



# Gujcot Trade Association

## WEEKLY REPORT

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### Market Movement from 19<sup>th</sup> Nov 2018 to 24<sup>th</sup> Nov 2018

- High selling pressure was seen in Indian physical market due to lack of demand. On 1<sup>st</sup> of October Gujcot spot Rate for 29 mm was 45,150/45,200 completed cycle by touching high of 47,150 and returning back to same level on Thursday.
- With the help of huge reduction in crude oil prices rupee surged to 70.50 from 74.35 level. Indian Rupee appreciated by nearly 5% during the week. Reduction in crude prices translated to reduction in manmade fiber prices which resulted in weakness of cotton price. Stronger rupee make Indian cotton and cotton yarn more costly to compete in export market.
- International merchants are offering forward month with lowest carrying cost. Their bases are attractive due to strong rupee and weak NY. Despite handsome US export sales market did not sustain Wednesday's gain.
- Overall this week was bear market with stronger rupee and better supply in absence of good demand.
- Gujarat 29 mm Cotton sold between 44,700 to 45,950 Rs./Candy.
- Otherstate arrivals of Kapas from Madhya Pradesh and Maharashtra is continue in good quantities.
- All India Daily Arrivals remained between 1,60,000 to 1,70,000 bales.
- Gujarat Daily Pressing was approximately 40,000 bales.
- NY December futures w/w lost 1.20 cents.
- Rupee got stronger during this week from 71.65 to 70.70.
- Indian domestic mills are running hand to mouth anticipating downward move of cotton prices with increasing arrivals and weaker ICE Future.
- In Gujarat ginneries have huge disparity so ginning are running in slow pace.

# Global

## US Weekly Export Sales

- Net UPLAND sales of 2,10,500 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 (44,800 RB), including 9,400 RB switched from China, 1,000 RB switched from South Korea, 400 RB switched from Taiwan, and decreases of 1,800 RB), Pakistan (40,200 RB), Turkey (23,600 RB), Peru (18,300 RB), and Guatemala (15,800 RB). Reductions were reported for Japan (2,500 RB).
- For 2019-2020, net UPLAND sales of 31,700 RB were reported for China (15,800 RB), Guatemala (11,900 RB), and Mexico (4,000 RB).
- UPLAND Exports of 1,50,800 RB were up 34 percent from the previous week and 18 percent from the prior 4-week average. Exports were primarily to Vietnam (45,800 RB), Mexico (20,400 RB), China (20,000 RB), Thailand (10,800 RB), and Bangladesh (10,800 RB).
- Net sales of PIMA totaling 25,900 RB for 2018-2019--a marketing-year high--were up 60 percent from the previous week and 74 percent from the prior 4-week average. Increases were reported for China (13,300 RB), India (6,800 RB, including decreases of 400 RB), Thailand (2,200 RB), and Peru (2,100 RB).
- PIMA Exports of 5,200 RB were up 59 percent from the previous week and 26 percent from the prior 4-week average. The destinations were China (2,100 RB), India (1,700 RB), Pakistan (600 RB), Egypt (400 RB), and Vietnam (400 RB).

US Export Sales	15-Nov-2018
<b>Marketing Year 2018-19</b>	
Upland Gross Sales	2,27,800
Cancellation	17,300
<b>Net Upland Sales</b>	<b>2,10,500</b>
PIMA Gross Sales	26,400
Cancellation	500
<b>Net PIMA Sales</b>	<b>25,900</b>
Total Gross Sales	2,54,200
Total Cancellation	17,800
<b>Total Net Sales</b>	<b>2,36,400</b>
<b>Shipments</b>	
UPLAND	1,50,800
PIMA	5,200
<b>Total Shipment</b>	<b>1,56,000</b>
<b>Marketing Year 2019-20</b>	
Net Upland Sales	31,700
Net PIMA Sales	0
<b>Total Net Sales</b>	<b>31,700</b>
All Figures in US Running Bale	

## China report from Reinhart weekly report

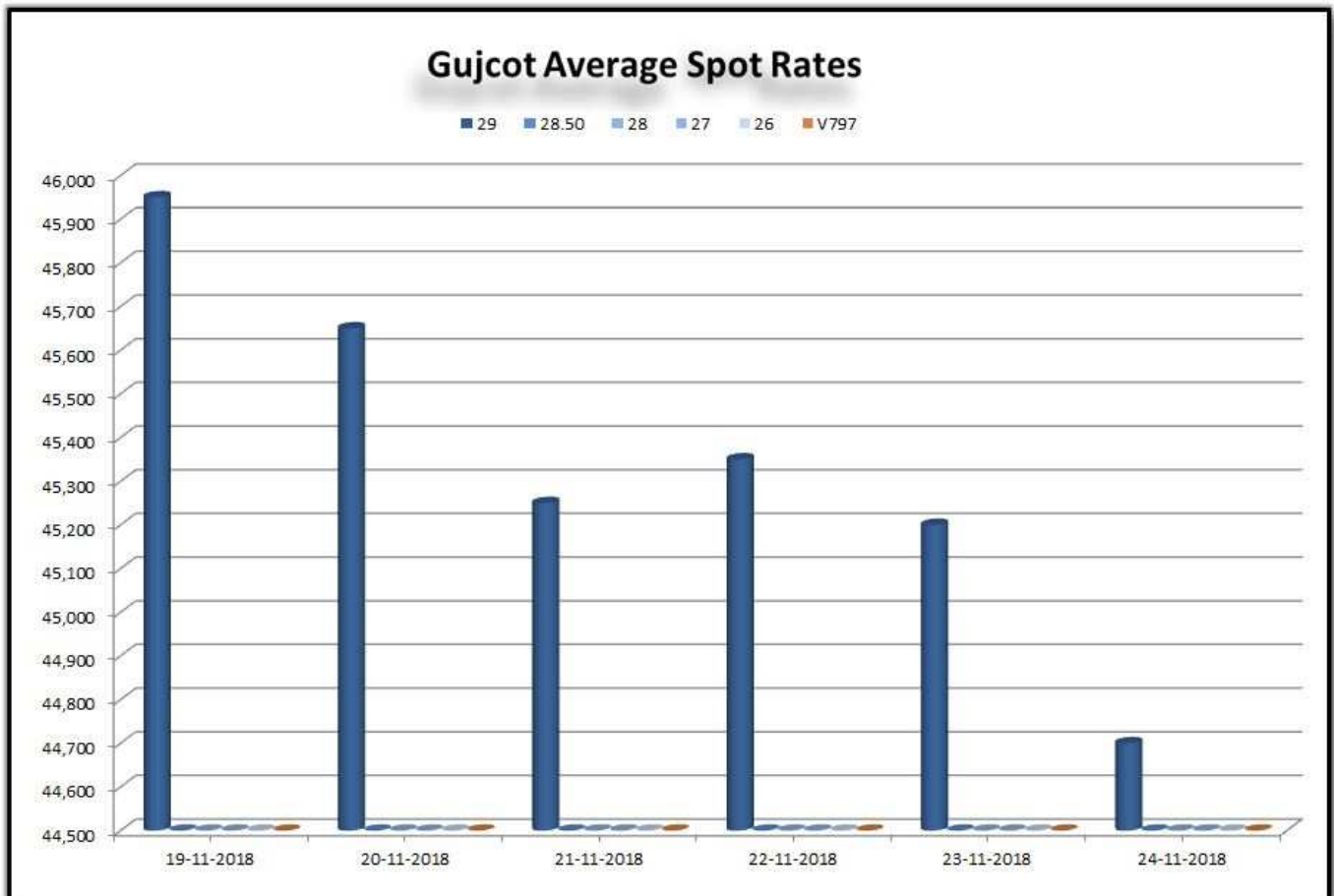
The ZCE cotton futures market has finally broken out of a bearish consolidation and posted a new contract low at 14'335, basis jan19 contract. The short-and long-term outlooks remain negative. A close below 14'500 sets the next minimum downside target at around 14'000. On the other hand, the nearest resistance comes in at 15'200, then 15'600.

Both, domestic and import business, continued quiet this week. By November 20th, Xinjiang ginned 2.822 million tons of cotton, which is about 160'000 tons less than last year at the same time. Therefore, it could well be that the crop in Xinjiang will turn out to be smaller than last season. The US-Sino trade dispute is going on and everybody is anxiously awaiting the outcome of the meeting of the two presidents in Argentine by the end of this month.

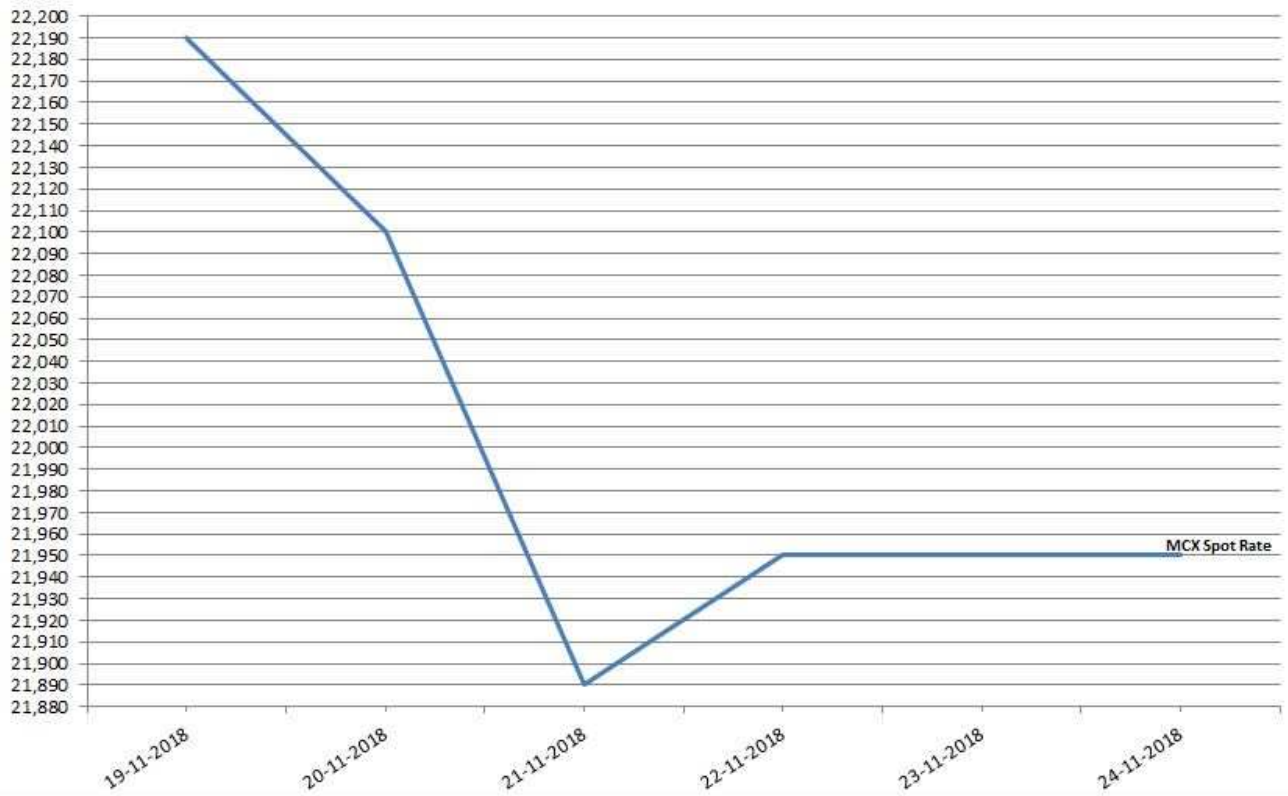
<b>Average Rate Of Last week</b>					
<b>Variety</b>	<b>Staple Length</b>	<b>Mic.</b>	<b>Price Range</b>		<b>Average Of 6 Days</b>
			<b>Low</b>	<b>High</b>	
<b>Shankar 6</b>	29	3.8	44,700	45,950	45,350
<b>Shankar 6</b>	28.5	3.7	No Quote	No Quote	No Quote
<b>Shankar 6</b>	28	3.6	No Quote	No Quote	No Quote
<b>Shankar 6</b>	27	3.2	No Quote	No Quote	No Quote
<b>Shankar 6</b>	26	3	No Quote	No Quote	No Quote
<b>V-797</b>	13% Trash		No Quote	No Quote	No Quote
<b>MCX Spot Rate</b>			21,890	22,190	22,005
<b>USD Exchange Rate</b>			70.70	71.65	71.11

<b>Rate Of Last Week</b>				
<b>Date</b>	<b>29 3.8</b>	<b>MCX</b>	<b>Spot Rate</b>	<b>USD-INR Exchange</b>
19-11-2018	45,950		22,190	71.65
20-11-2018	45,650		22,100	71.46
21-11-2018	45,250		21,890	71.46
22-11-2018	45,350		21,950	70.70
23-11-2018	45,200		21,950	70.70
24-11-2018	44,700		21,950	70.70

# Cotton Price Movement during the Last Week



### MCX Spot Rate Closing Of The Days'

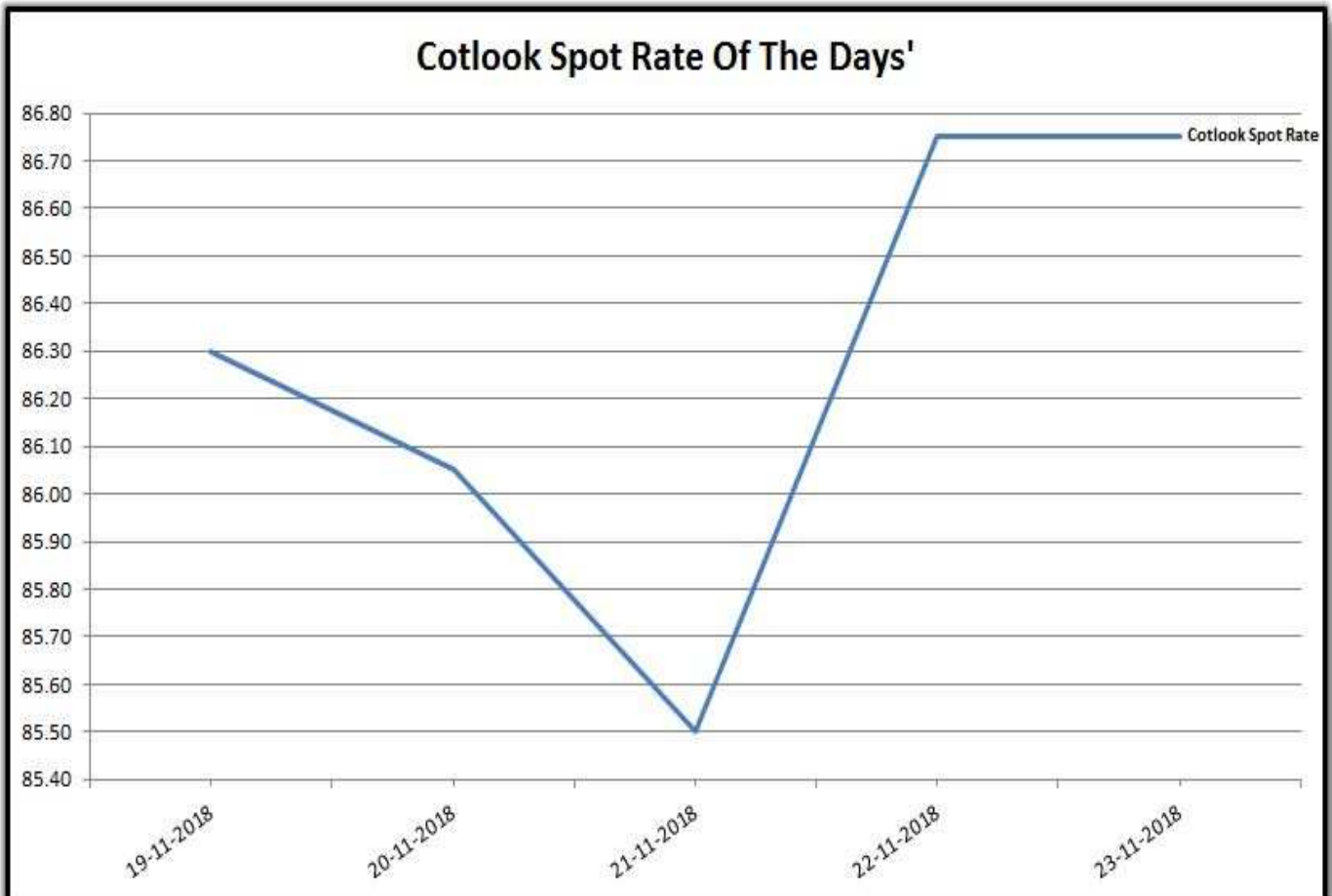


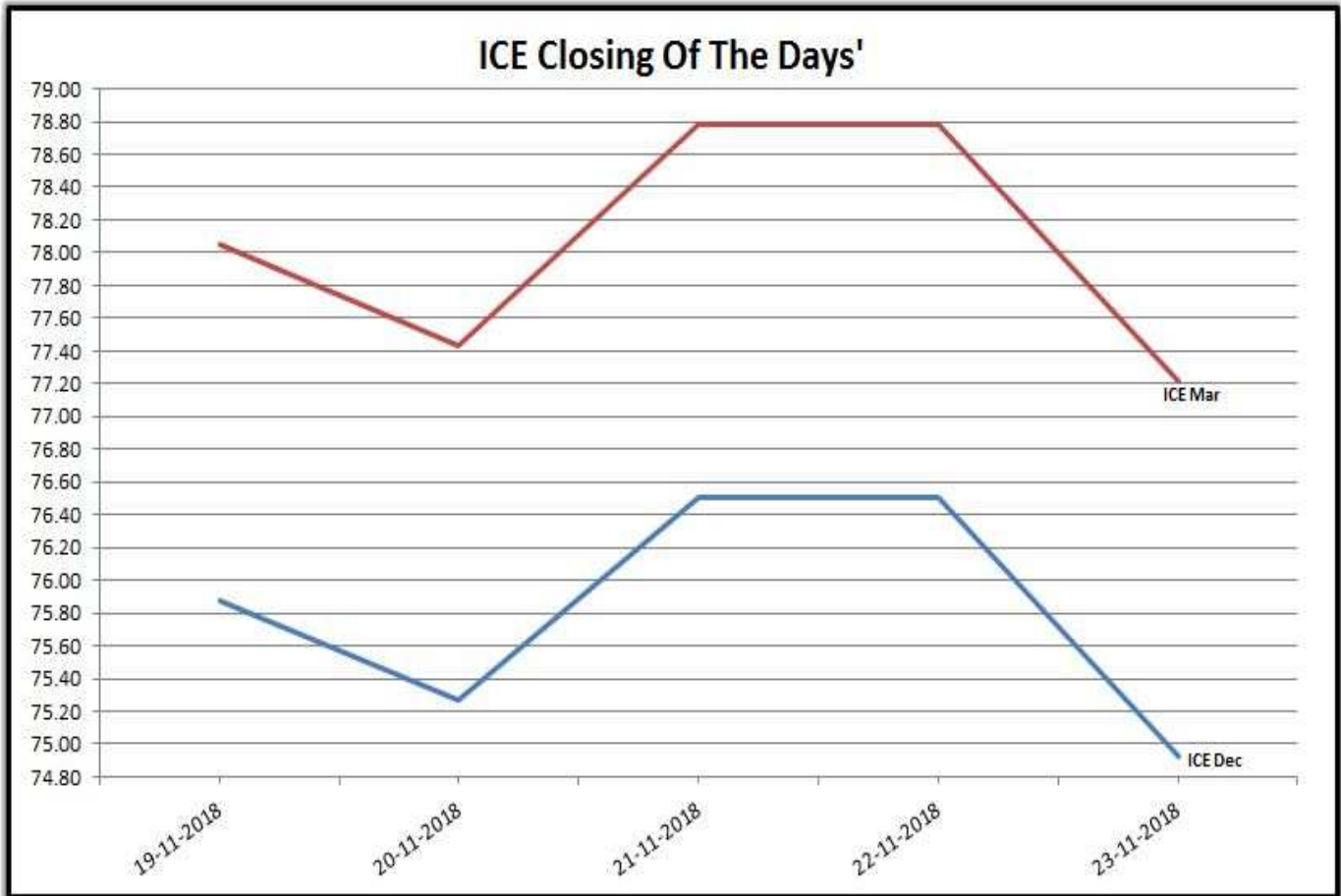
### USD-INR Exchange Rate Closing Of The Days'



## Foreign Indices

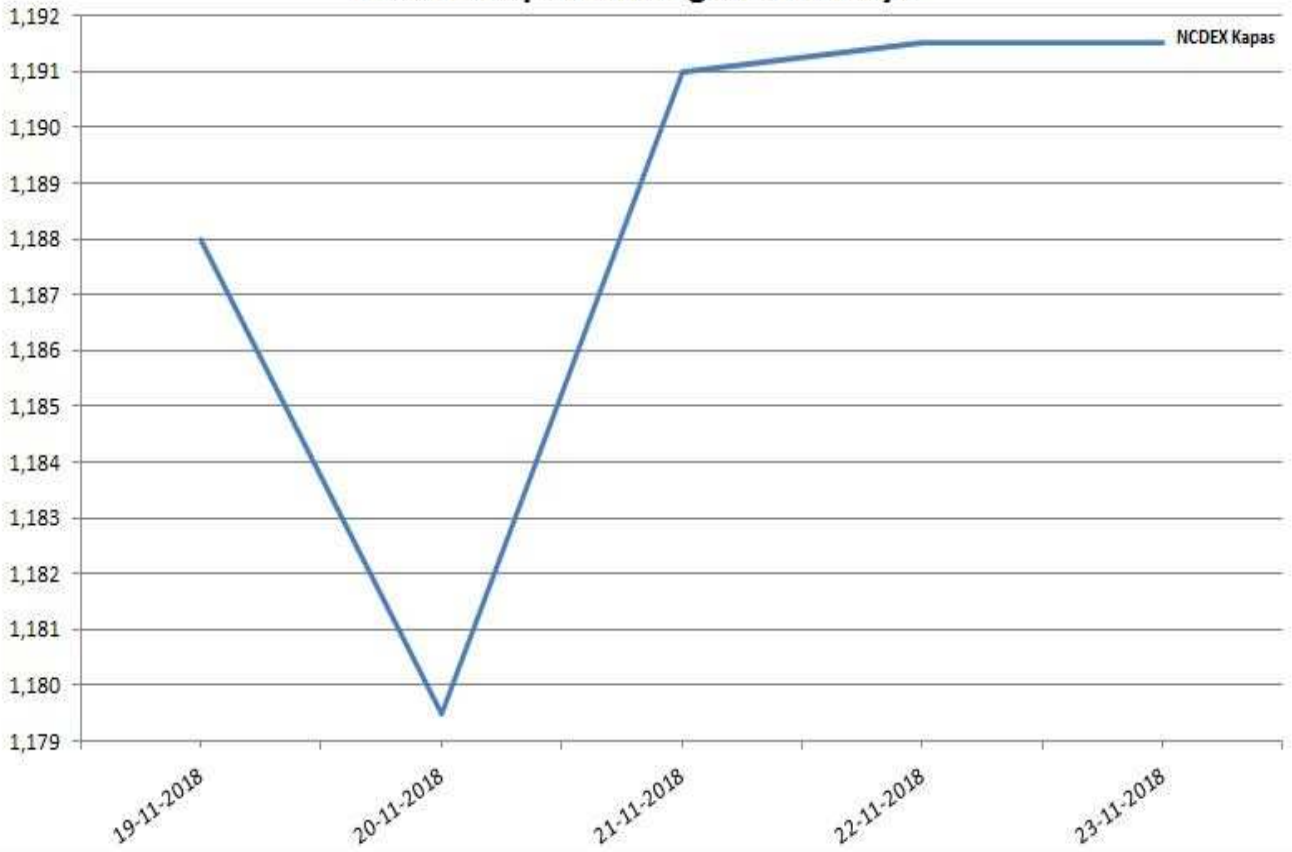
Date	Cotlook	ICE	
	Spot Rate	Dec-18	Mar-19
19-11-2018	86.30	75.88	78.05
20-11-2018	86.05	75.27	77.43
21-11-2018	85.50	76.51	78.78
22-11-2018	86.75	76.51	78.78
23-11-2018	86.75	74.92	77.22



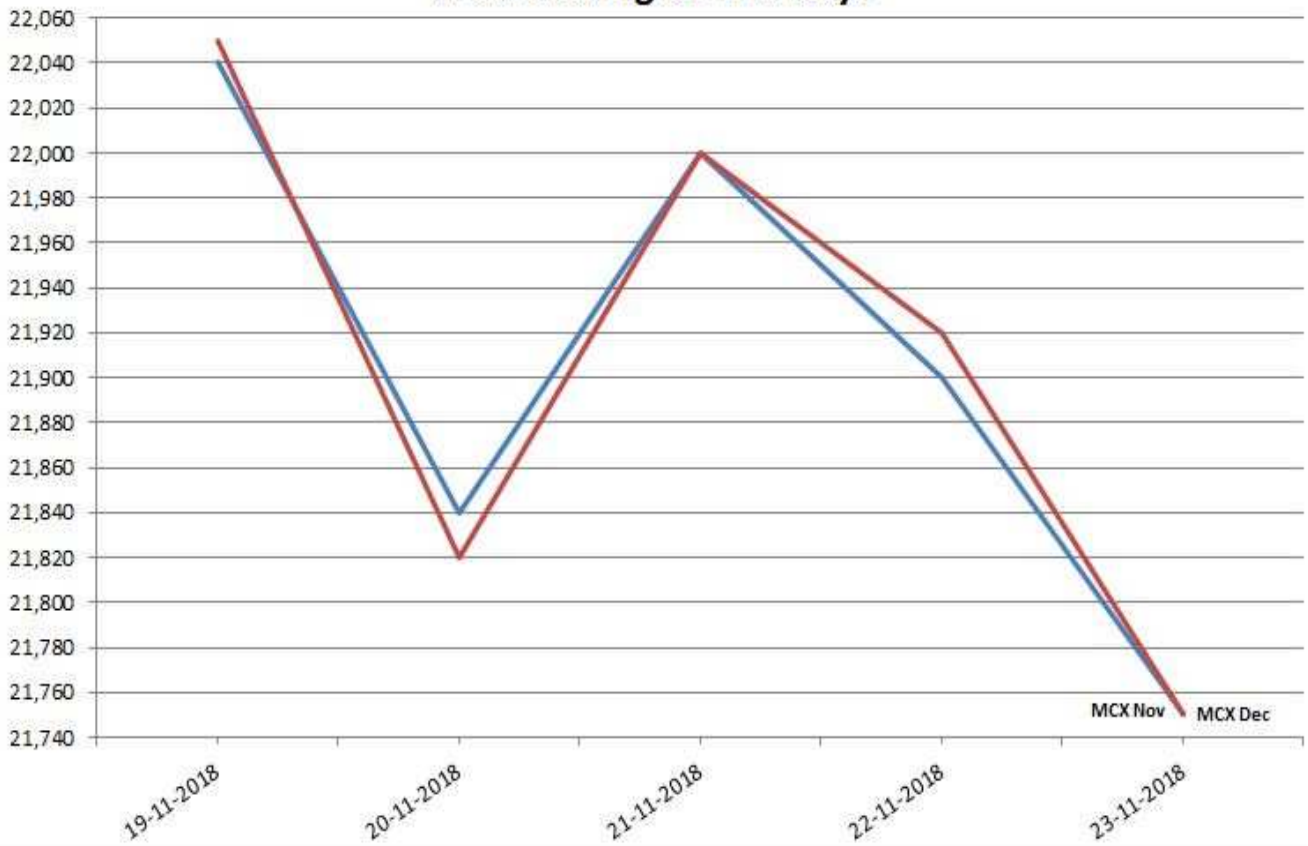


<b>Indian Indices</b>			
<b>Date</b>	<b>NCDEX Kapas</b>	<b>MCX</b>	
	<b>30-Apr-19</b>	<b>Nov-18</b>	<b>Dec-18</b>
19-11-2018	1188	22,040	22,050
20-11-2018	1179.5	21,840	21,820
21-11-2018	1191	22,000	22,000
22-11-2018	1191.5	21,900	21,920
23-11-2018	1191.5	21,750	21,750

### NCDEX Kapas Closing Of The Days'



### MCX Closing Of The Days'

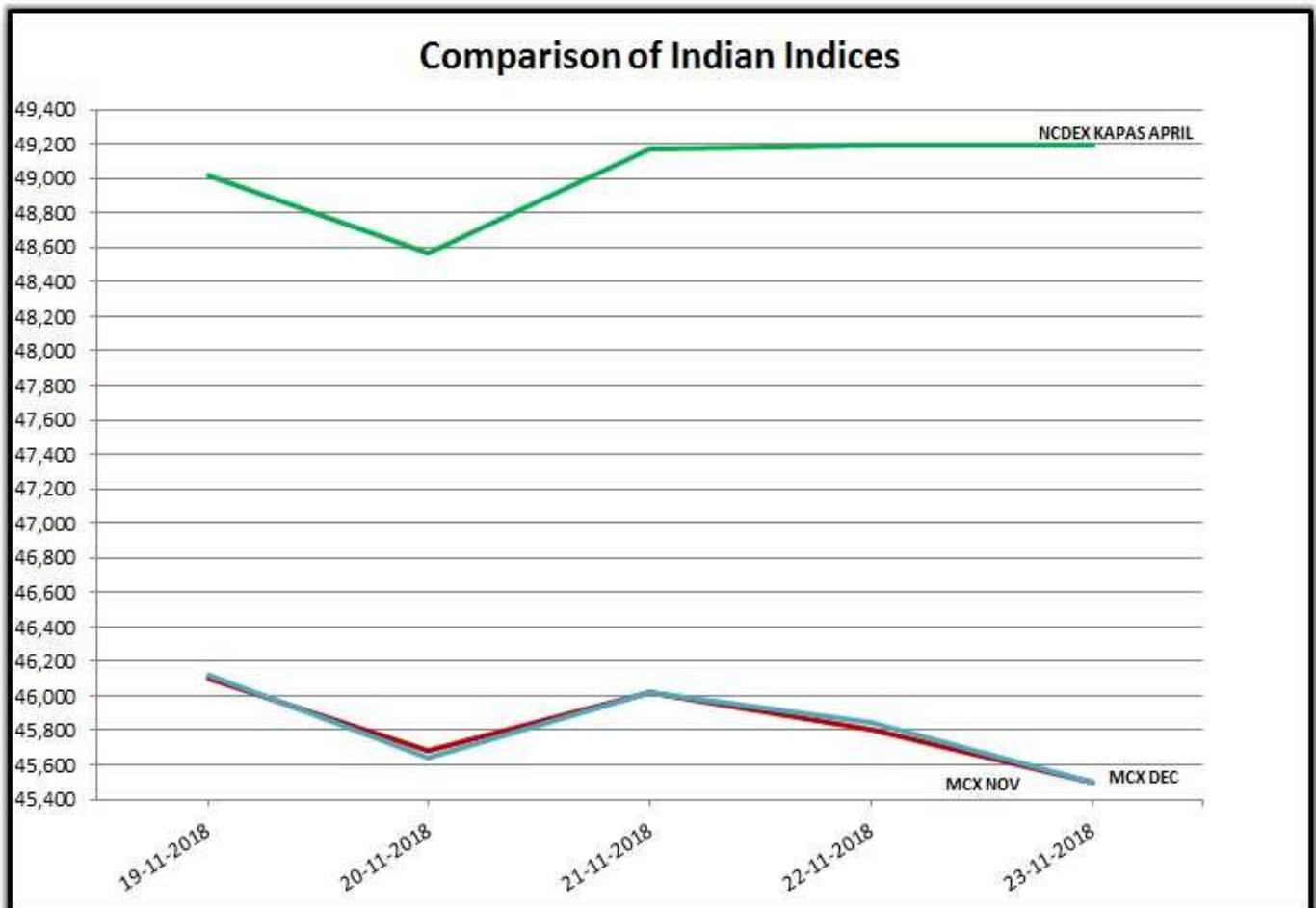




## Indian Indices in Candy Rate

Date	NCDEX Kapas	MCX	
	April	Nov	Dec
19-11-2018	49,013	46,101	46,122
20-11-2018	48,568	45,683	45,641
21-11-2018	49,170	46,017	46,017
22-11-2018	49,196	45,808	45,850
23-11-2018	49,196	45,494	45,494

**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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- All Historical Gujcot Weekly Reports Menu->Reports
- All India Cotton Sowing data
- Gujarat Cotton Sowing District wise Report
- US Export Sales Report
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