



Gujcot Trade Association

WEEKLY REPORT

Market Movement from 12th Nov 2018 to 17th Nov 2018

- Gujarat Cotton prices of 29 mm sold between 46,000 to 46,350 Rs./Candy.
- Outstate arrivals of Kapas from Madhya Pradesh and Maharashtra is continue to come in good quantities in Gujarat.
- All India Daily Arrivals remained between 1,40,000 to 1,50,000 bales.
- Gujarat Daily Pressing was approximately 35,000 bales.
- NY December futures w/w lost 1.97 cents.
- Rupee got stronger during this week from 72.88 to 71.92.
- Indian domestic mills are running hand to mouth, and require new cotton so cotton price remains steady.
- In Gujarat ginneries have huge disparity so ginning are running slowly.
- US Export sales during this week was very small quantity. Chinese buyer cancel some quantity.
- Indian cotton stay range bound with some bullish fundamental. North was lower so gain more and remains firm. Due to huge disparity in festival ginning remain close and in opening days arrivals remains slow. Due to 5 days holidays and slow arrival pipeline was empty and demand was regular. This causes some bullish sentiment and market remains firm during this week.
- Basis players like international merchants sell long month during this week and resist bullish sentiments. Hedge with NY future they get attractive basis.
- Stronger rupee support to sale long to merchants.
- As there is no solution of trade war, US export sale was very low and pressure on NY future. Despite somewhat Bullish WASDE report, cotton market is not able to sustain gain. Trade see some consumption loss due to shift to polyester. US, India and Pakistan crop are estimated lower than last year but outside forces and financial trouble resist market to move up.

Global

US Weekly Export Sales

- Net UPLAND sales of 67,600 RB for 2018-2019 were down 26 percent from the previous week, but up noticeably from the prior 4-week average. Increases were reported for Pakistan (24,500 MT, including decreases of 2,000 RB), Vietnam (23,300 RB, including 6,200 RB switched from South Korea, 6,000 RB switched from Pakistan, 3,300 RB switched from Japan, 2,500 RB switched from Indonesia, 600 RB switched from Taiwan, and decreases of 13,000 RB), Malaysia (12,300 RB), Mexico (6,900 RB), and Turkey (5,600 RB). Reductions were reported for China (7,000 RB), Japan (4,100 RB), Thailand (3,300 RB), and South Korea (2,200 RB).
- For 2019-2020, net UPLAND sales of 45,900 RB were primarily reported for China (22,000 RB), Vietnam (11,000 RB), South Korea (4,000 RB), Thailand (3,500 RB), and Mexico (3,100 RB).
- UPLAND Exports of 1,13,000 RB were down 25 percent from the previous week and 16 percent from the prior 4-week average. Exports were primarily to Vietnam (39,900 RB), Mexico (14,800 RB), Pakistan (13,000 RB), Bangladesh (8,900 RB), and Thailand (6,400 RB).
- Net sales of PIMA totaling 16,200 RB for 2018-2019 were up noticeably from the previous week and up 34 percent from the prior 4-week average. Increases were reported for China (12,000 RB), India (2,900 RB), and Pakistan (1,200 RB).
- PIMA Exports of 3,300 RB were down 3 percent from the previous week and 33 percent from the prior 4-week average. The destinations were India (3,000 RB), Peru (100 RB), Turkey (100 RB), and Malaysia (100 RB).

US Export Sales	08-Nov-2018
Marketing Year 2018-19	
Upland Gross Sales	1,26,800
Cancellation	59,200
Net Upland Sales	67,600
PIMA Gross Sales	16,200
Cancellation	0
Net PIMA Sales	16,200
Total Gross Sales	1,43,000
Total Cancellation	59,200
Total Net Sales	83,800
Shipments	
UPLAND	1,13,000
PIMA	3,300
Total Shipment	1,16,300
Marketing Year 2019-20	
Net Upland Sales	45,900
Net PIMA Sales	0
Total Net Sales	45,900
All Figures in US Running Bale	

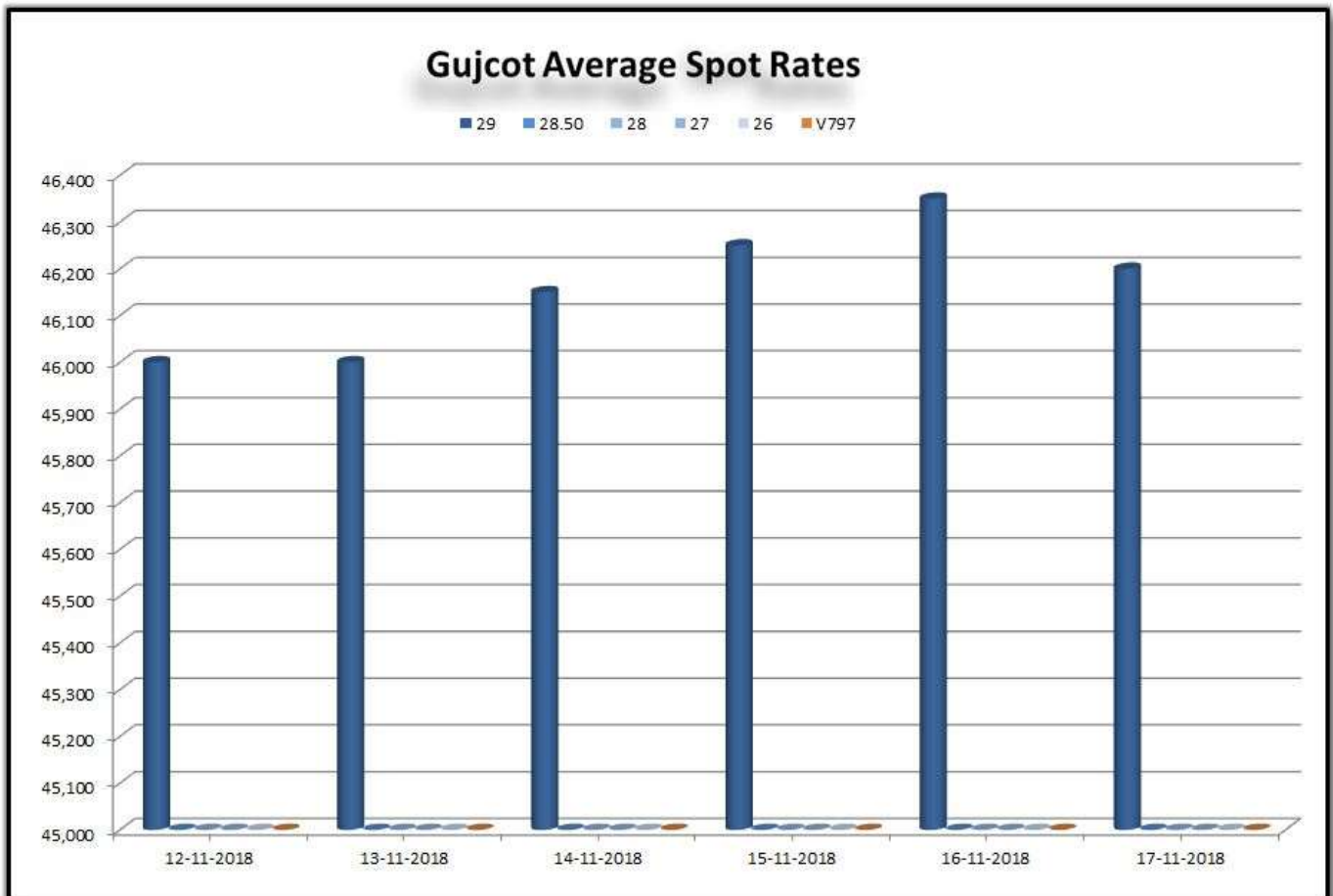
China report from Reinhart weekly report

A narrow-ranged consolidation around 15'000 (basis Jan19 contract) is ongoing. The short- and longterm outlooks remain negative. Further, the RSI and Stochastics are showing a positive divergence to the underlying price action, signalling that the downside momentum has weakened and the likelihood of a corrective type of action is increasing. A break above 15'400 would confirm that view. Like in the previous week, the physical market remains under the combined pressure from new crop ginnings advancing fast, still large old crop stocks, and generally weak demand caused by credit tightness and worries about the trade war. Import demand is very slow as domestic cotton is more competitively priced. The most bullish factor is that everybody is so bearish! In the longer term, stocks are still being reduced even under the most pessimistic assumptions for export demand; but in the short term and in the absence of any progress on the trade issues, it's hard to imagine a bullish scenario.

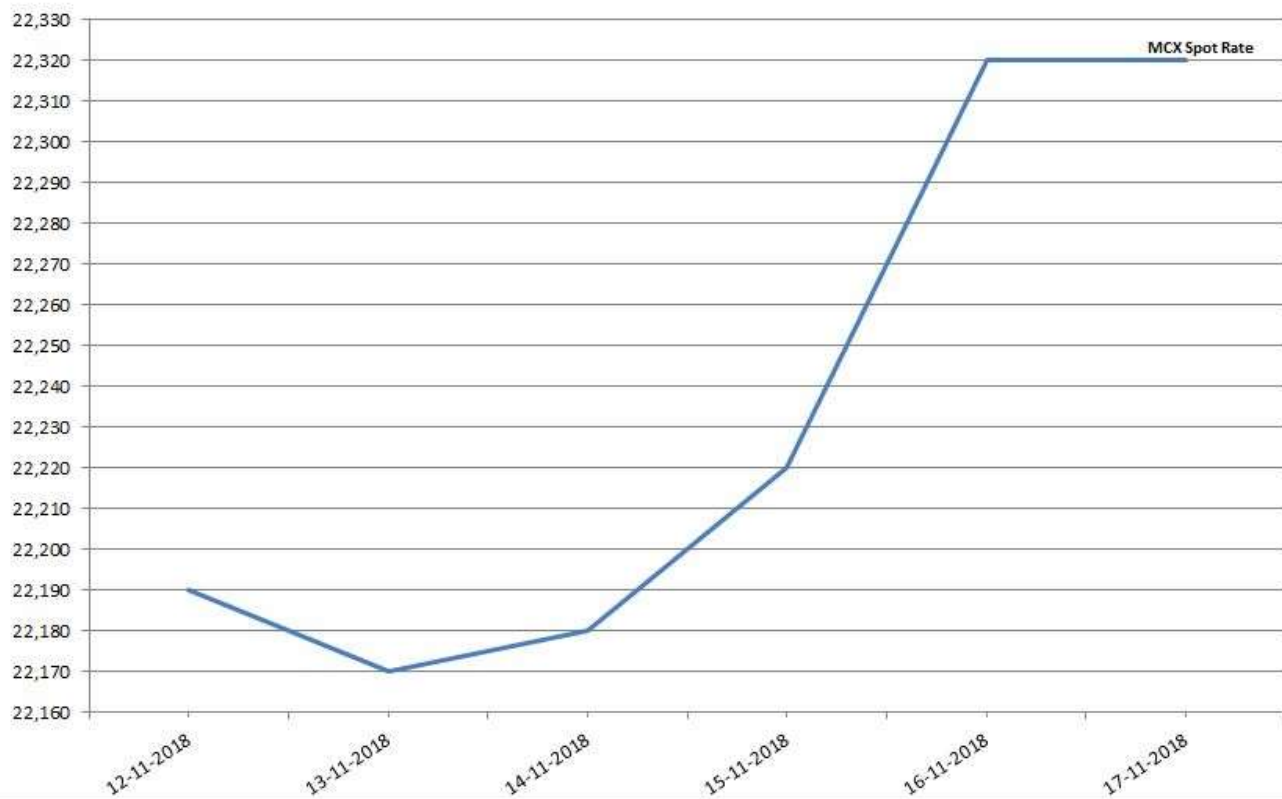
Average Rate Of Last week					
Variety	Staple Length	Mic.	Price Range		Average Of 6 Days
			Low	High	
Shankar 6	29	3.8	46,000	46,350	46,158
Shankar 6	28.5	3.7	No Quote	No Quote	No Quote
Shankar 6	28	3.6	No Quote	No Quote	No Quote
Shankar 6	27	3.2	No Quote	No Quote	No Quote
Shankar 6	26	3	No Quote	No Quote	No Quote
V-797	13% Trash		No Quote	No Quote	No Quote
MCX Spot Rate			22,170	22,320	22,233
USD Exchange Rate			71.92	72.88	72.28

Rate Of Last Week			
Date	29 3.8	MCX Spot Rate	USD-INR Exchange
12-11-2018	46,000	22,190	72.88
13-11-2018	46,000	22,170	72.66
14-11-2018	46,150	22,180	72.32
15-11-2018	46,250	22,220	71.97
16-11-2018	46,350	22,320	71.92
17-11-2018	46,200	22,320	71.92

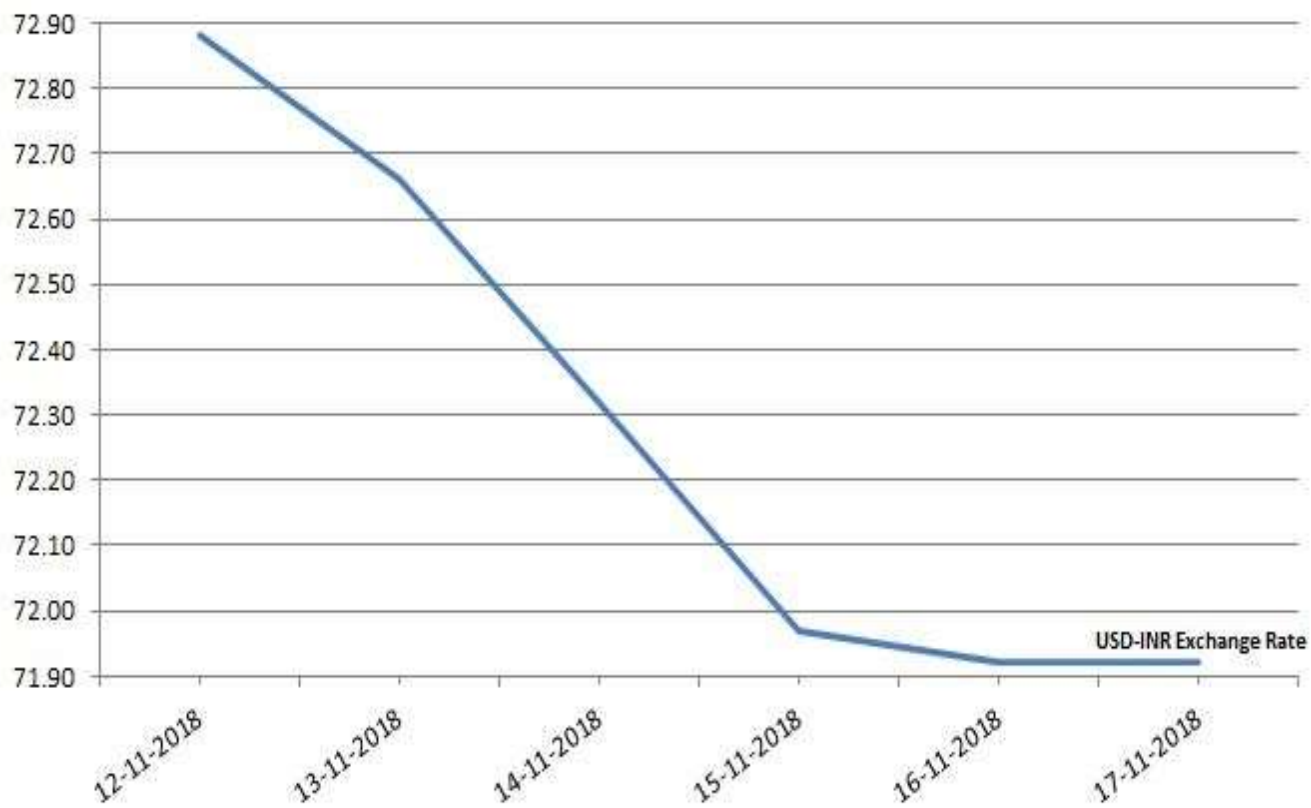
Cotton Price Movement during the Last Week



MCX Spot Rate Closing Of The Days'



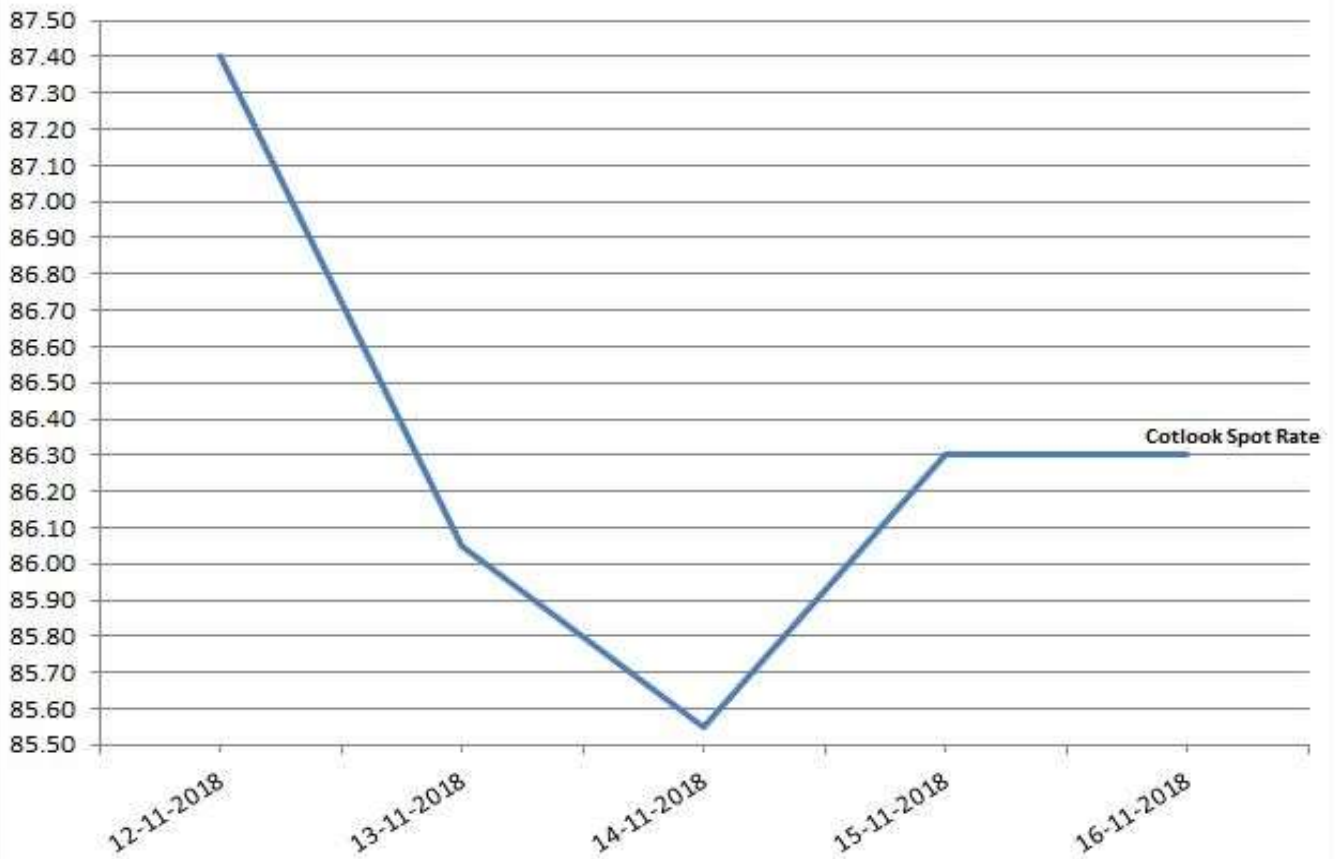
USD-INR Exchange Rate Closing Of The Days'

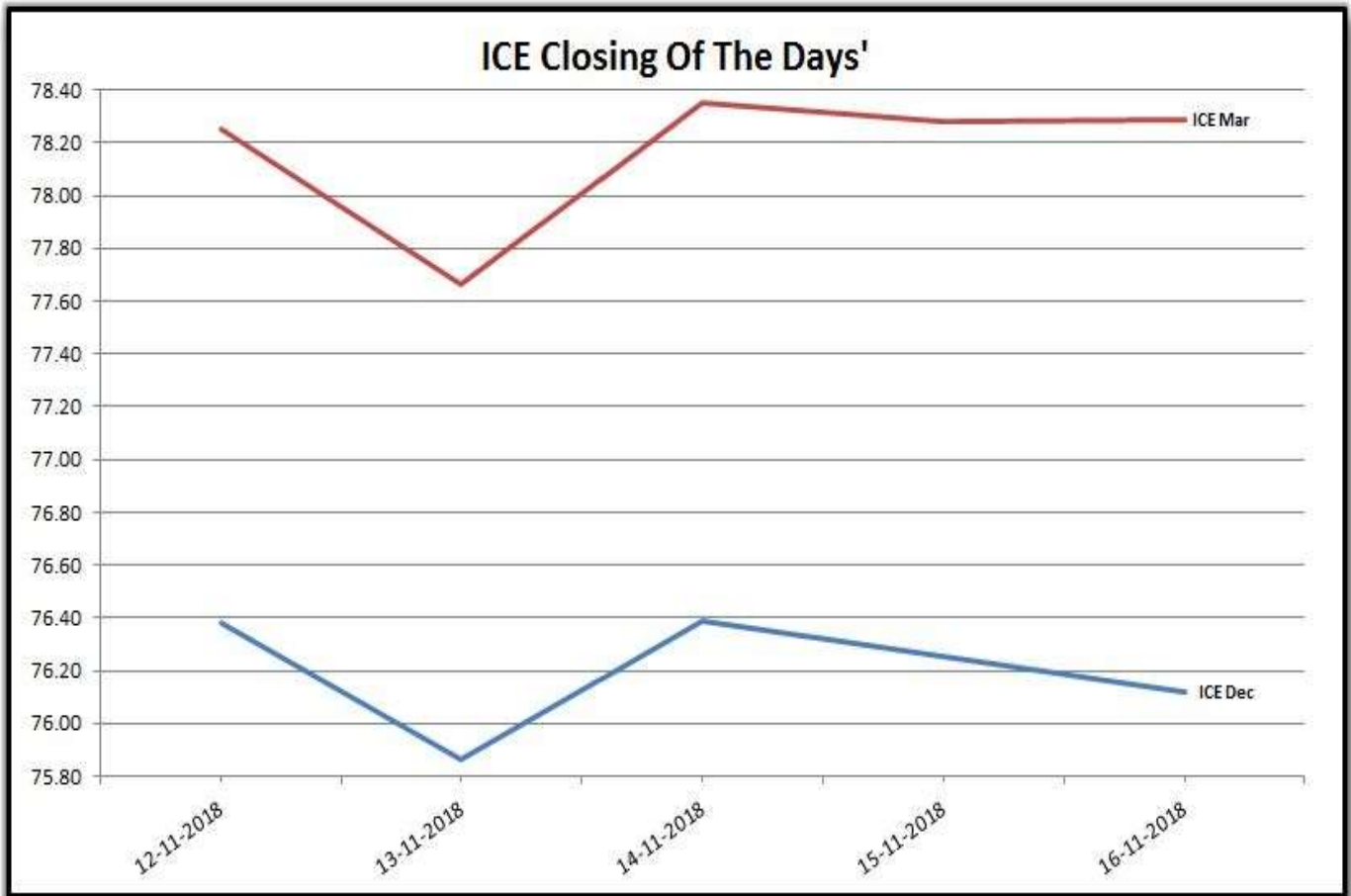


Foreign Indices

Date	Cotlook	ICE	
	Spot Rate	Dec-18	Mar-19
12-11-2018	87.40	76.38	78.25
13-11-2018	86.05	75.86	77.66
14-11-2018	85.55	76.39	78.35
15-11-2018	86.30	76.25	78.28
16-11-2018	86.30	76.12	78.29

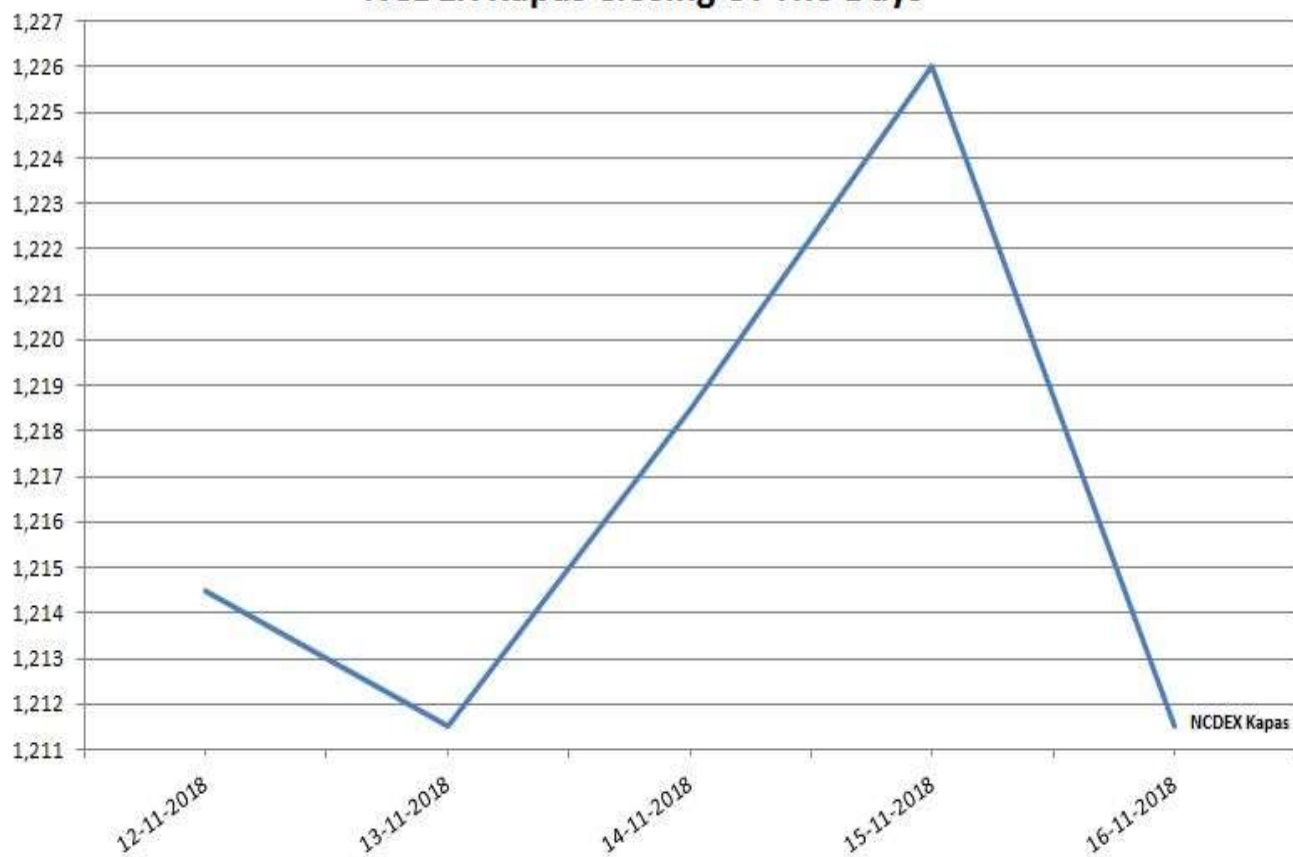
Cotlook Spot Rate Of The Days'



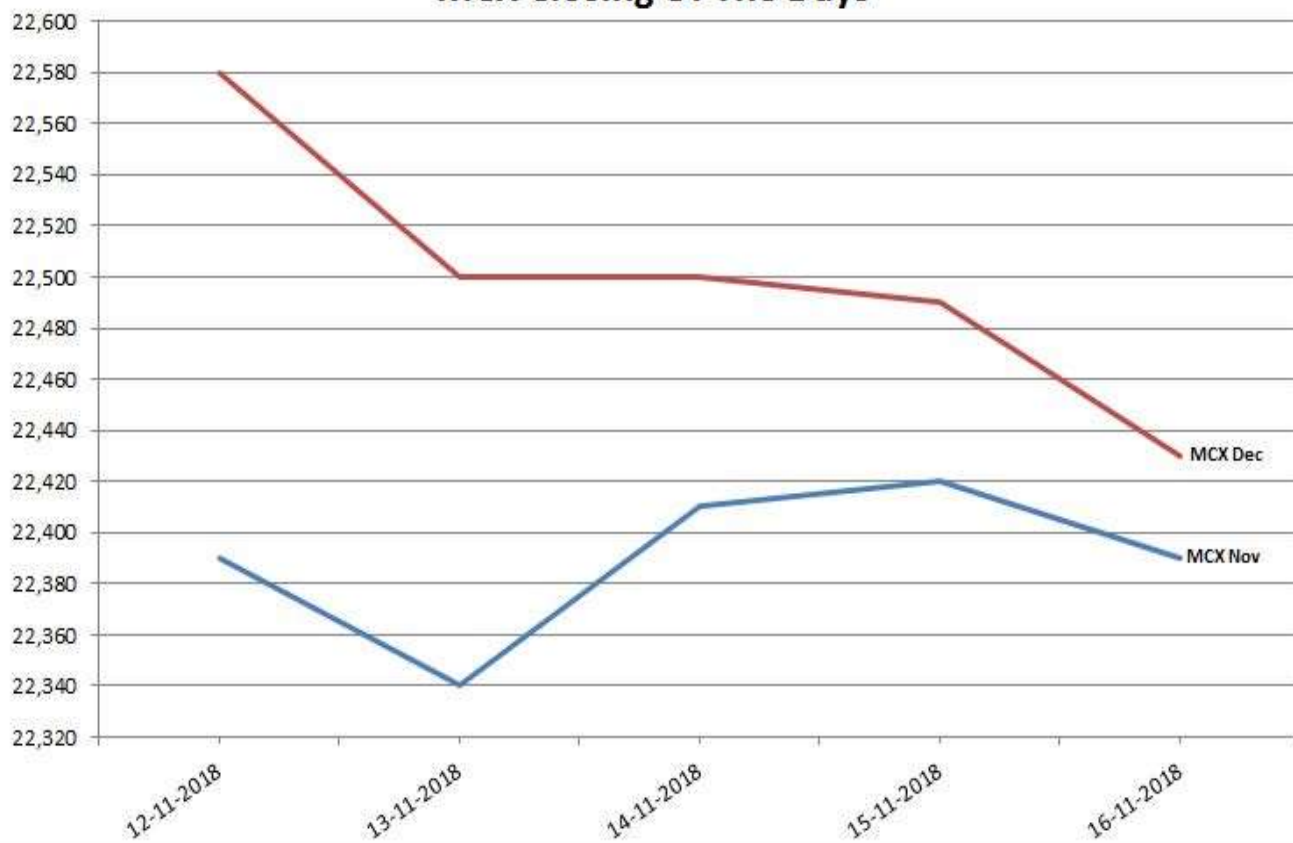


Indian Indices			
Date	NCDEX Kapas	MCX	
	30-Apr-19	Nov-18	Dec-18
12-11-2018	1214.5	22,390	22,580
13-11-2018	1211.5	22,340	22,500
14-11-2018	1218.5	22,410	22,500
15-11-2018	1226	22,420	22,490
16-11-2018	1211.5	22,390	22,430

NCDEX Kapas Closing Of The Days'



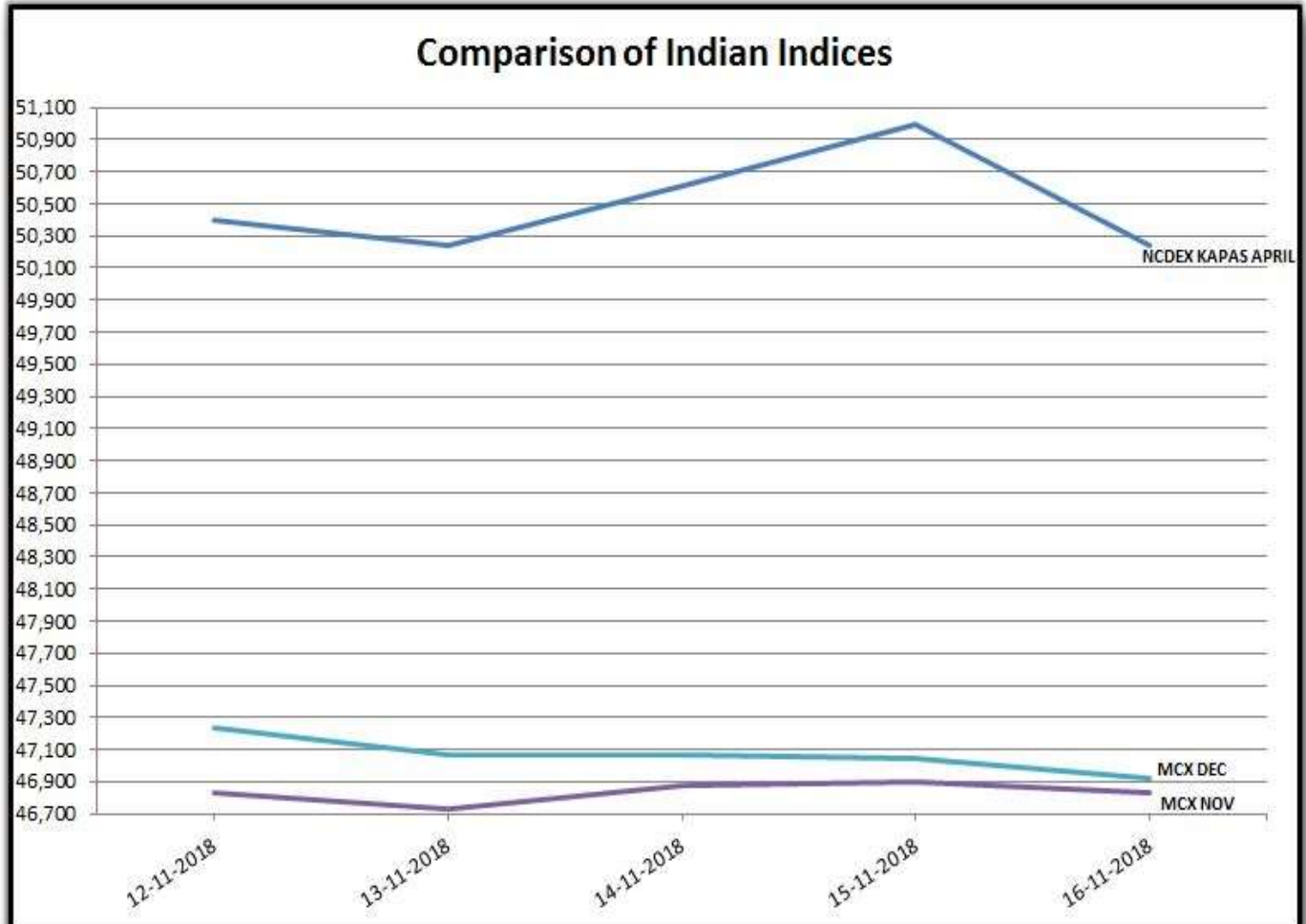
MCX Closing Of The Days'



Indian Indices in Candy Rate

Date	NCDEX Kapas	MCX	
	April	Nov	Dec
12-11-2018	50,398	46,833	47,231
13-11-2018	50,242	46,729	47,063
14-11-2018	50,608	46,875	47,063
15-11-2018	51,000	46,896	47,042
16-11-2018	50,242	46,833	46,917

Remark :- For NCDEX Kapas we have taken seed rate 450/20 Kg to convert in Candy.



IN THE WEEK AHEAD:

- Crop Progress and Condition will be released Monday at 3:00 p.m. Central Time.
- The CFTC Cotton On-Call report to be released Friday at 2:30 p.m. Central Time.
- The Export Sales report will be released Friday at 7:30 a.m. Central Time.
- The CFTC's Commitments-of-Traders will be released Friday at 2:30 p.m. Central Time.

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Gujcot Trade Association