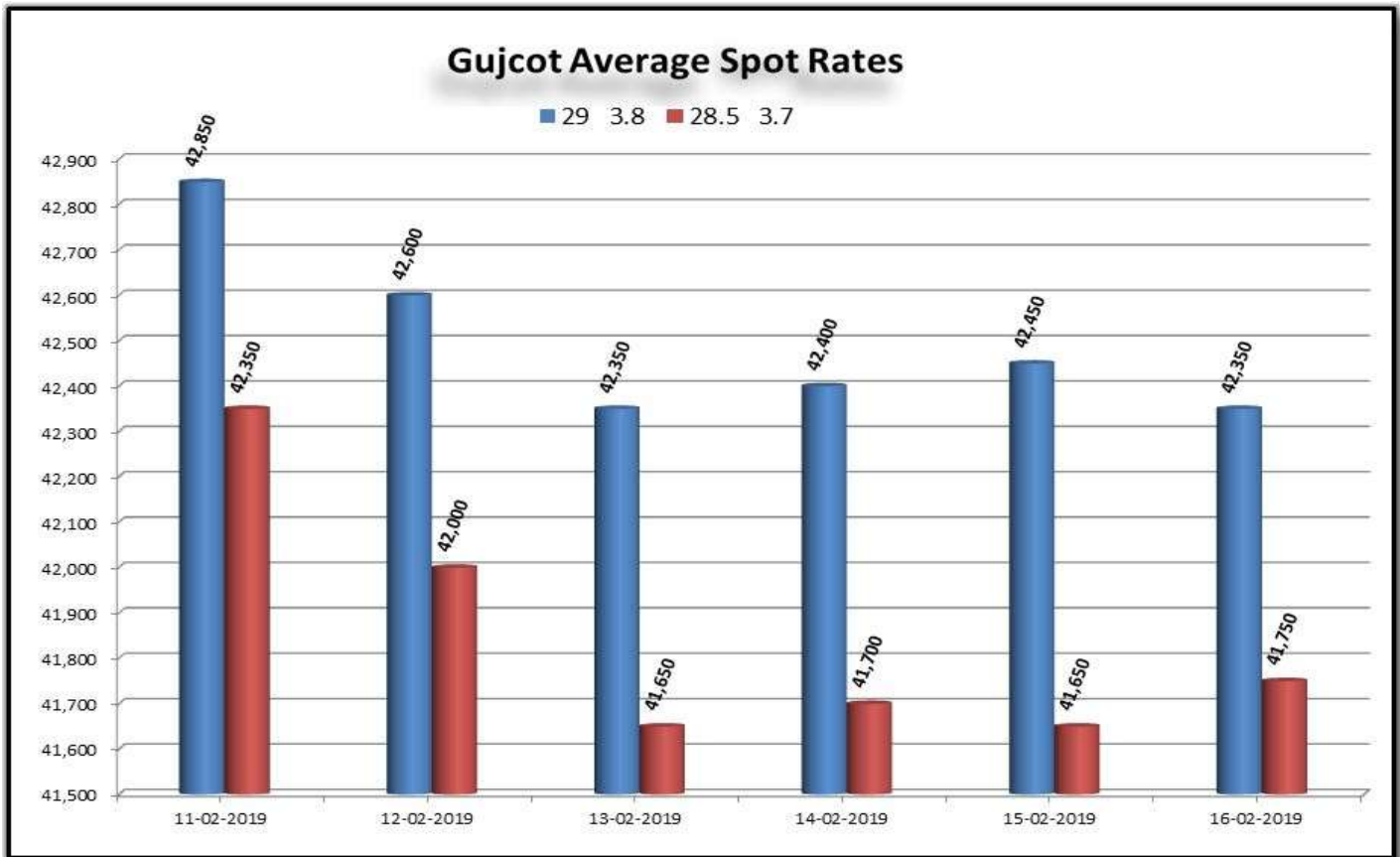
The ZCE cotton futures market opened after Chinese New Year holidays on a weaker note. The failure to break the 15'500 resistance (basis May19 contract) resulted in a pullback to the nearby support at 15'000. A break below would likely lead to a test of the contract low at 14'640. Short-term outlook is neutral. Long-term trend remains bearish. China is slowly coming back to work after the long holiday. As a first part of the 2019 TRQ quota has been distributed, and the price of imported cotton has become more attractive with lower ICE, there has been some increased demand mainly for nearby deliveries. But overall demand continues sluggish as the economy still is suffering from uncertainty regarding the trade war, and possibly even more from the very tight credit conditions; many private companies find it almost impossible to get access to trade finance.

Cotton china has published its first estimate for 19/20 crop, calling for a slightly lower crop at 5.65m tons and about unchanged consumption at 8.58m tons. Of course, it's still very early in the season and much may change, but the fact remains that China has a long-term structural deficit of about 2.5-3.0m tons yearly which will have to be covered by further stock reduction and imports.

Average Rate Of Last week					
Variety	Staple Length	Mic.	Price Range		Average Of 6 Days
			Low	High	
Shankar 6	29	3.8	42,350	42,850	42,500
Shankar 6	28.5	3.7	41,650	42,350	41,850
Shankar 6	28	3.6	No Quote	No Quote	No Quote
Shankar 6	27	3.2	No Quote	No Quote	No Quote
Shankar 6	26	3	No Quote	No Quote	No Quote
V-797	13% Trash		30,400	31,100	30,642
MCX Spot Rate			20,340	20,550	20,393
USD Exchange Rate			70.70	71.22	71.04

Rate Of Last Week					
Date	29 3.8	28.5 3.7	V-797	MCX Spot Rate	USD-INR Exchange
11-02-2019	42,850	42,350	30,600	20,550	71.16
12-02-2019	42,600	42,000	30,400	20,360	70.70
13-02-2019	42,350	41,650	30,400	20,370	70.79
14-02-2019	42,400	41,700	30,600	20,340	71.16
15-02-2019	42,450	41,650	30,750	20,370	71.22
16-02-2019	42,350	41,750	31,100	20,370	71.22

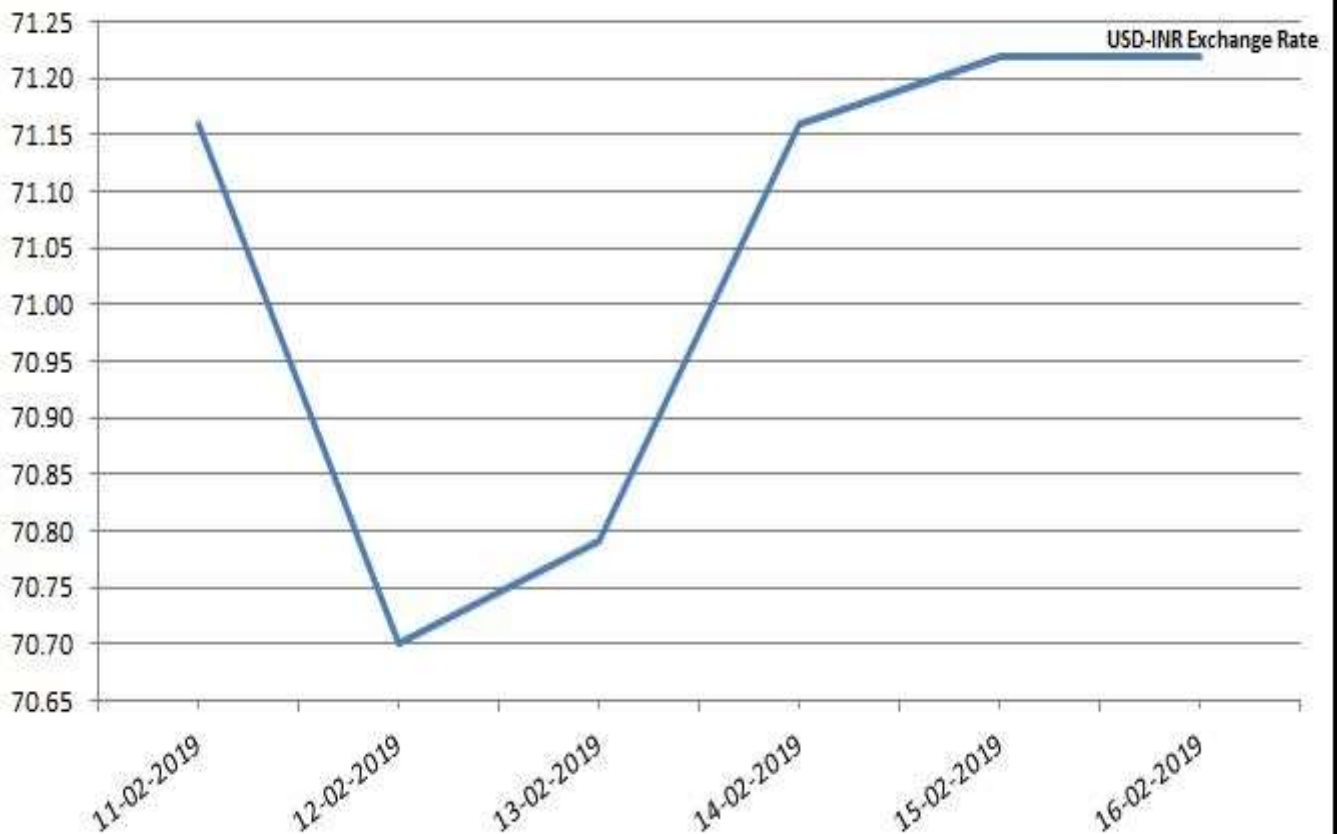
Cotton Price Movement during the Last Week



MCX Spot Rate Closing Of The Days'



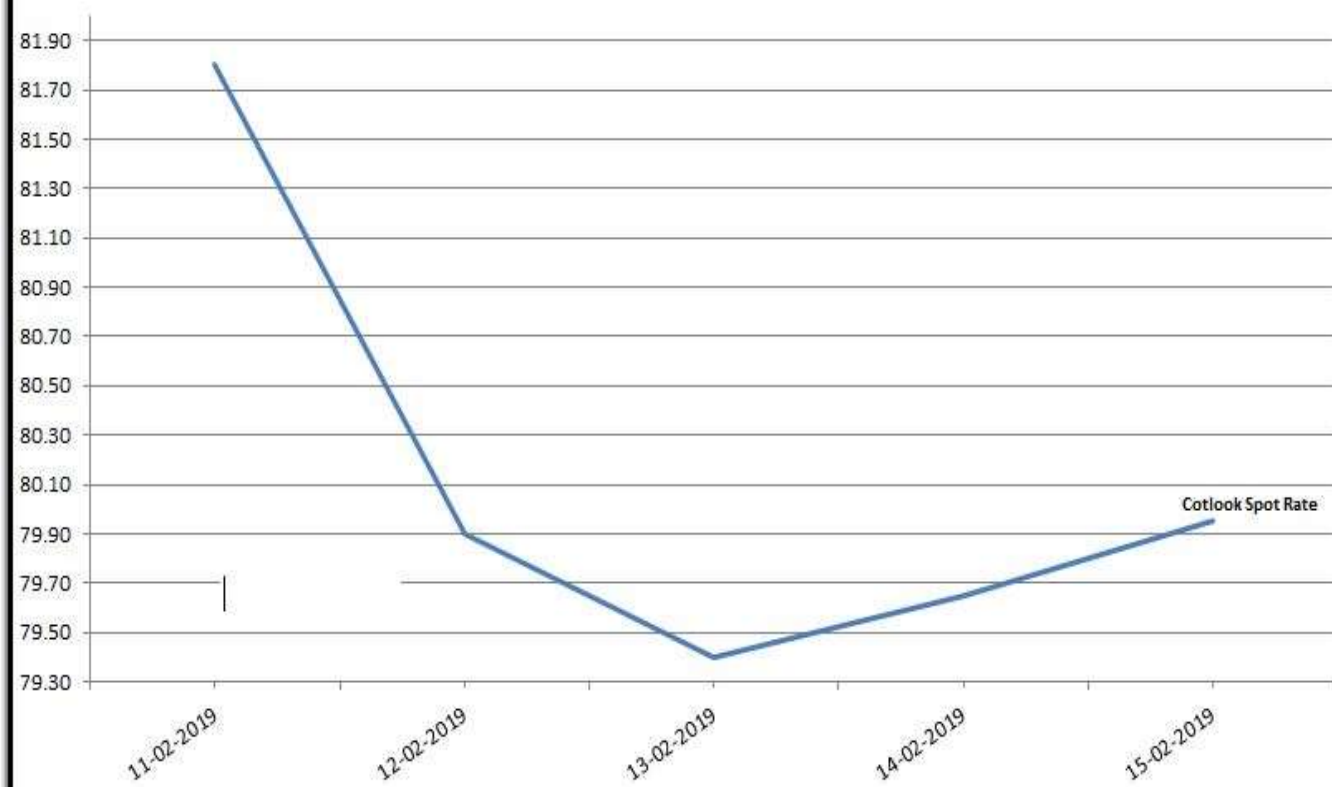
USD-INR Exchange Rate Closing Of The Days'

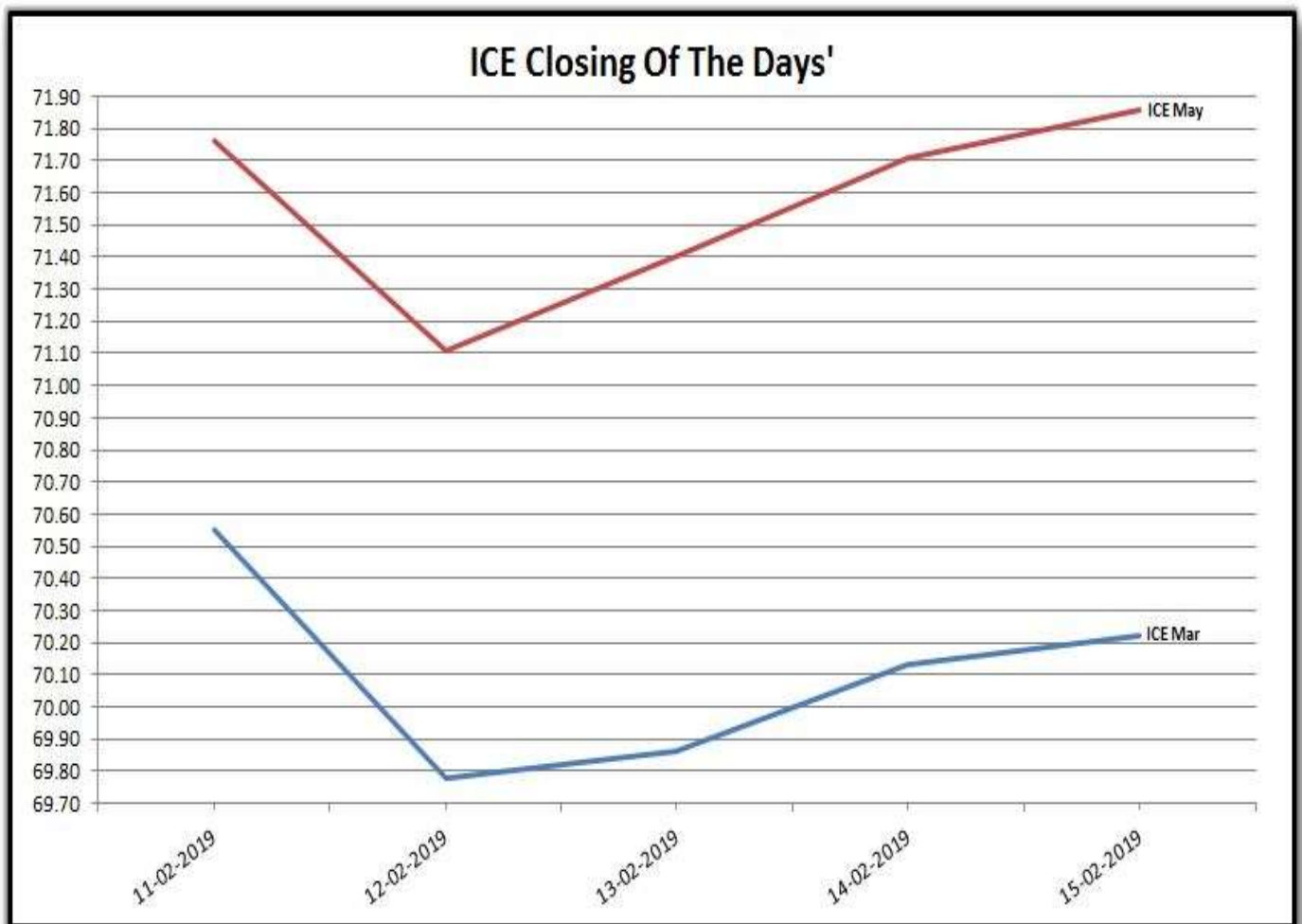


Foreign Indices

Date	Cotlook	ICE	
	Spot Rate	Mar-19	May-19
11-02-2019	81.80	70.55	71.76
12-02-2019	79.90	69.78	71.11
13-02-2019	79.40	69.86	71.40
14-02-2019	79.65	70.13	71.71
15-02-2019	79.95	70.22	71.86

Cotlook Spot Rate Of The Days'

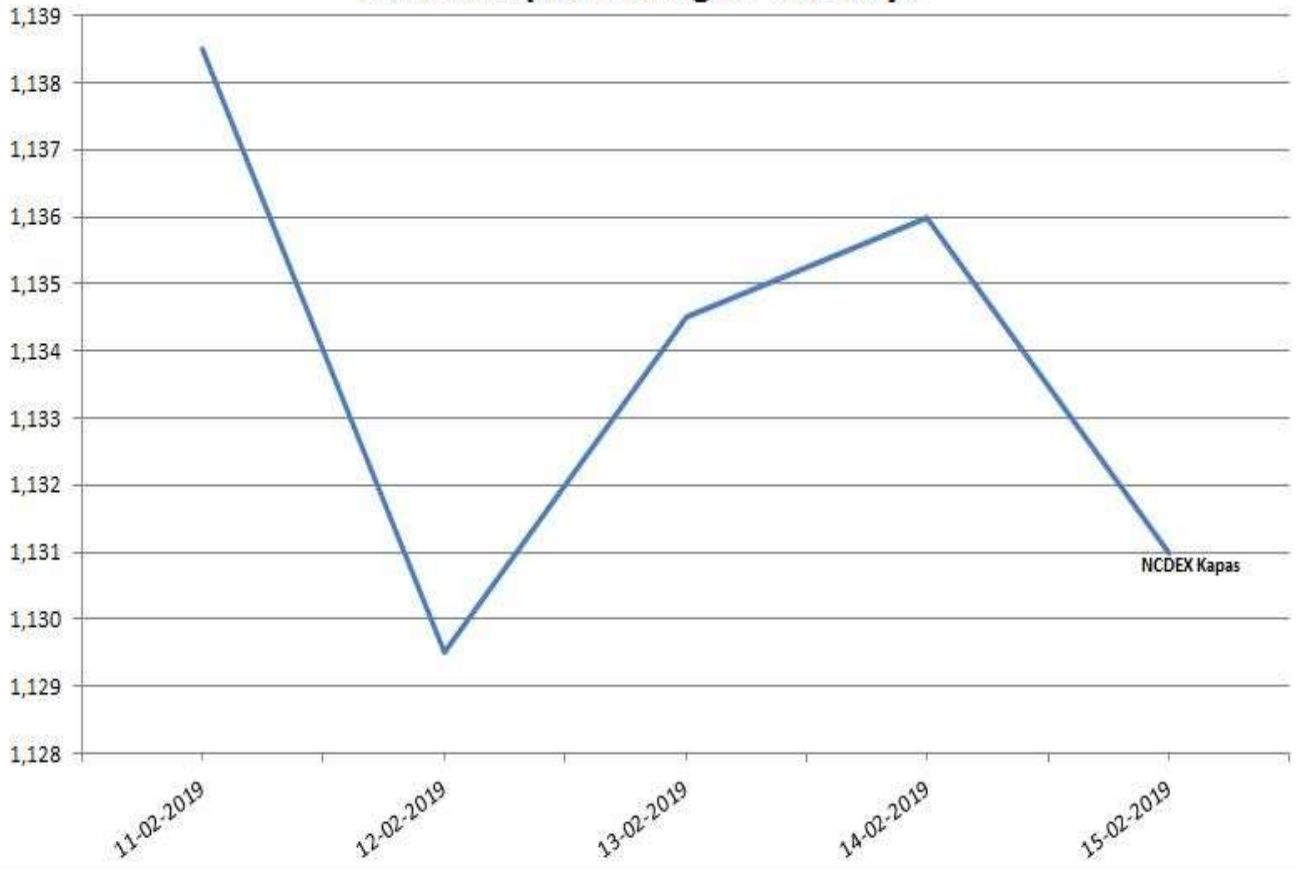




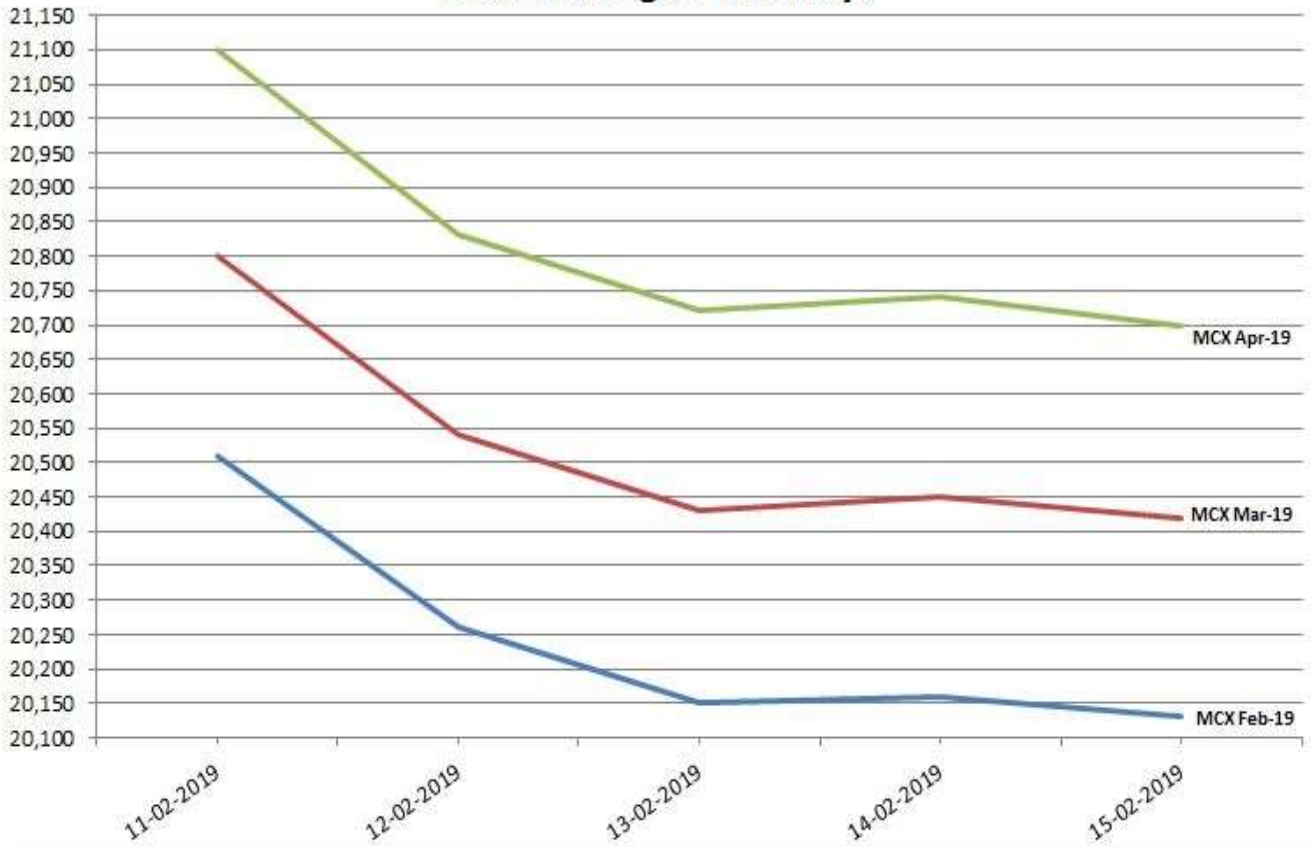
Indian Indices

Date	NCDEX Kapas	MCX		
	30-Apr-19	Feb-19	Mar-19	Apr-19
11-02-2019	1138.5	20,510	20,800	21,100
12-02-2019	1129.5	20,260	20,540	20,830
13-02-2019	1134.5	20,150	20,430	20,720
14-02-2019	1136	20,160	20,450	20,740
15-02-2019	1131	20,130	20,420	20,700

NCDEX Kapas Closing Of The Days'



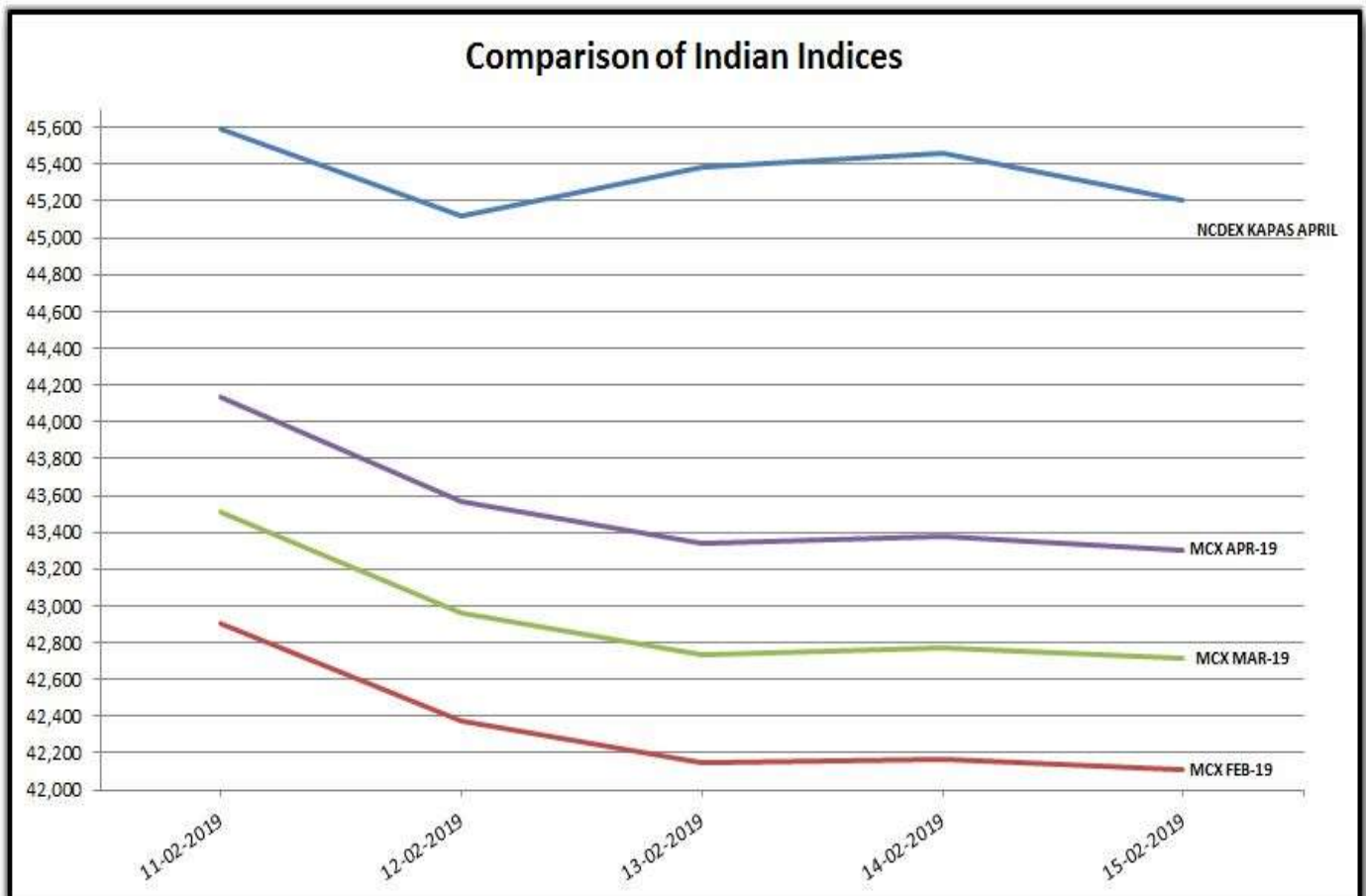
MCX Closing Of The Days'



Indian Indices in Candy Rate

Date	NCDEX Kapas	MCX		
	April	Feb-19	Mar-19	Apr-19
11-02-2019	45,594	42,901	43,507	44,135
12-02-2019	45,123	42,378	42,964	43,570
13-02-2019	45,385	42,148	42,733	43,340
14-02-2019	45,463	42,169	42,775	43,382
15-02-2019	45,202	42,106	42,713	43,298

Remark :- For NCDEX Kapas we have taken seed rate 475/20 Kg to convert in Candy.



One stop solution for all cotton related reports and information.

Visit <https://www.gujcot.com>. It's updated every day in real time.

You can view

- Gujarat Daily Spot Rate at 5:30 pm and Historical Data
- Gujarat Latest Pressing Report and Historical Data
- Daily Weather Report
- Cotton Advisory Board Balancesheet and Area, Production, Yield reports from cotton season 1991-1992 to 2017-2018 estimate available from Menu->Reports
- All Historical Gujcot Weekly Reports Menu->Reports
- All India Cotton Sowing data
- Gujarat Cotton Sowing District wise Report
- US Export Sales Report
- US Crop Progress Report
- China Cotton AuctionUpdate
- International Cotton Indices and Spot Rates.
- USDA WASDE Report
- ICE Cotton On Call Report
- And All other National & International reports and upcoming events

Report Sponsors :



Basil Commodities



Axita Cotton Limited



Report prepared by

Kalpesh Patel

Manager

Gujcot Trade Association