



Gujcot Trade Association

WEEKLY REPORT

Market Movement from 15TH Oct 2018 to 20TH Oct 2018

- Gujarat Old Stock Cotton prices of 29 mm New Crop arrivals sold between 46,450 to 47,150 Rs./Candy.
- Outstate arrivals of new Crop Kapas from Madhya Pradesh and Maharashtra have started in good quantities now.
- All India Daily Arrivals remained 80,000 to 85,000 bales.
- Gujarat Daily Pressing was approximately 20,000 bales.
- NY December futures w/w lost 0.45 cents.
- Rupee gets support and gain some 1% during this week.
- All Indian arrivals are picking up very fast and market adjusted to new season rates between 46,000-47,000. Highest arrival in north India so north cotton rate are more competitive.
- Indian domestic mills are running hand to mouth so everybody need current cotton so Indian cotton price remains firm.
- Gujarat shankar6 market open in strong mood near 47300 on Monday but gradually decline to 46300 with some arrival pressure. Yet mill working with old cotton. Few mills have started to use new crop. Maharashtra and Madhya Pradesh near similar or 200 rs lower to Gujarat North markets are attractive and mill, exporters and some hedgers also regular buyer.
- Us export sales was poor. Despite poor sales US market remains stable.

Global

US Weekly Export Sales

- Net UPLAND sales of 32,700 RB for 2018-2019 were down 67 percent from the previous week and 55 percent from the prior 4-week average. Increases were reported for Pakistan (13,400 RB), Vietnam (11,900 RB, including 300 RB switched from Japan), Mexico (10,600 RB), Thailand (7,200 RB, including 400 RB switched from Japan), and Ecuador (5,200 RB).
- Reductions were reported for China (18,500 RB), Bangladesh (5,900 RB), and Japan (2,100 RB). For 2019/2020, net sales of 24,200 RB were reported for China (17,600 RB) and Thailand (6,600 RB).
- UPLAND Exports of 1,35,300 RB were down 35 percent from the previous week and 20 percent from the prior 4-week average. Exports were primarily to China (33,100 RB), Vietnam (25,800 RB), Mexico (17,400 RB), Indonesia (10,600 RB), and Pakistan (8,900 RB).
- Net sales of PIMA totaling 5,000 RB for 2018/2019 were down 61 percent from the previous week and 26 percent from the prior 4-week average. Increases were reported for China (4,400 RB), Japan (300 RB), and India (200 RB).
- PIMA Exports of 6,300 RB were up noticeably from the previous week and up 31 percent from the prior 4-week average. The primary destinations were India (4,500 RB), Turkey (1,100 RB), and Pakistan (500 RB).

US Export Sales	11-Oct-2018
Marketing Year 2018-19	
Upland Gross Sales	65,700
Cancellation	33,000
Net Upland Sales	32,700
PIMA Gross Sales	5,000
Cancellation	0
Net PIMA Sales	5,000
Total Gross Sales	70,700
Total Cancellation	33,000
Total Net Sales	37,700
Shipments	
UPLAND	1,35,300
PIMA	6,300
Total Shipment	1,41,600
Marketing Year 2019-20	
Net Upland Sales	24,200
Net PIMA Sales	0
Total Net Sales	24,200
All Figures in US Running Bale	

China report from Reinhart weekly report

The ZCE cotton futures market has been consolidating around 15'500 (basis Jan19 contract). Short- and long-term outlook are negative with the next minimum downside target sitting at around 15'000-14'800. With more seed cotton delivered to gins, prices for seed cotton have also weakened. Heavy snow and cold weather are reported in north Xinjiang today which might cause some losses on unpicked cotton. The general economic situation is not encouraging, and stock market is falling sharply. Therefore, mills are hesitating to buy for the moment.

West Africa

Post forecasts MY 2018/19 (August to July) area for Burkina Faso, Chad, Mali, and Senegal at 1.71 million hectares (HA), a 0.9 percent increase from the previous year due mainly to reported area increases in Mali. MY 2018/19 total cotton production for all the aforementioned countries is forecast 11.4 percent higher than the previous year at 3.0 million 480 lb. bales on expectations of strong prices, good weather, and better pest management. MY 2018/19 total exports are expected to increase 10

percent from the previous year on higher exportable supplies and strong international demand. This update primarily focuses on providing an overview of the cotton sector in Senegal; it includes an abridged analysis for Burkina Faso, Mali, and Chad.

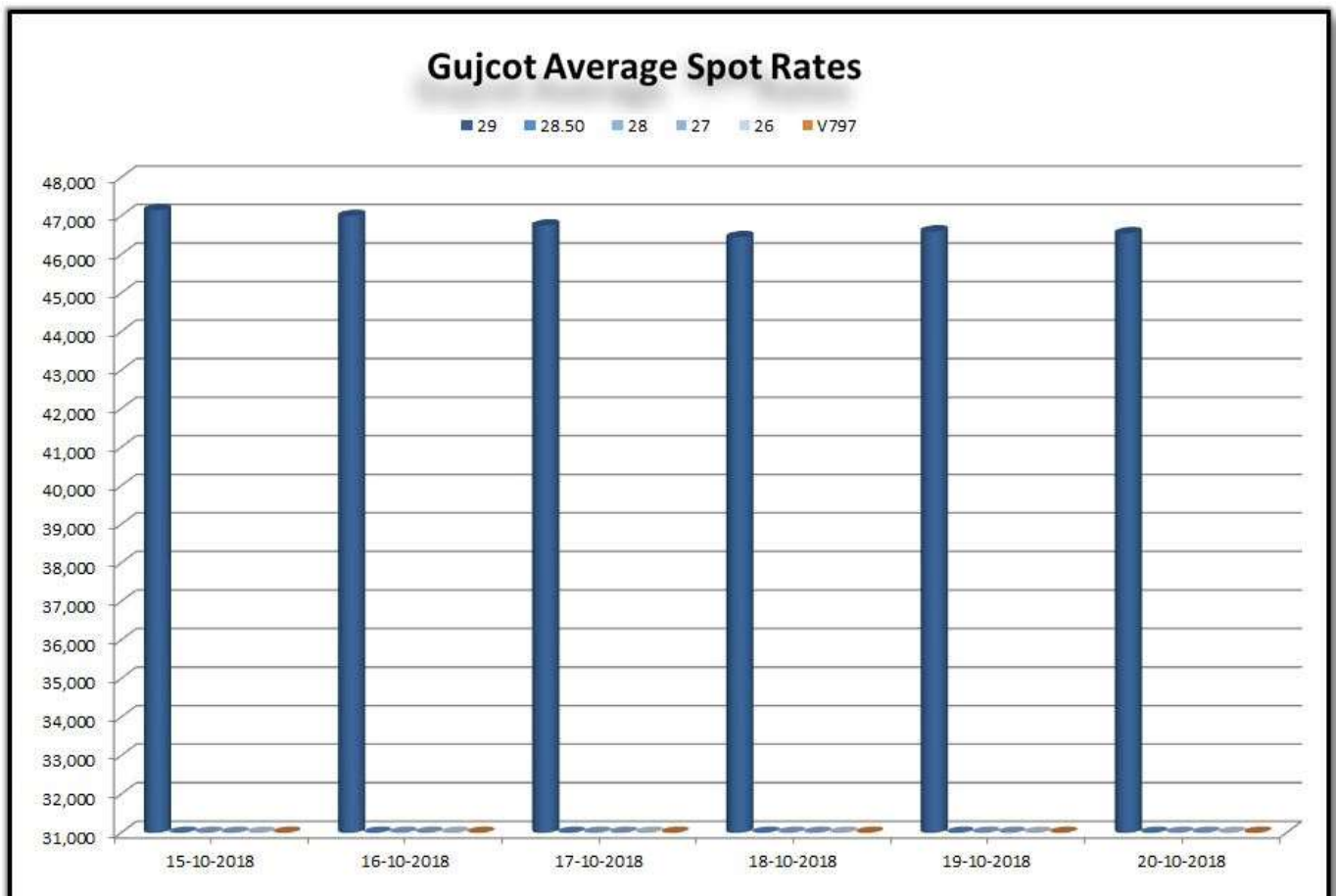
Turkey

The Turkish cotton crop for marketing year (MY) 2018/19 is now estimated at 560,000 hectares and 920,000 metric tons - MT (4.2 million bales). While planting was higher than early season estimates, pest damage has taken a major toll in all regions. Excessive rains, cool weather and untimely fumigation stimulated pest attacks, which affected yields adversely. Domestic cotton consumption for MY 2018/19 is expected to decline to about 1.45 million metric tons - MMT (6.6 million bales), as result of the recent economic downturn, compared to 1.62 MMT (7.4 million bales) last marketing year. Cotton imports are also expected to decline to 650,000 MT (2.9 million bales) in MY 2018/19 compared to 876,000 MT (4 million bales) in MY 2017/18.

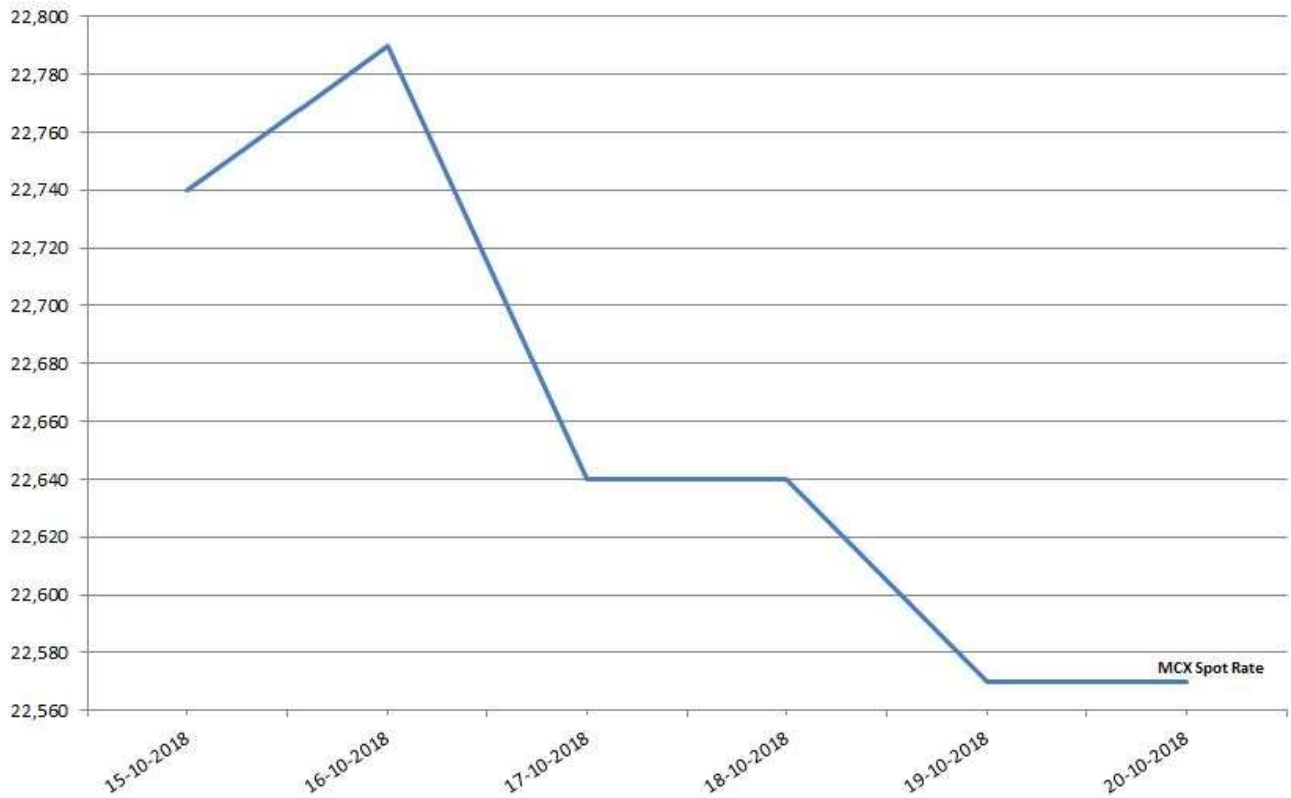
Average Rate Of Last week					
Variety	Staple Length	Mic.	Price Range		Average Of 6 Days
			Low	High	
Shankar 6	29	3.8	46,450	47,150	46,750
Shankar 6	28.5	3.7	No Quote	No Quote	No Quote
Shankar 6	28	3.6	No Quote	No Quote	No Quote
Shankar 6	27	3.2	No Quote	No Quote	No Quote
Shankar 6	26	3	No Quote	No Quote	No Quote
V-797	13% Trash		No Quote	No Quote	No Quote
MCX Spot Rate			22,570	22,790	22,658
USD Exchange Rate			73.32	73.81	73.52

Rate Of Last Week								
Date	29 3.8	28.5 3.7	28 3.6	27 3.2	26 3.0	V-797	MCX Spot Rate	USD-INR Exchange
15-10-2018	47,150	No Quote	No Quote	No Quote	No Quote	No Quote	22,740	73.81
16-10-2018	47,000	No Quote	No Quote	No Quote	No Quote	No Quote	22,790	73.47
17-10-2018	46,750	No Quote	No Quote	No Quote	No Quote	No Quote	22,640	73.60
18-10-2018	46,450	No Quote	No Quote	No Quote	No Quote	No Quote	22,640	73.60
19-10-2018	46,600	No Quote	No Quote	No Quote	No Quote	No Quote	22,570	73.32
20-10-2018	46,550	No Quote	No Quote	No Quote	No Quote	No Quote	22,570	73.32

Cotton Price Movement during the Last Week



MCX Spot Rate Closing Of The Days'

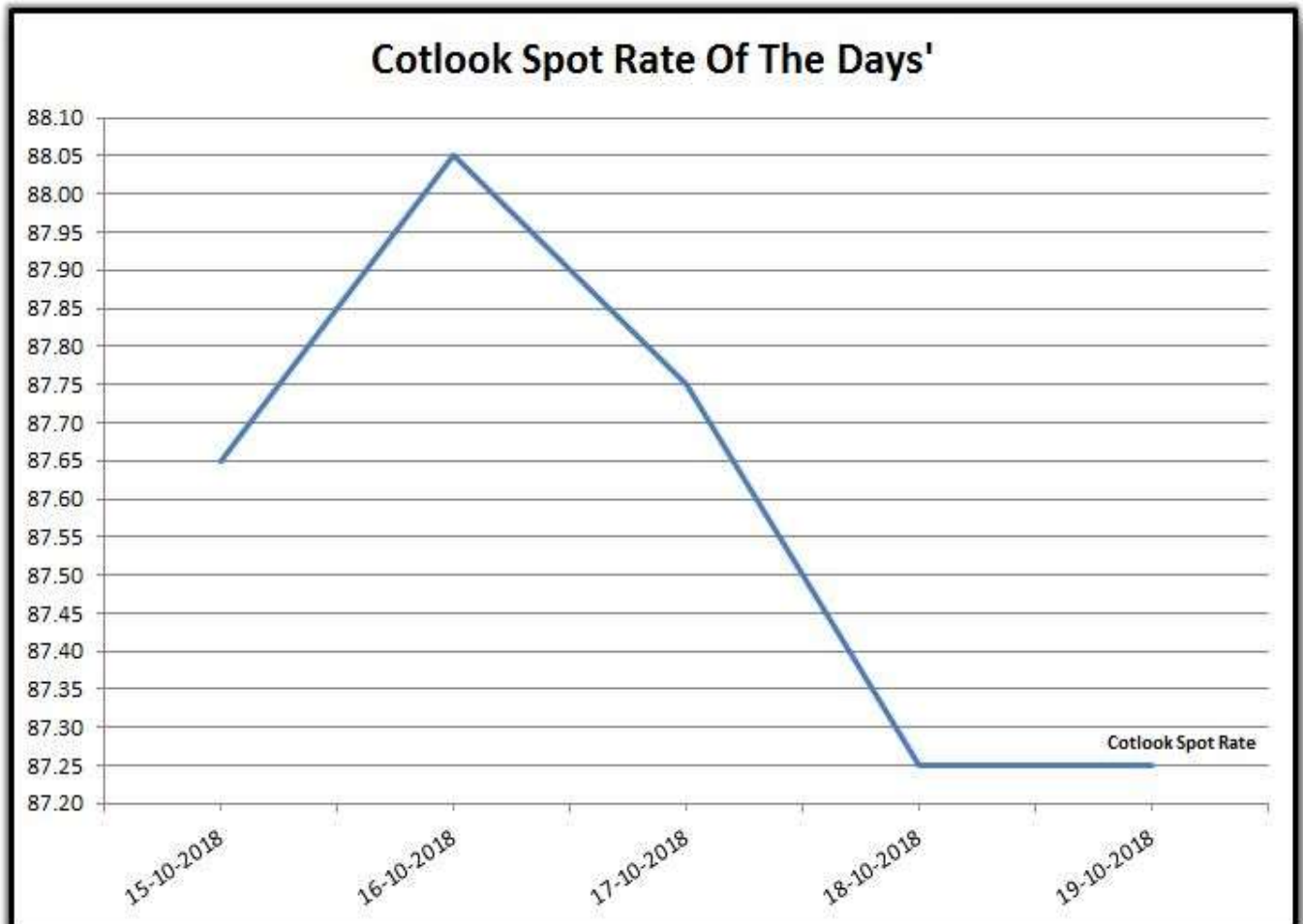


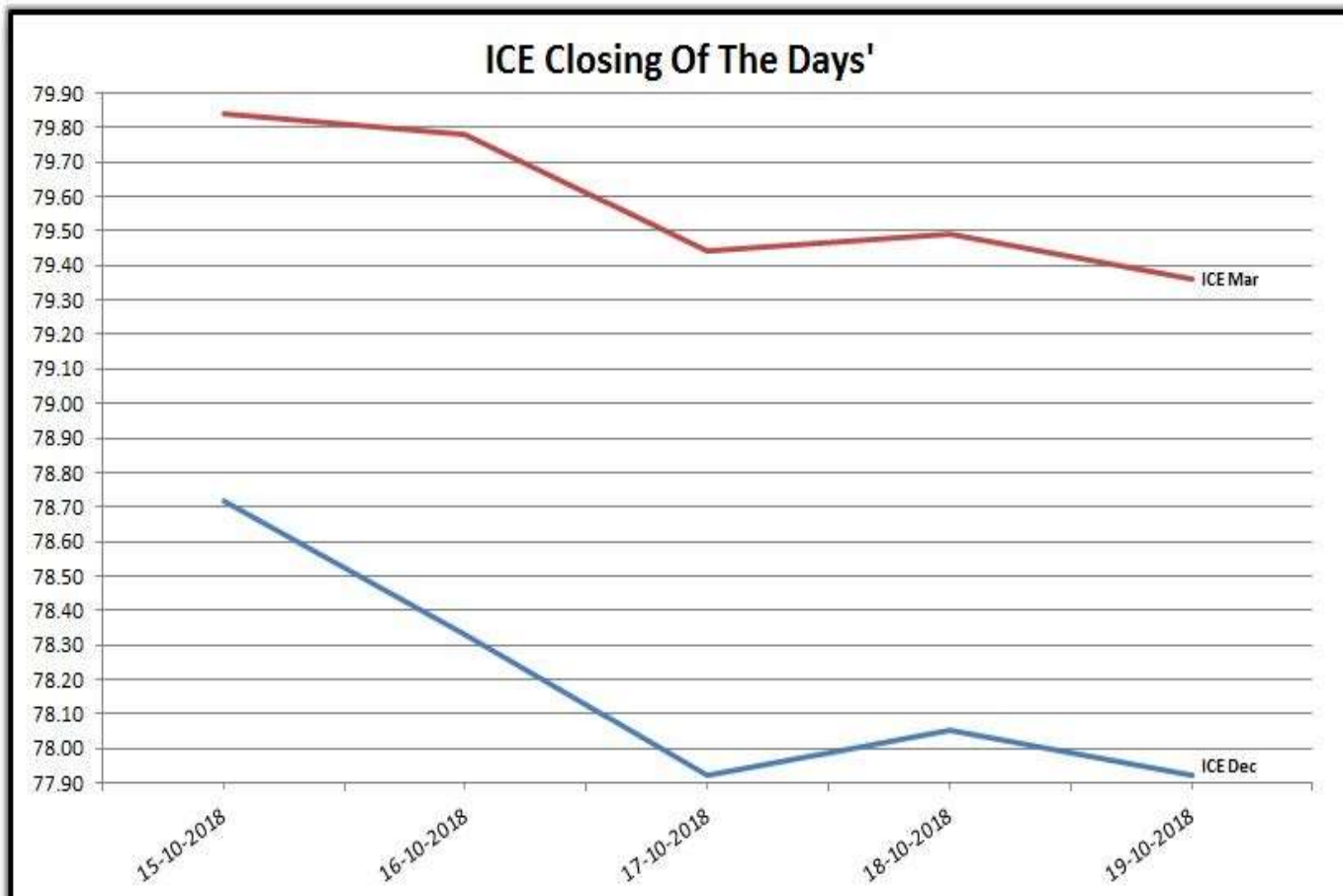
USD-INR Exchange Rate Closing Of The Days'



Foreign Indices

Date	Cotlook	ICE	
	Spot Rate	Dec-18	Mar-19
15-10-2018	87.65	78.72	79.84
16-10-2018	88.05	78.33	79.78
17-10-2018	87.75	77.92	79.44
18-10-2018	87.25	78.05	79.49
19-10-2018	87.25	77.92	79.36





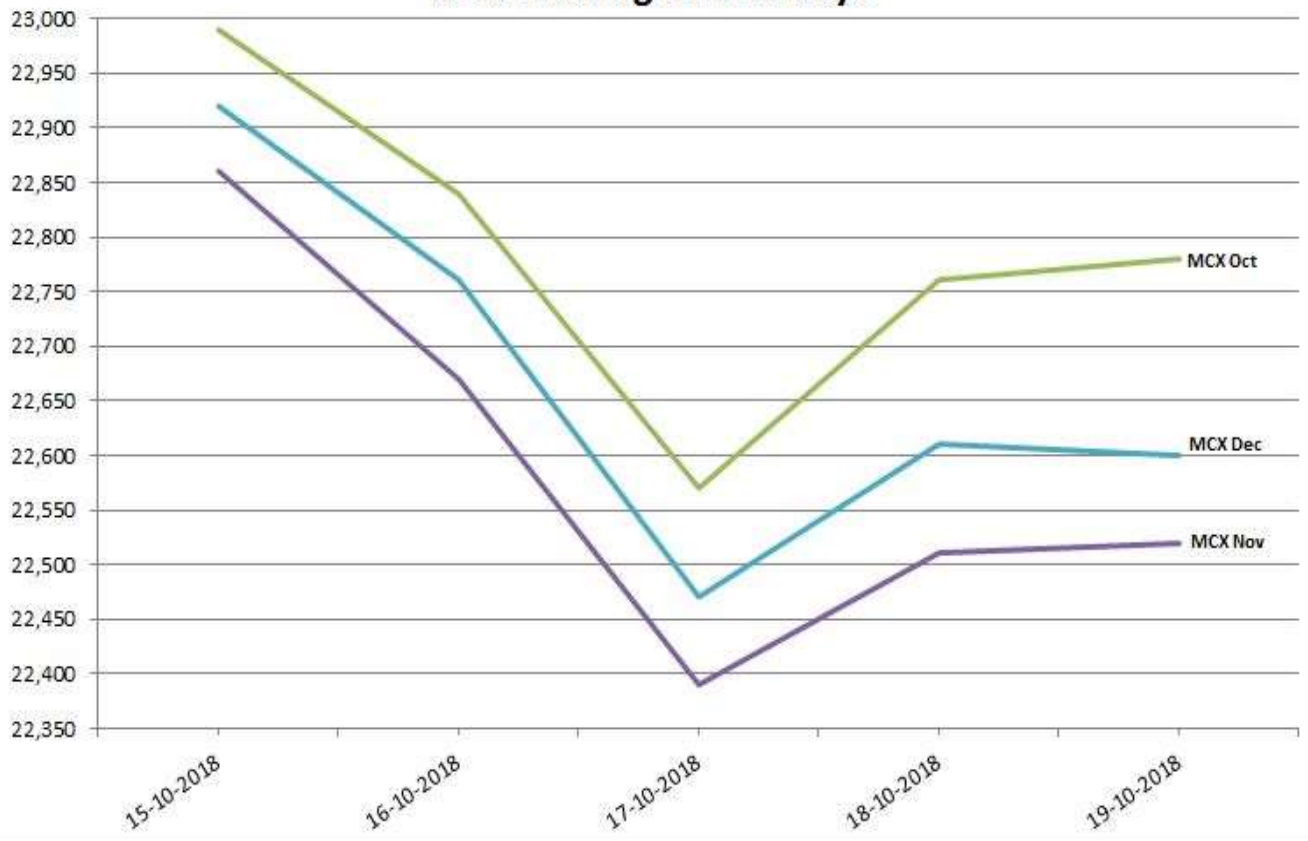
Indian Indices

Date	NCDEX Kapas	MCX		
	30-Apr-19	Oct-18	Nov-18	Dec-18
15-10-2018	1191	22,990	22,860	22,920
16-10-2018	1189	22,840	22,670	22,760
17-10-2018	1179	22,570	22,390	22,470
18-10-2018	1179	22,760	22,510	22,610
19-10-2018	1184	22,780	22,520	22,600

NCDEX Kapas Closing Of The Days'



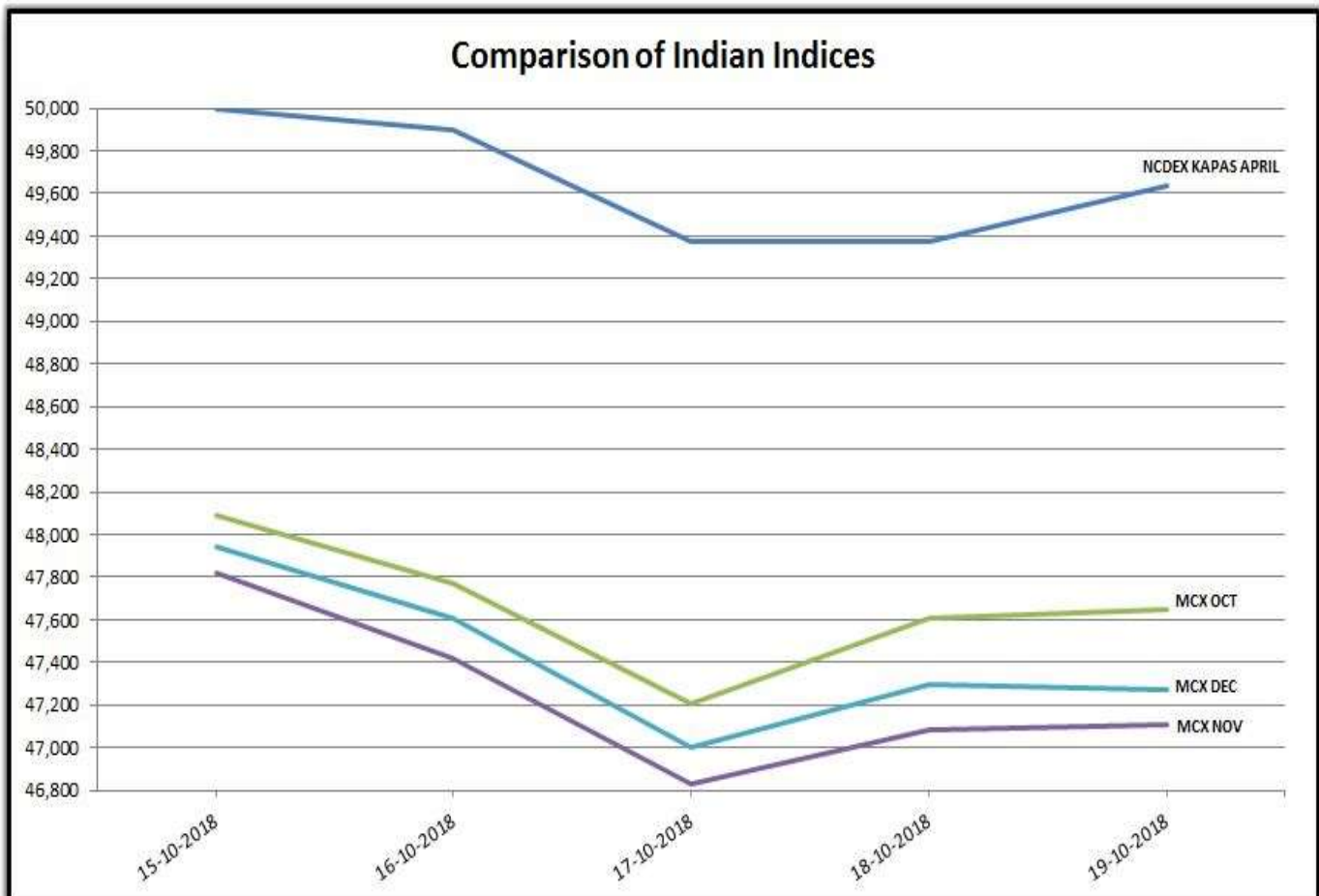
MCX Closing Of The Days'



Indian Indices in Candy Rate

Date	NCDEX Kapas	MCX		
	April	Oct	Nov	Dec
15-10-2018	50,000	48,088	47,816	47,942
16-10-2018	49,895	47,774	47,419	47,607
17-10-2018	49,372	47,210	46,833	47,000
18-10-2018	49,372	47,607	47,084	47,293
19-10-2018	49,634	47,649	47,105	47,272

Remark :- For NCDEX Kapas we have taken seed rate 425/20 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 will be released Thursday at 2:30 p.m. Central Time.
- The Export Sales report will be released Thursday 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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- China Cotton AuctionDailyUpdate
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Gujcot Trade Association