



Gujcot Trade Association

WEEKLY REPORT

Market Movement from 28th Jan 2019 to 02nd Feb 2019

- This week was slow trading week. Arrivals continuously came around 1,50,000 Bales a day. Export inquiries are slow and steady with very little margin, so exporters are not in interest to buy big quantities. In absence of big export activity mills get opportunity to buy slowly without hurry with negotiated price. With disparity or little margin ginnerers are also running factory to remain in the market with no bigger interest to run.
- At global front US China high level talk not able to find any solution so market is disappointed and stayed range bound. After opening of US government work some statistic will be available in next week. ICAC monthly report draws steady world consumption with declining world production which resulted in low ending stock.
- Yarn movement is slow but prices have improved during this week.
- Indian physical market was stable and range bound.
- At lower rate some movement in yarn sales has been witnessed but payment situation remained tight. Improved Yarn sales will support physical cotton rate at this bottom level.
- Gujarat 29 mm Cotton sold between 43,000 to 43,200 Rs./Candy.
- All India Daily Arrivals remained between 1,50,000 to 1,70,000 bales.
- Gujarat Daily Pressing was approximately 45,000 to 50,000 bales.
- NY March futures w/w lost 0.49 cents.
- Indian Rupee remained stable during this week.

Global

US Weekly Export Sales

- US government has start the function and released Export sales data of last month third week of December.
- Net UPLAND sales of 373,100 RB for 2018/2019--a marketing-year high--were up noticeably from the previous week and from the prior 4-week average. Increases were reported for Vietnam (149,200 RB, including 3,200 RB switched from Hong Kong, 2,200 RB switched from South Korea, and 400 RB switched from Taiwan), Bangladesh (59,900 RB), Turkey (35,500 RB), South Korea (28,900 RB, including 4,200 RB switched from China and decreases of 4,800 RB), and China (25,000 RB, including decreases of 29,100 RB). Reductions were reported for Thailand (3,500 RB), Hong Kong (3,200 RB), and Mexico (2,000 RB).
- For 2019-2020, net UPLAND sales of 4,000 RB were reported for South Korea (2,600 RB) and Japan (1,400 RB).
- UPLANDExports of 207,100 RB were up 34 percent from the previous week and 40 percent from the prior 4-week average. Exports were primarily to Vietnam (49,800 RB), China (32,500 RB), Mexico (26,600 RB), Pakistan (20,200 RB), and Thailand (12,500 RB).
- Net sales of PIMA totaling 7,800 RB for 2018/2019 were down 18 percent from the previous week and 51 percent from the prior 4-week average. Increases were reported for India (3,900 RB), Austria (1,600 RB), China (900 RB), Pakistan (500 RB), and Turkey (400 RB).
- PIMAExports of 14,700 RB were up 44 percent from the previous week and 23 percent from the prior 4-week average. The destinations were primarily to China (10,200 RB), Pakistan (2,200 RB), Egypt (900 RB), India (500 RB), and Peru (400 RB).

US Export Sales	20-Dec-2018
Marketing Year 2018-19	
Upland Gross Sales	4,15,500
Cancellation	42,400
Net Upland Sales	3,73,100
PIMA Gross Sales	7,900
Cancellation	100
Net PIMA Sales	7,800
Total Gross Sales	4,23,400
Total Cancellation	42,500
Total Net Sales	3,80,900
Shipments	
UPLAND	2,07,100
PIMA	14,700
Total Shipment	2,21,800
Marketing Year 2019-20	
Net Upland Sales	4,000
Net PIMA Sales	0
Total Net Sales	4,000
All Figures in US Running Bale	

China report from Reinhart weekly report

The technical picture at the ZCE cotton futures market remained unchanged as prices have been consolidating sideways within a 200-point range. A break below 15'000 would void the short-term positive outlook. On the other hand, a close above the 15'500 resistance would set the next price objective at around 16'000.

Physical markets are slowly entering holiday mood with little activity; next week the whole country will be virtually shut down. The only possible major news during the holidays could be a political move to buy US cotton as part of a trade settlement. The overall condition of the spinning and textile industry continues suffering from credit tightness and general insecurity regarding the trade war. According to latest PMI numbers, the entire Chinese manufacturing sector is currently shrinking.

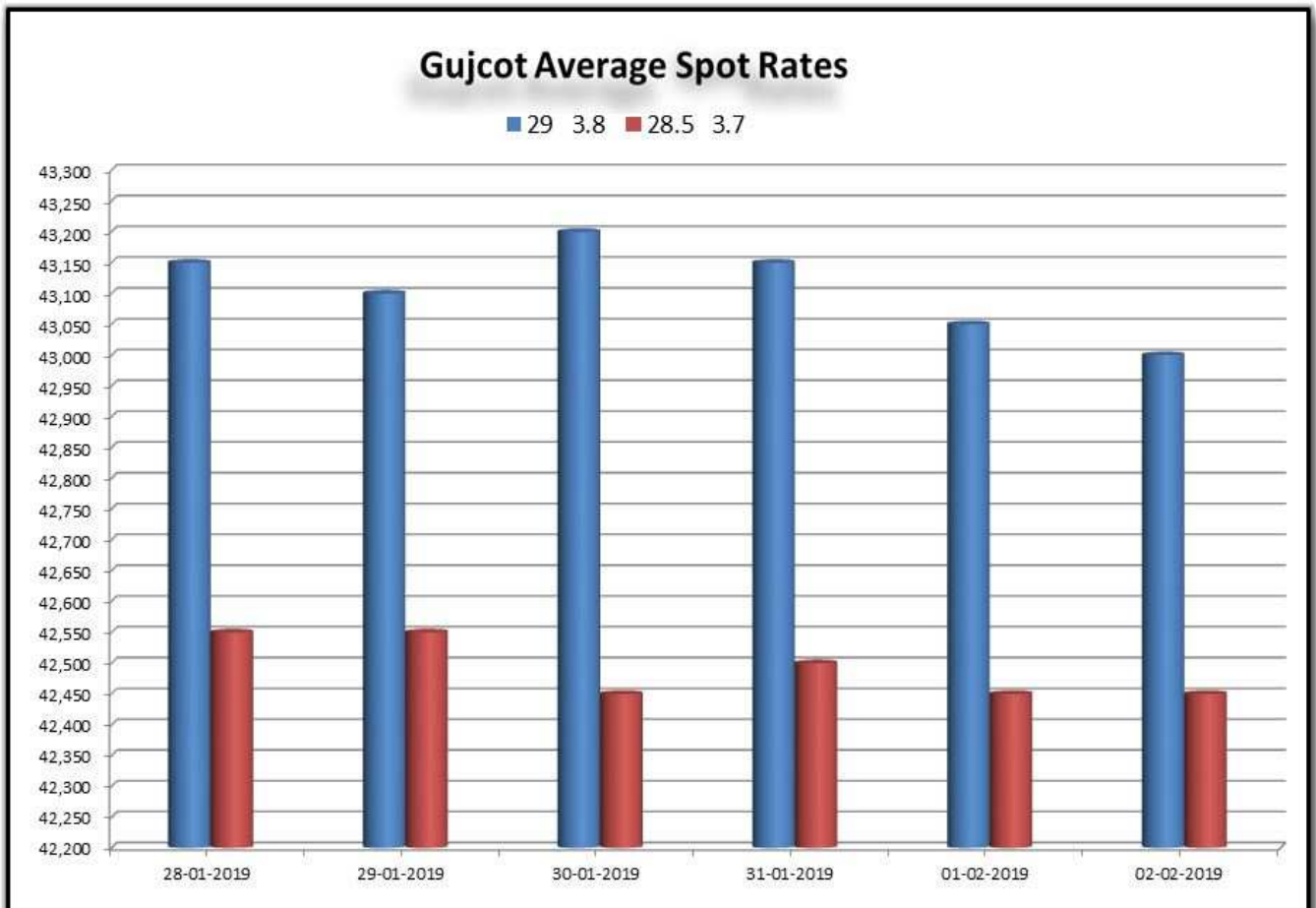
A first part of the 894'000 tons TRQ quota has been distributed this week; apparently it is planned to release the total quota in quarterly tranches. The distribution key has changed from previous years with more weight given to the number of spindles and less to overall size of the company; that means some clients will get less quota than in the past.

Average Rate Of Last week					
Variety	Staple Length	Mic.	Price Range		Average Of 6 Days
			Low	High	
Shankar 6	29	3.8	43,000	43,200	43,108
Shankar 6	28.5	3.7	42,450	42,550	42,492
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		30,200	30,850	30,533
MCX Spot Rate					
			20,710	20,840	20,753
USD Exchange Rate					
			71.08	71.24	71.15

Rate Of Last Week

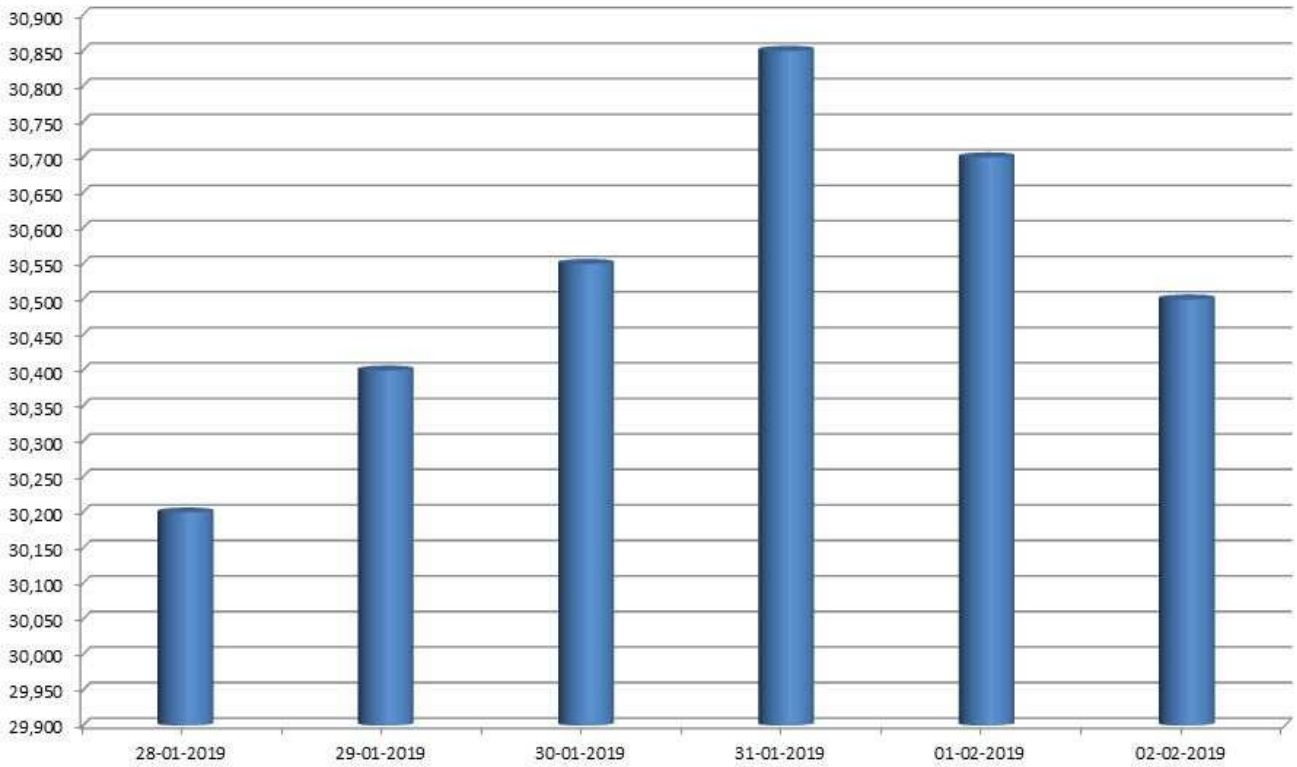
Date	29 3.8	28.5 3.7	V-797	MCX Spot Rate	USD-INR Exchange
28-01-2019	43,150	42,550	30,200	20,730	71.10
29-01-2019	43,100	42,550	30,400	20,720	71.11
30-01-2019	43,200	42,450	30,550	20,810	71.12
31-01-2019	43,150	42,500	30,850	20,840	71.08
01-02-2019	43,050	42,450	30,700	20,710	71.24
02-02-2019	43,000	42,450	30,500	20,710	71.24

Cotton Price Movement during the Last Week

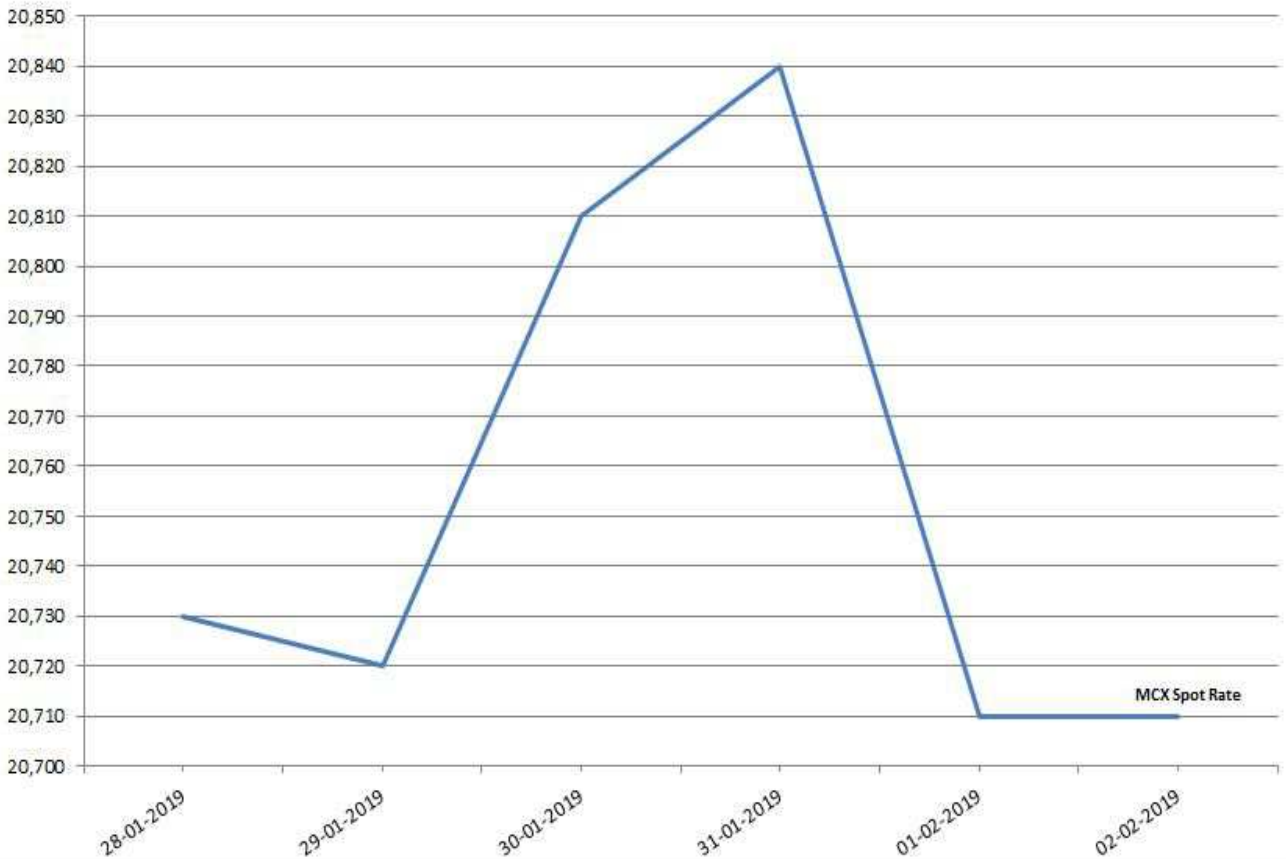


Gujcot Average Spot Rates

■ V-797



MCX Spot Rate Closing Of The Days'



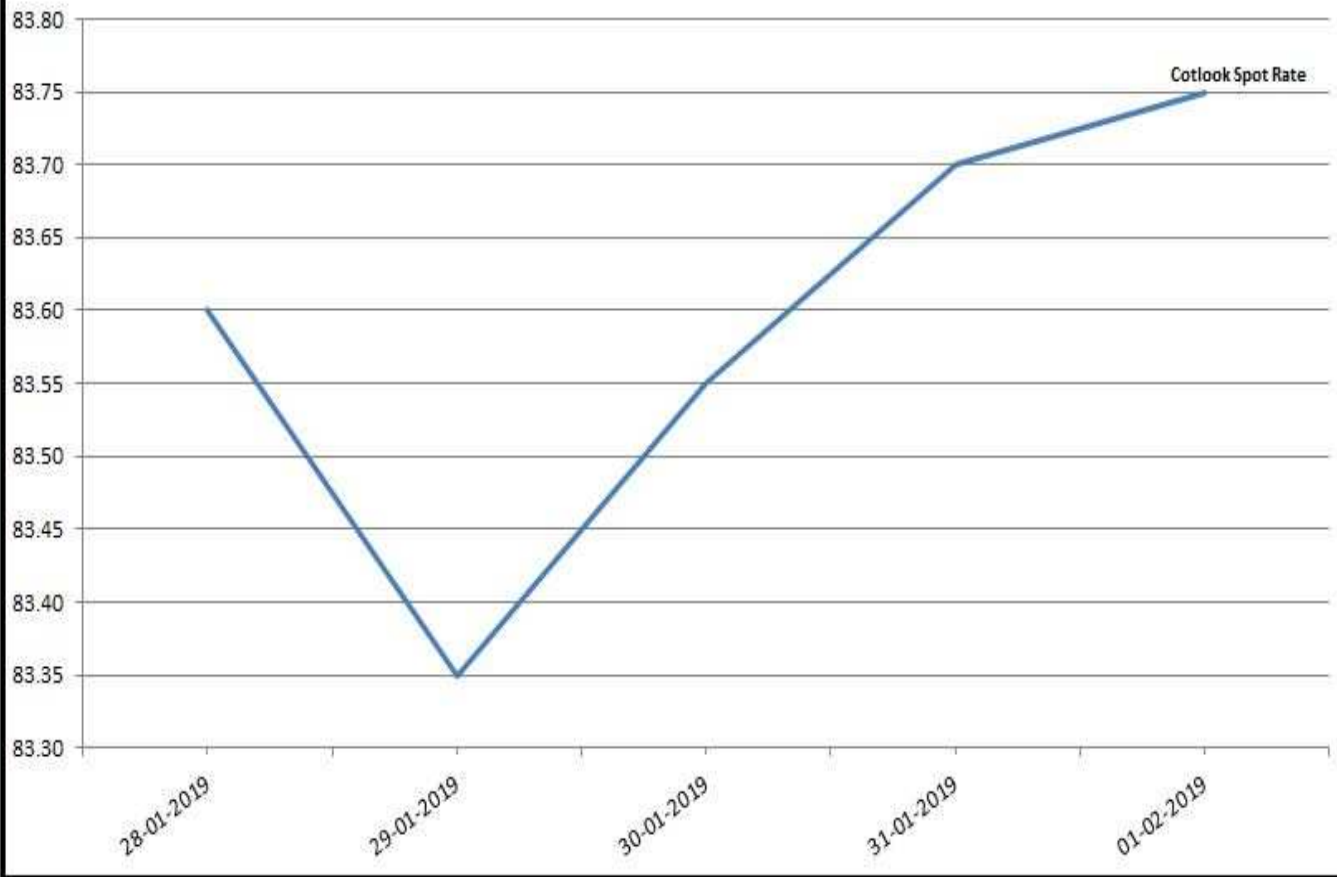
USD-INR Exchange Rate Closing Of The Days'



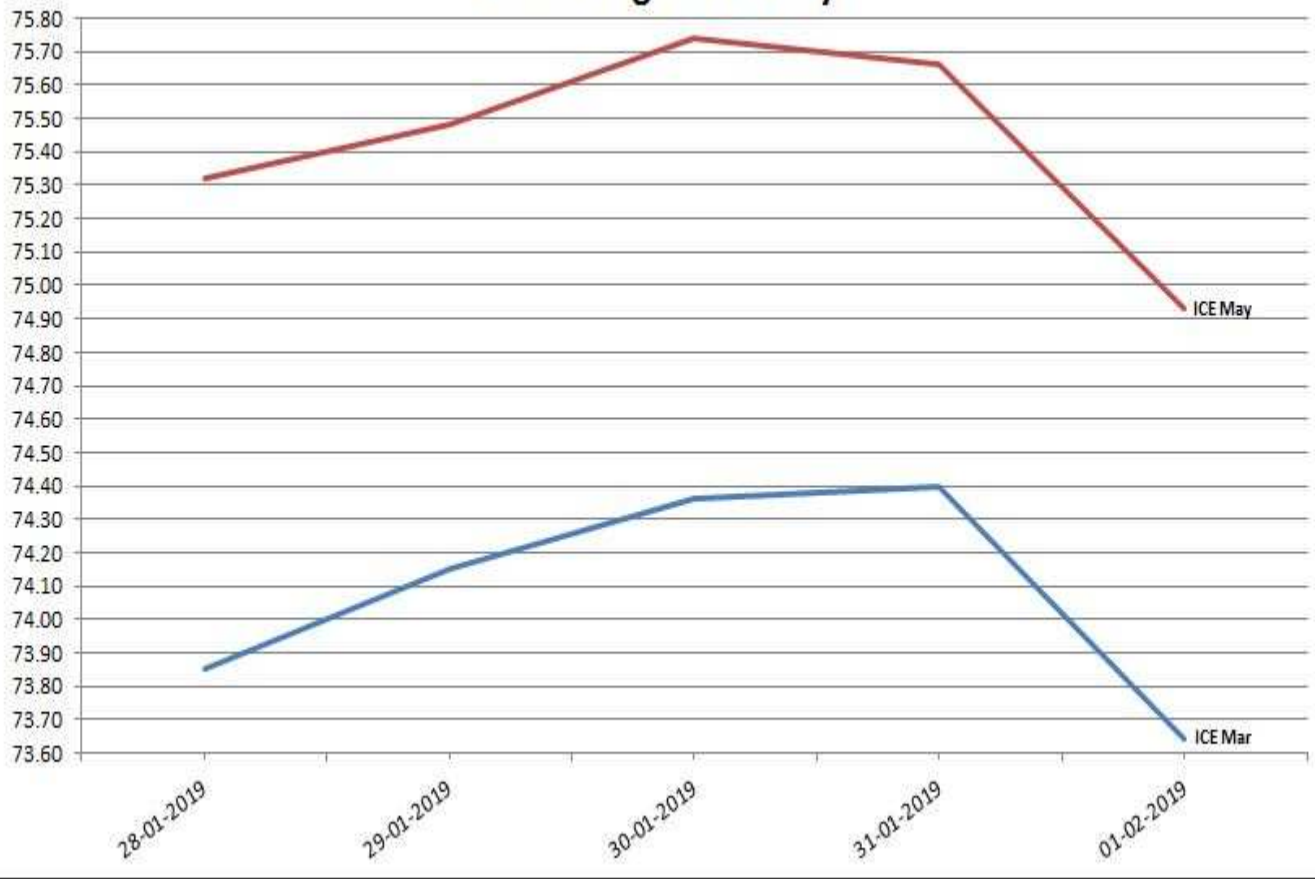
Foreign Indices

Date	Cotlook	ICE	
	Spot Rate	Mar-19	May-19
28-01-2019	83.60	73.85	75.32
29-01-2019	83.35	74.15	75.48
30-01-2019	83.55	74.36	75.74
31-01-2019	83.70	74.40	75.66
01-02-2019	83.75	73.64	74.93

Cotlook Spot Rate Of The Days'

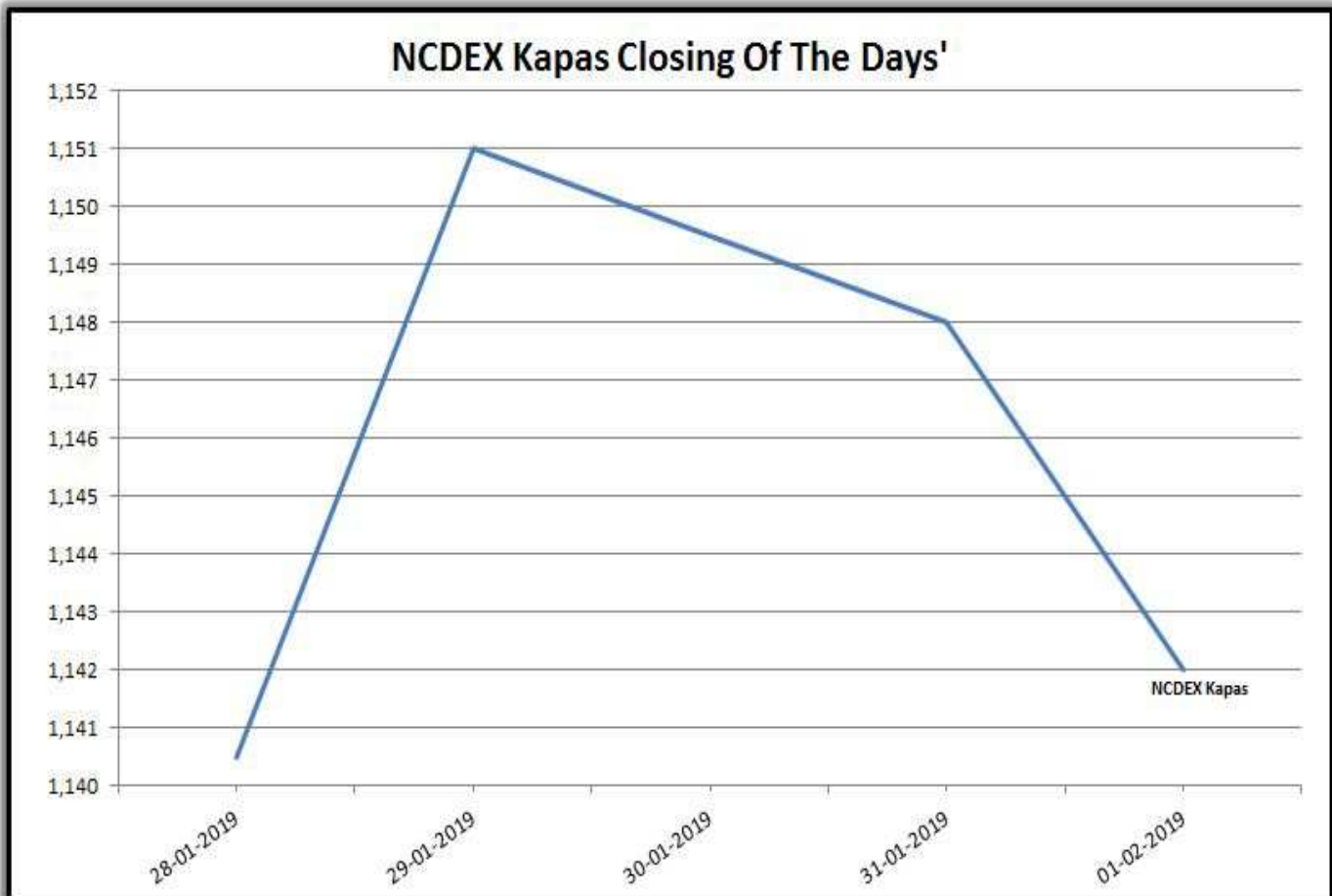


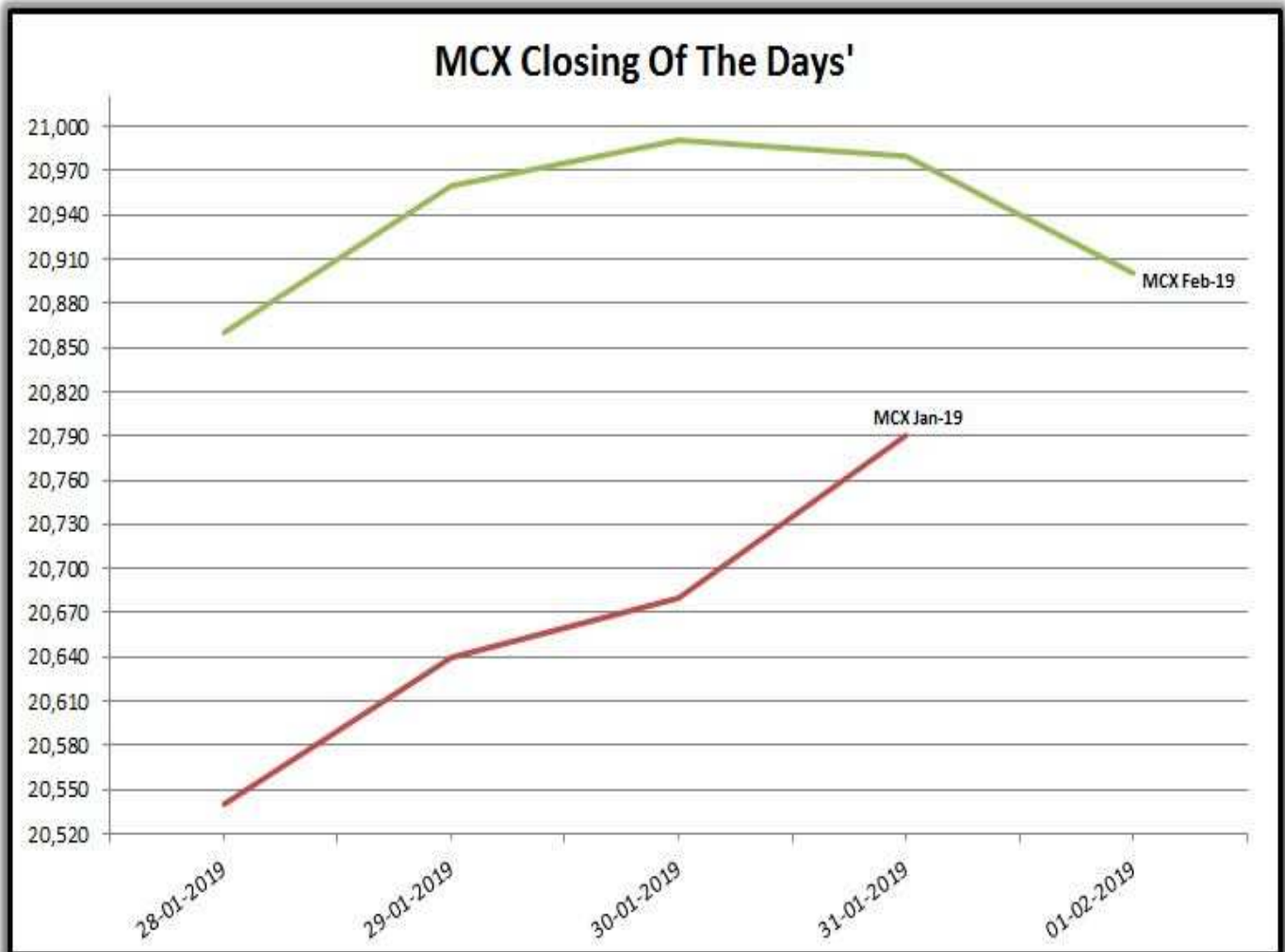
ICE Closing Of The Days'



Indian Indices

Date	NCDEX Kapas	MCX	
	30-Apr-19	Jan-19	Feb-19
28-01-2019	1140.5	20,540	20,860
29-01-2019	1151	20,640	20,960
30-01-2019	1149.5	20,680	20,990
31-01-2019	1148	20,790	20,980
01-02-2019	1142		20,900

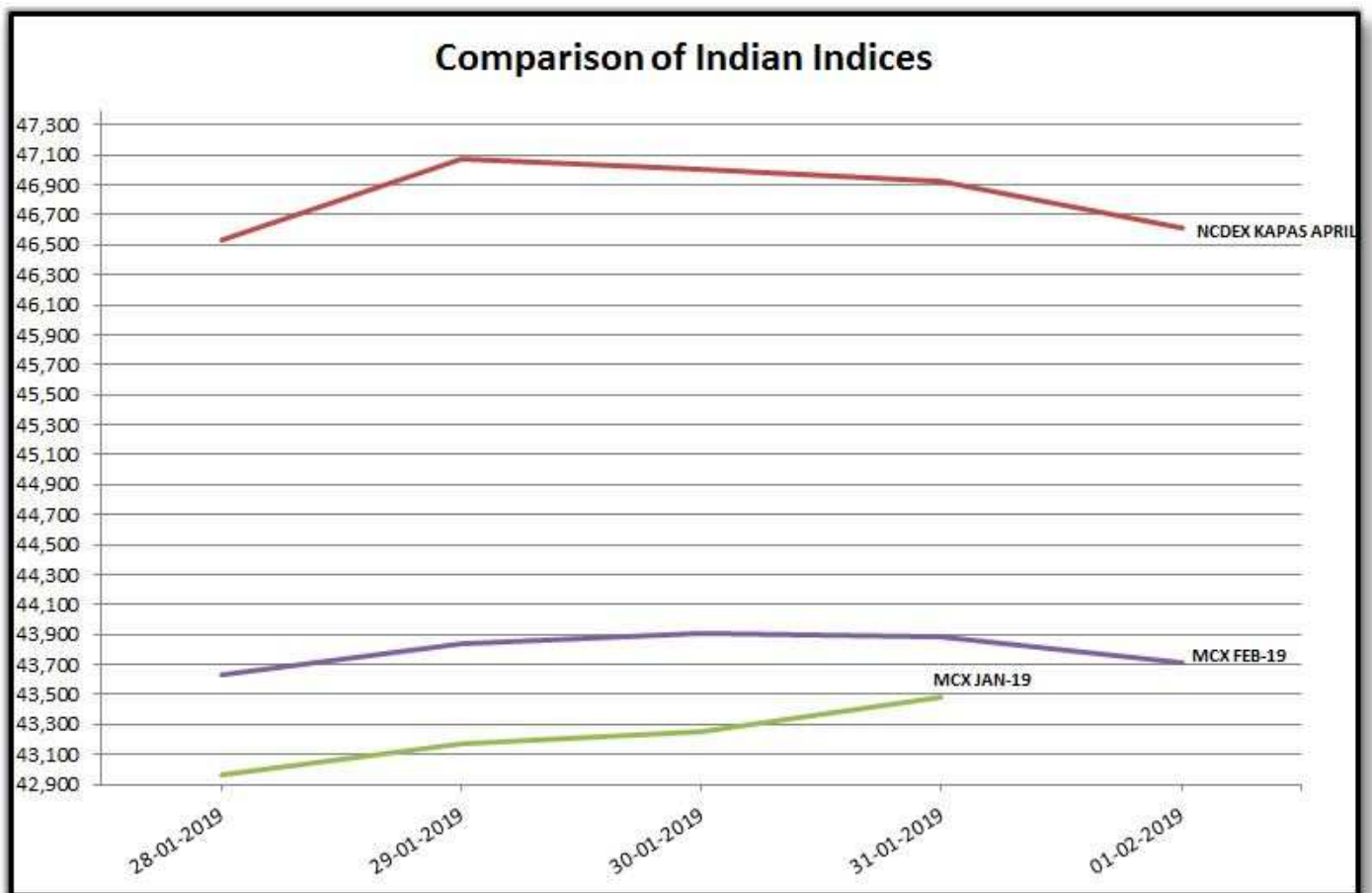




Indian Indices in Candy Rate

Date	NCDEX Kapas	MCX	
	April	Jan-19	Feb-19
28-01-2019	46,529	42,964	43,633
29-01-2019	47,078	43,173	43,842
30-01-2019	46,999	43,256	43,905
31-01-2019	46,921	43,486	43,884
01-02-2019	46,607	-	43,717

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



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