



Gujcot Trade Association

WEEKLY REPORT

Market Movement from 26th Nov 2018 to 01th Dec 2018

- High selling pressure was seen in Indian physical market due to lack of demand. Market volatile due to basis buying by international merchants. But ultimately gave up another nearly 400 Rs. Per candy and formed new bottom of current season.
- With the help of huge reduction in crude oil prices rupee surged to 69.58 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.
- Trade is expecting some positive news from G-20 summit with meeting between US and Chinese president.
- During the last two weeks US Export Sales are better then previous weeks but did not translate in any upward price movement.
- Due to sluggish buying in yarn and cloths mills are not interested to build inventory and runing hand to mouth.
- Overall this week was bear market with stronger rupee and better supply in absence of good demand.
- Gujarat 29 mm Cotton sold between 44,050 to 44,400 Rs./Candy.
- Otherstate arrivals of Kapas from Madhya Pradesh and Maharashtra is continue in good quantities.
- All India Daily Arrivals remained between 1,40,000 to 1,60,000 bales.
- Gujarat Daily Pressing was approximately 40,000 bales.
- NY December futures w/w gained 2.24 cents.
- Rupee got stronger during this week from 70.87 to 69.58.
- In Gujarat ginneres have huge disparity so ginning are running in slow pace.

Global

US Weekly Export Sales

- Net UPLAND sales of 1,76,800 RB for 2018-2019 were down 16 percent from the previous week, but up noticeably from the prior 4-week average. Increases were reported for Vietnam (92,400 RB, including 200 RB switched from Japan), Pakistan (27,800 RB, including decreases of 2,200 RB), India (17,400 RB), Japan (11,400 RB, including 200 RB switched from Thailand and decrease of 800 RB), and Turkey (11,000 RB). Reductions were reported for China (7,500 RB), Thailand (3,700 RB), and Costa Rica (700 RB).
- For 2019-2020, net UPLAND sales of 14,200 RB were reported for Portugal (11,000 RB), South Korea (2,900 RB), and Japan (300 RB).
- UPLAND Exports of 1,26,100 RB were down 16 percent from the previous week and 4 percent from the prior 4-week average. Exports were primarily to Vietnam (32,900 RB), China (19,200 RB), Pakistan (10,800 RB), Mexico (10,100 RB), and Indonesia (9,200 RB).
- Net sales of PIMA totaling 21,200 RB for 2018-2019 were down 18 percent from the previous week, but up 15 percent from the prior 4-week average. Increases were reported for China (10,600 RB, including decreases of 400 RB), India (5,300 RB, including decreases of 1,300 RB), Peru (2,000 RB), Pakistan (1,800 RB), and Thailand (1,100 RB).
- PIMA Exports of 9,800 RB were up 86 percent from the previous week and up noticeably from the prior 4-week average. The destinations were primarily to China (3,500 RB), India (2,900 RB), and Vietnam (2,900 RB).

US Export Sales	22-Nov-2018
Marketing Year 2018-19	
Upland Gross Sales	1,95,200
Cancellation	18,400
Net Upland Sales	1,76,800
PIMA Gross Sales	23,100
Cancellation	1,900
Net PIMA Sales	21,200
Total Gross Sales	2,18,300
Total Cancellation	20,300
Total Net Sales	1,98,000
Shipments	
UPLAND	1,26,100
PIMA	9,800
Total Shipment	1,35,900
Marketing Year 2019-20	
Net Upland Sales	14,200
Net PIMA Sales	0
Total Net Sales	14,200
All Figures in US Running Bale	

China report from Reinhart weekly report

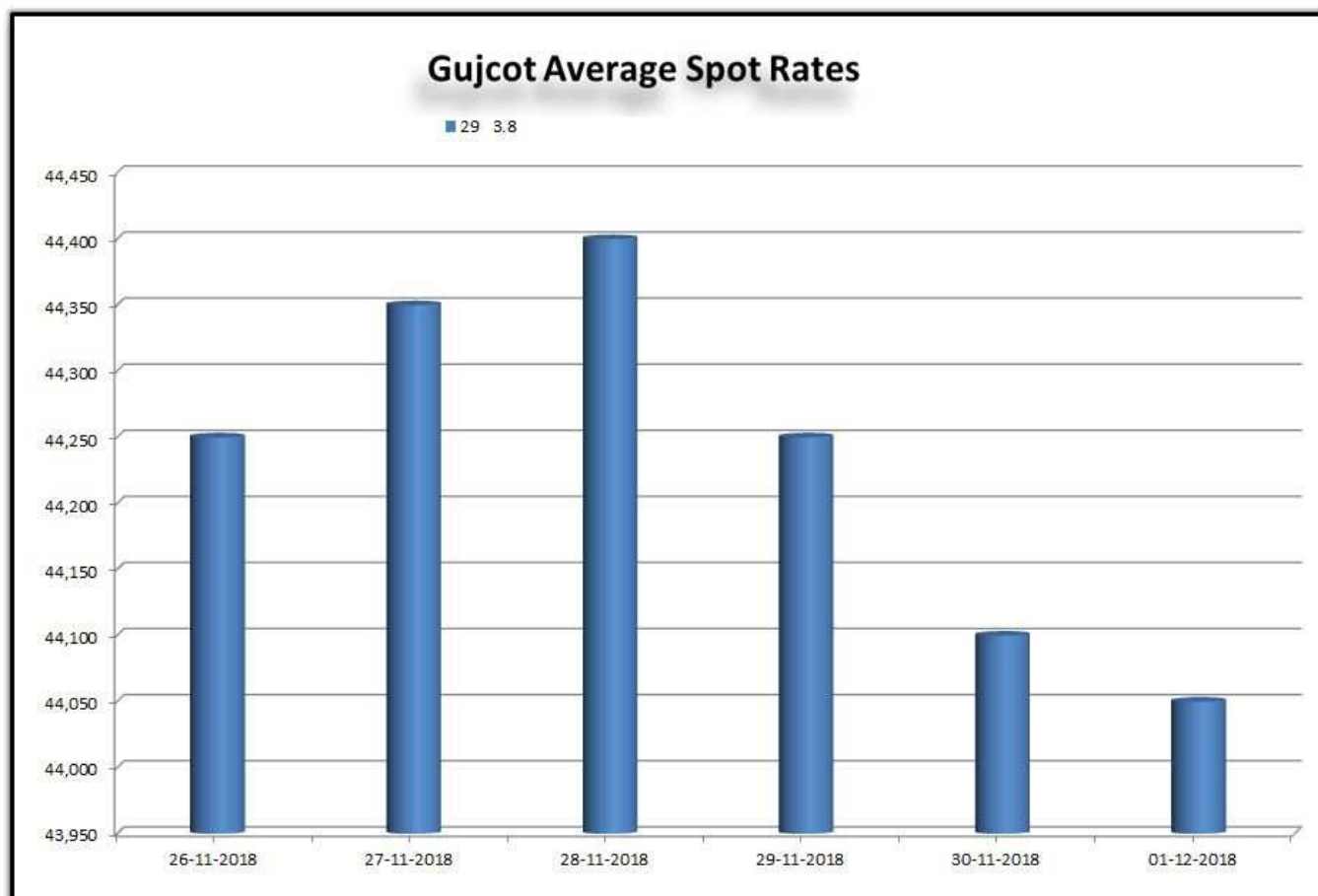
The ZCE cotton futures market has finally broken out of a bearish consolidation and posted a new contract low at 14'335, basis jan19 contract. The short-and long-term outlooks remain negative. A close below 14'500 sets the next minimum downside target around 14'000. On the other hand, the nearest resistance 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 the outcome of the meeting of the two presidents in argentine by the end of this month.

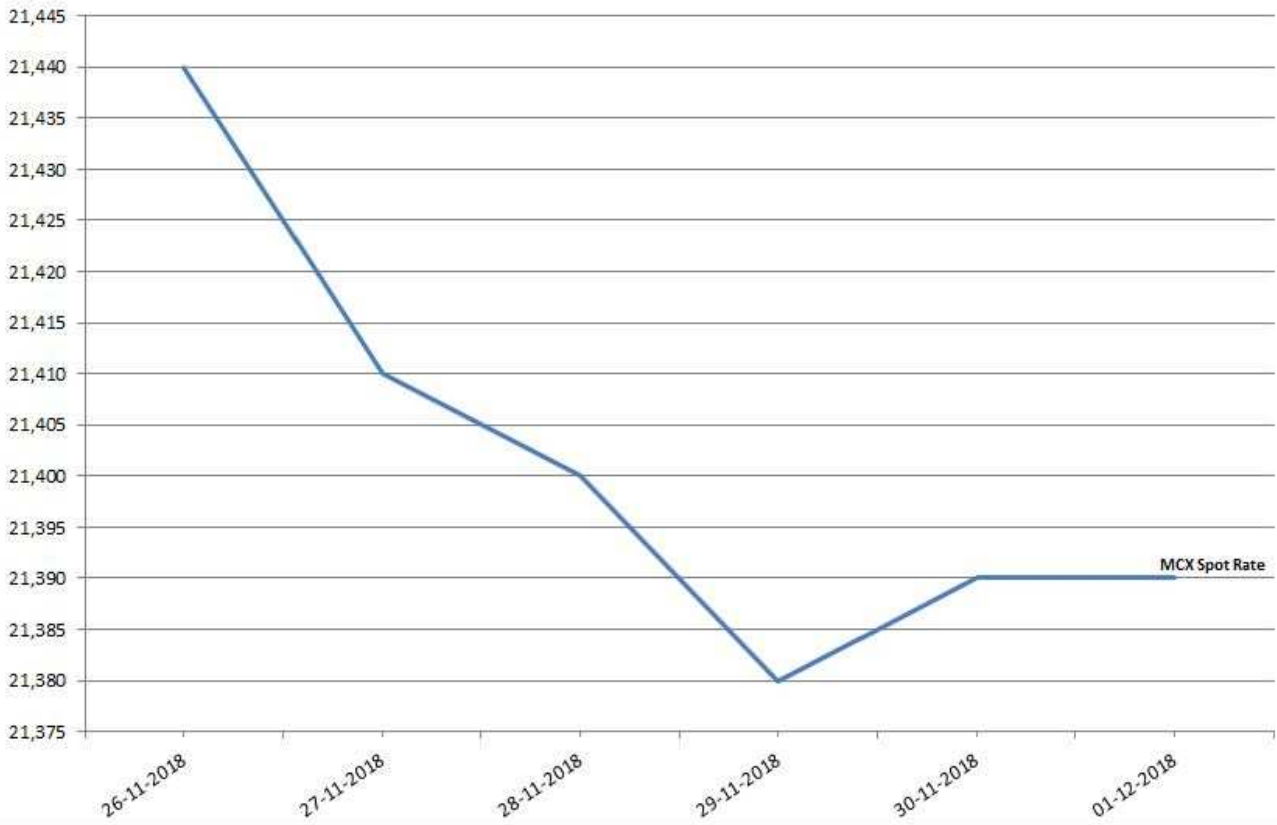
Average Rate Of Last week					
Variety	Staple Length	Mic.	Price Range		Average Of 6 Days
			Low	High	
Shankar 6	29	3.8	44,050	44,400	44,233
Shankar 6	28.5	3.7	No Quote	No Quote	No Quote
Shankar 6	28	3.6	No Quote	No Quote	No Quote
Shankar 6	27	3.2	No Quote	No Quote	No Quote
Shankar 6	26	3	No Quote	No Quote	No Quote
V-797	13% Trash		No Quote	No Quote	No Quote
MCX Spot Rate			21,380	21,440	21,402
USD Exchange Rate			69.58	70.87	70.21

Rate Of Last Week			
Date	29 3.8	MCX Spot Rate	USD-INR Exchange
26-11-2018	44,250	21,440	70.87
27-11-2018	44,350	21,410	70.77
28-11-2018	44,400	21,400	70.61
29-11-2018	44,250	21,380	69.86
30-11-2018	44,100	21,390	69.58
01-12-2018	44,050	21,390	69.58

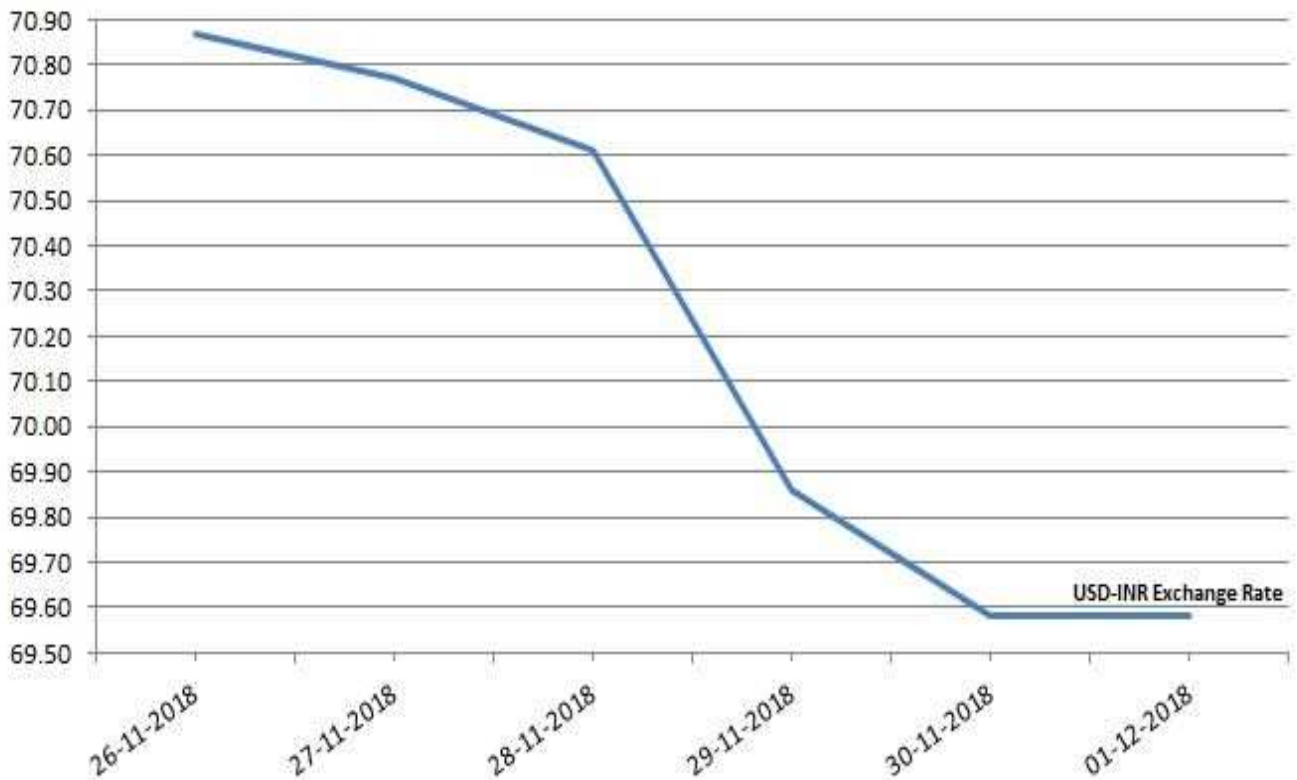
Cotton Price Movement during the Last Week



MCX Spot Rate Closing Of The Days'

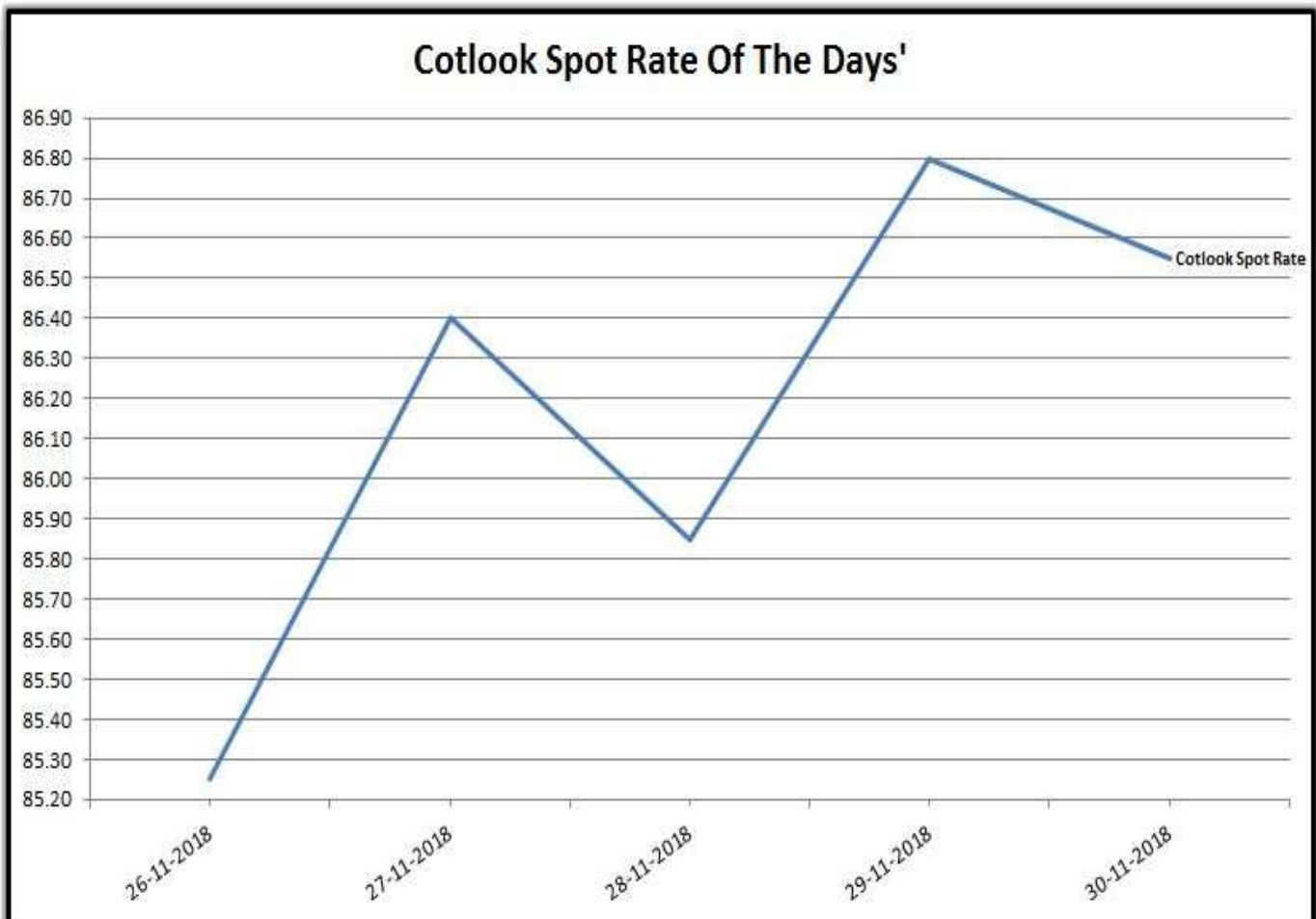


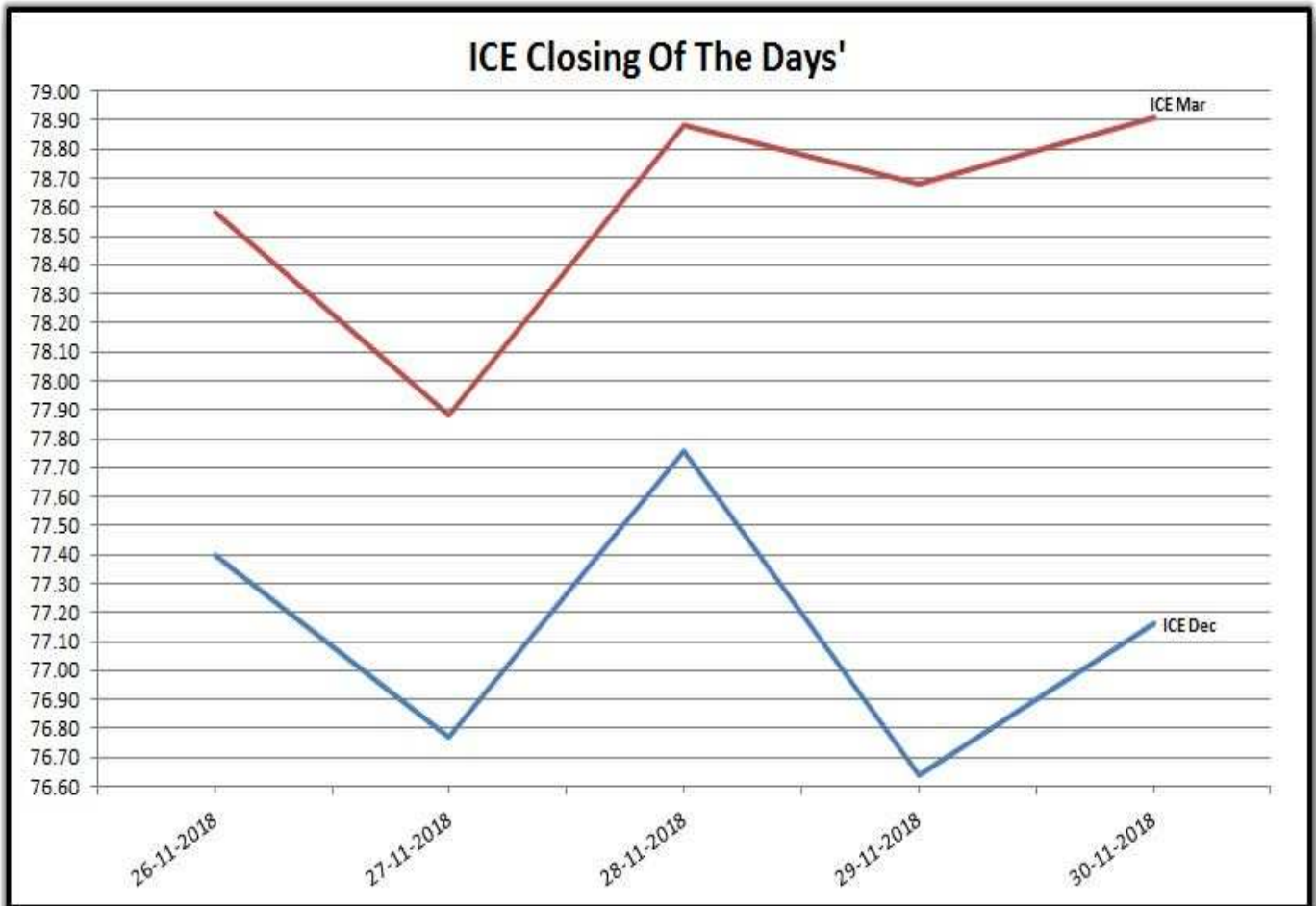
USD-INR Exchange Rate Closing Of The Days'



Foreign Indices

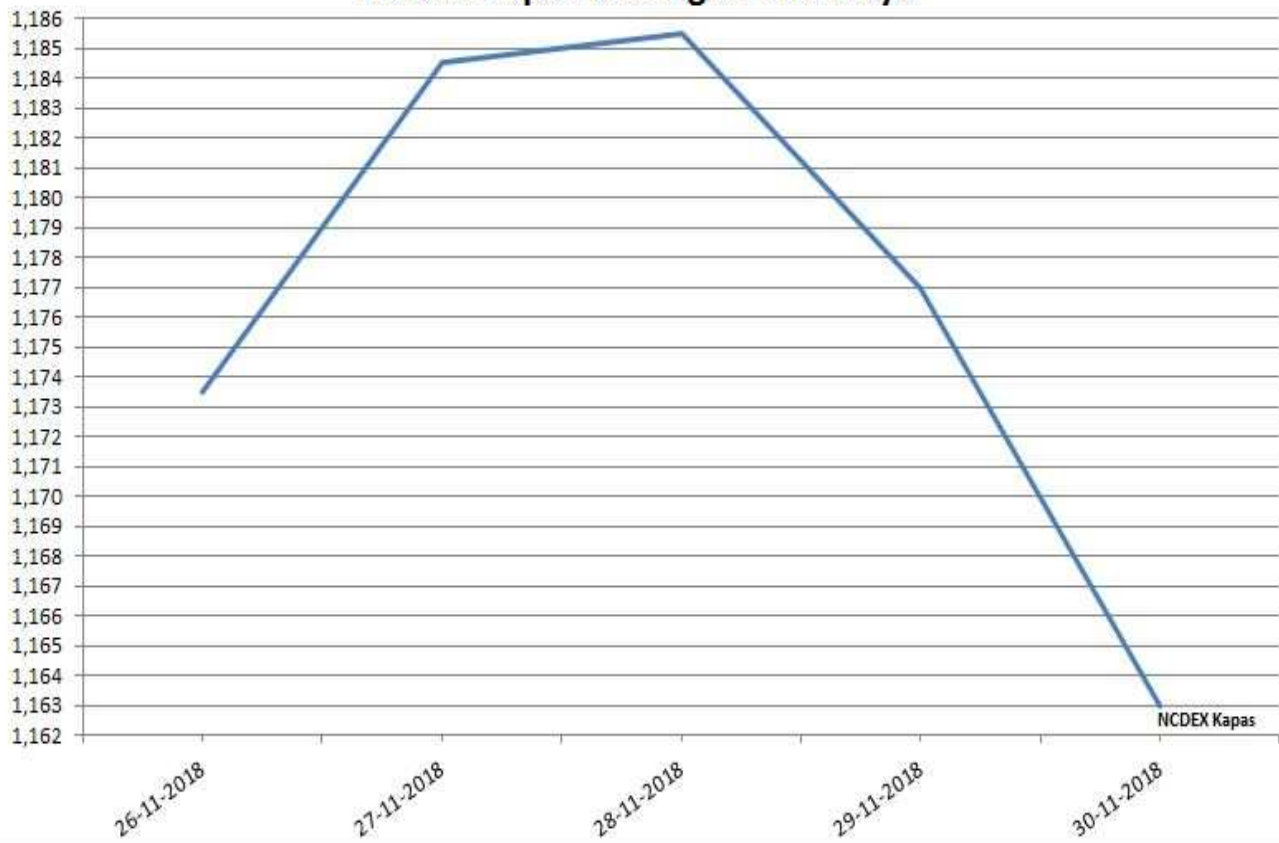
Date	Cotlook	ICE	
	Spot Rate	Dec-18	Mar-19
26-11-2018	85.25	77.40	78.58
27-11-2018	86.40	76.77	77.88
28-11-2018	85.85	77.76	78.88
29-11-2018	86.80	76.64	78.68
30-11-2018	86.55	77.16	78.91



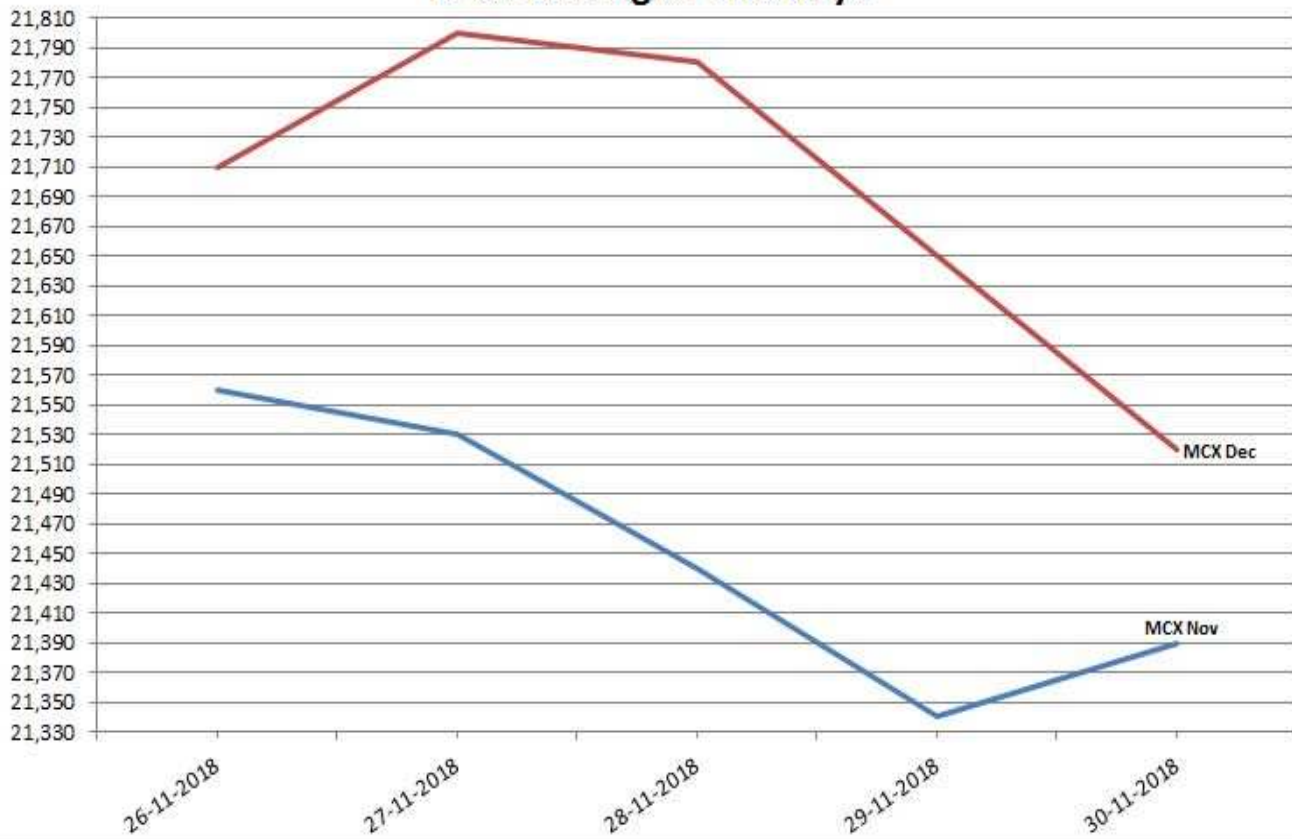


Indian Indices			
Date	NCDEX Kapas	MCX	
	30-Apr-19	Nov-18	Dec-18
26-11-2018	1173.50	21,560	21,710
27-11-2018	1184.50	21,530	21,800
28-11-2018	1185.50	21,440	21,780
29-11-2018	1177.00	21,340	21,650
30-11-2018	1163.00	21,390	21,520

NCDEX Kapas Closing Of The Days'



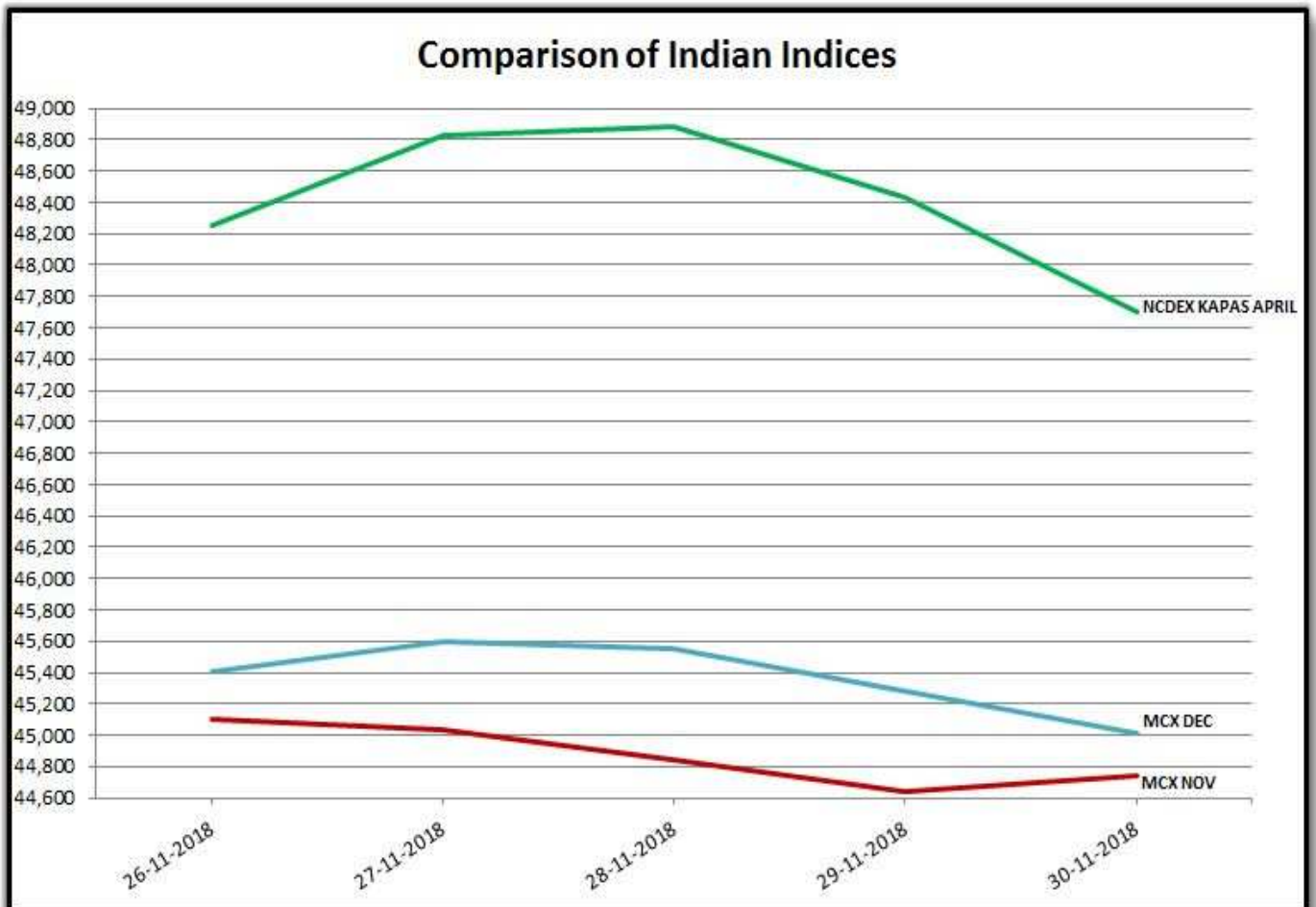
MCX Closing Of The Days'



Indian Indices in Candy Rate

Date	NCDEX Kapas	MCX	
	April	Nov	Dec
26-11-2018	48,254	45,097	45,411
27-11-2018	48,830	45,034	45,599
28-11-2018	48,882	44,846	45,557
29-11-2018	48,437	44,637	45,285
30-11-2018	47,705	44,741	45,013

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



IN THE WEEK AHEAD:

- The CFTC Cotton On-Call report to be released Friday 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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