



Gujcot Trade Association

WEEKLY REPORT

Market Movement from 03rd Dec 2018 to 08th Dec 2018

- Huge volatility was seen in NY Futures as well as in Indian Physical market. Trade truce between China and US was main factor during this week.
- In spite of sluggish US export sales, US Futures remained firm on news of OPEC Oil production cut and 5% increase in crude oil prices.
- Due to sluggish buying in yarn and cloth mills are not interested to build inventories and running hand to mouth.
- Overall this week was volatile and gave opportunity to bull and bear both.
- Gujarat 29 mm Cotton sold between 44,400 to 44,750 Rs./Candy.
- Other state arrivals of Kapas from Madhya Pradesh and Maharashtra is continued in good quantities.
- All India Daily Arrivals remained between 1,40,000 to 1,60,000 bales.
- Gujarat Daily Pressing was approximately 45,000 bales.
- NY March futures w/w gained 1.32 cents.
- Indian Rupee was slightly weak against USD during this week from 70.46 to 70.89.
- In Gujarat ginners have huge disparity so ginning is running in slow pace.

Global

US Weekly Export Sales

- Net UPLAND sales of 94,900 RB for 2018-2019 were down 46 percent from the previous week and 31 percent from the prior 4-week average. Increases were reported for Vietnam (31,900 RB, including 900 RB switched from Taiwan, 200 RB switched from Japan, and decreases of 1,100 RB), Bangladesh (28,300 RB, including decreases of 100 RB), Malaysia (16,700 RB, including decreases of 1,800 RB), Pakistan (13,200 RB, including decreases of 400 RB), and Turkey (10,400 RB). Reductions were reported for China (30,300 RB).
- For 2019-2020, net UPLAND sales of 80,500 RB were reported for Malaysia (47,500 RB), China (28,200 RB), and Thailand (4,800 RB).
- UPLAND Exports of 1,58,600 RB were up 26 percent from the previous week and 17 percent from the prior 4-week average. Exports were primarily to Vietnam (41,500 RB), Mexico (15,500 RB), China (14,200 RB), Indonesia (11,300 RB), and South Korea (10,300 RB).
- Net sales of PIMA totaling 22,400 RB for 2018-2019 were up 5 percent from the previous week and 29 percent from the prior 4-week average. Increases were reported for India (6,800 RB), Vietnam (4,300 RB, switched from China), China (3,600 RB), Egypt (2,600 RB), and Austria (2,600 RB).
- PIMA Exports of 16,300 RB--a marketing-year high--were up 67 percent from the previous week and up noticeably from the prior 4-week average. The destinations were primarily to China (9,500 RB), Pakistan (3,100 RB), Peru (1,400 RB), and Vietnam (1,300 RB).

US Export Sales		29-Nov-2018
Marketing Year 2018-19		
Upland Gross Sales		1,36,800
Cancellation		41,900
Net Upland Sales		94,900
PIMA Gross Sales		22,500
Cancellation		100
Net PIMA Sales		22,400
Total Gross Sales		1,59,300
Total Cancellation		42,000
Total Net Sales		1,17,300
Shipments		
UPLAND		1,58,600
PIMA		16,300
Total Shipment		1,74,900
Marketing Year 2019-20		
Net Upland Sales		80,500
Net PIMA Sales		0
Total Net Sales		80,500
All Figures in US Running Bale		

China report from Reinhart weekly report

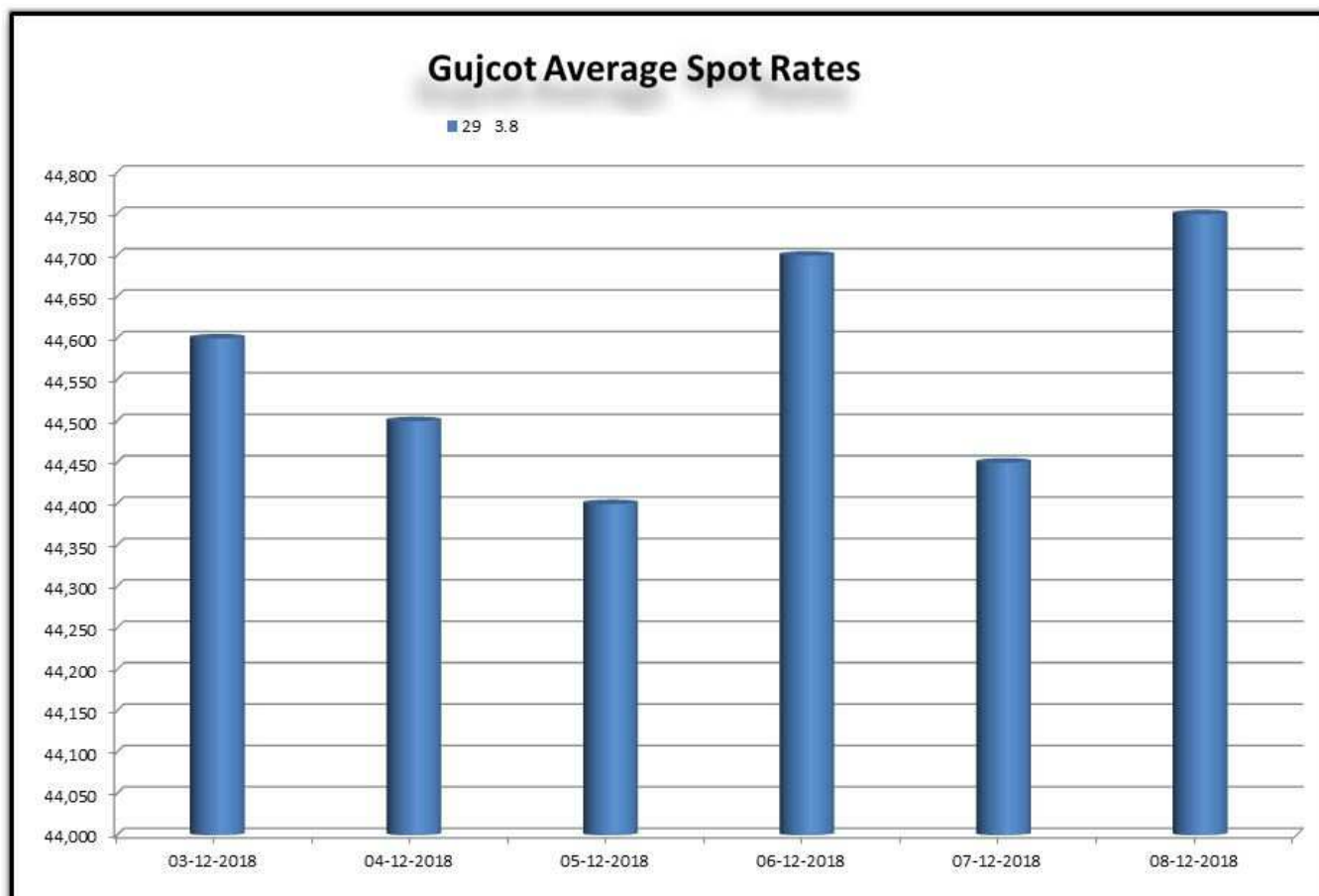
The ZCE cotton futures market refused to follow ICE to the upside and continued to consolidate near the contract lows set last week at 14'875 (basis the most active May19 contract). The short-term outlook remains negative if prices do not break and build value above 15'520. Support is at 15'000-14'875, then at 14'500. Resistance at 15'520, then at around 16'000.

The physical markets continue in the same dull mood. The trade agreement at the G-20 meeting is generally viewed as just a temporary truce before matters get worse again. Stocks of yarn and grey fabric are up, and so being stocks of import cotton in port. Reportedly, there are about 250'000 tons unsold cotton in consignment, of which a minimum of 100'000 tons Australian, along with some US, Brazil and Indian. The on-going credit tightness, also in view of the approaching year's end, is further depressing demand.

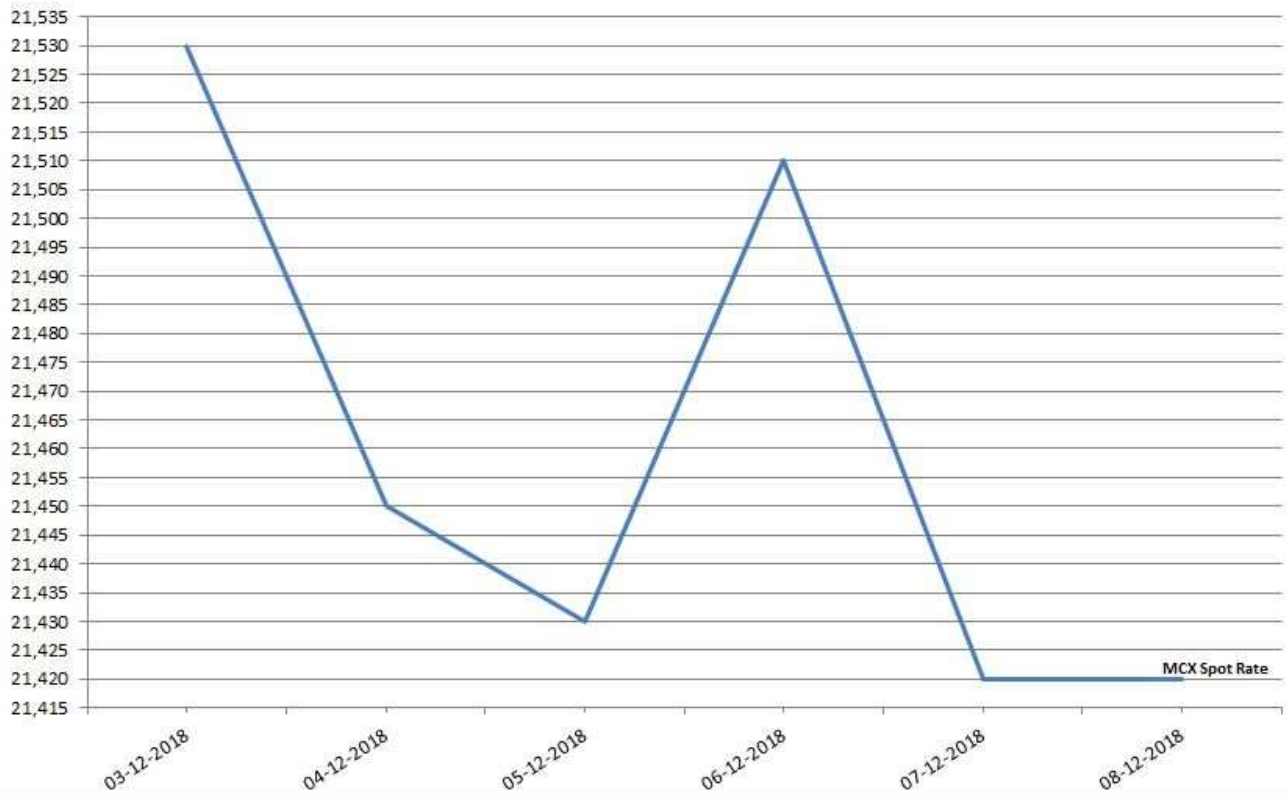
Average Rate Of Last week					
Variety	Staple Length	Mic.	Price Range		Average Of 6 Days
			Low	High	
Shankar 6	29	3.8	44,400	44,750	44,567
Shankar 6	28.5	3.7	No Quote	No Quote	No Quote
Shankar 6	28	3.6	No Quote	No Quote	No Quote
Shankar 6	27	3.2	No Quote	No Quote	No Quote
Shankar 6	26	3	No Quote	No Quote	No Quote
V-797	13% Trash		No Quote	No Quote	No Quote
MCX Spot Rate			21,420	21,530	21,460
USD Exchange Rate			70.46	70.89	70.65

Rate Of Last Week			
Date	29 3.8	MCX Spot Rate	USD-INR Exchange
03-12-2018	44,600	21,530	70.46
04-12-2018	44,500	21,450	70.49
05-12-2018	44,400	21,430	70.46
06-12-2018	44,700	21,510	70.89
07-12-2018	44,450	21,420	70.81
08-12-2018	44,750	21,420	70.81

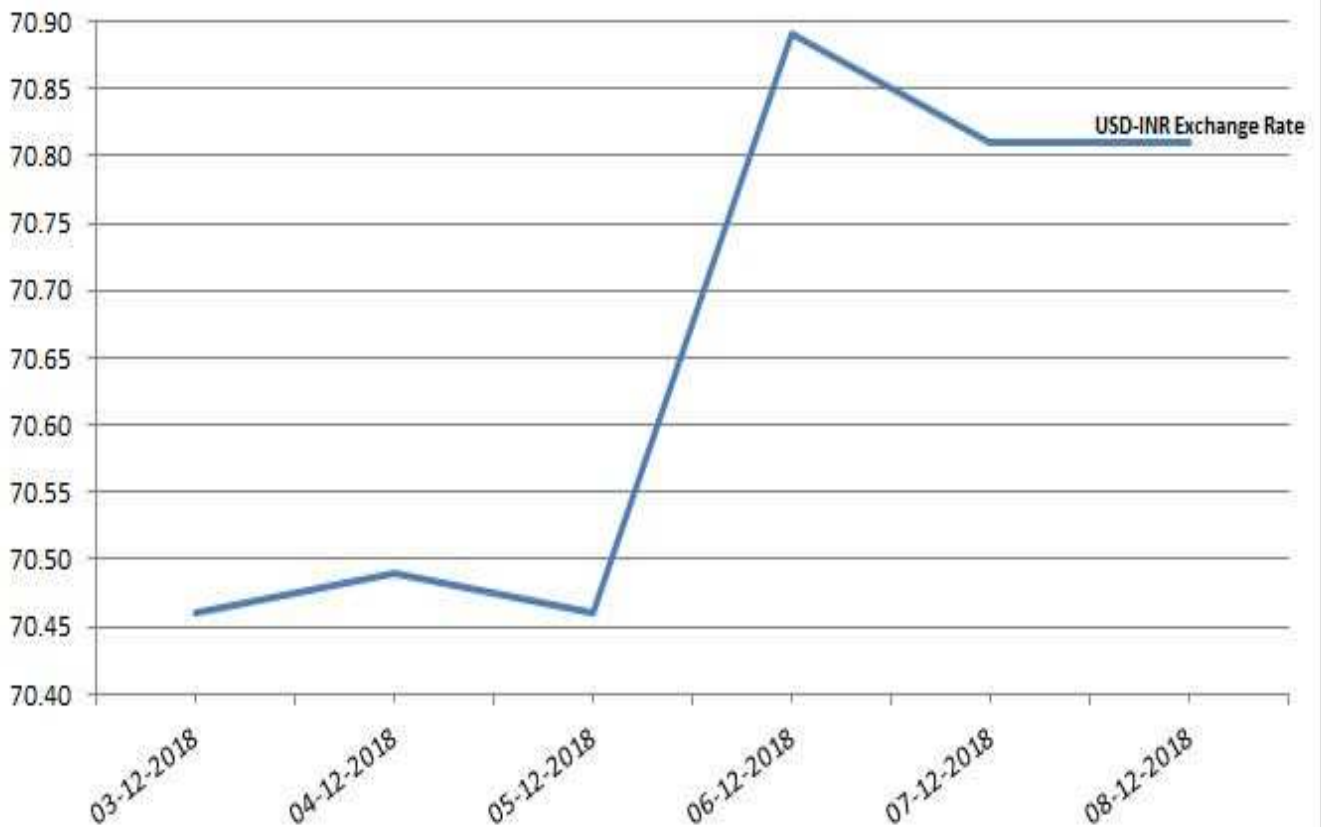
Cotton Price Movement during the Last Week



MCX Spot Rate Closing Of The Days'

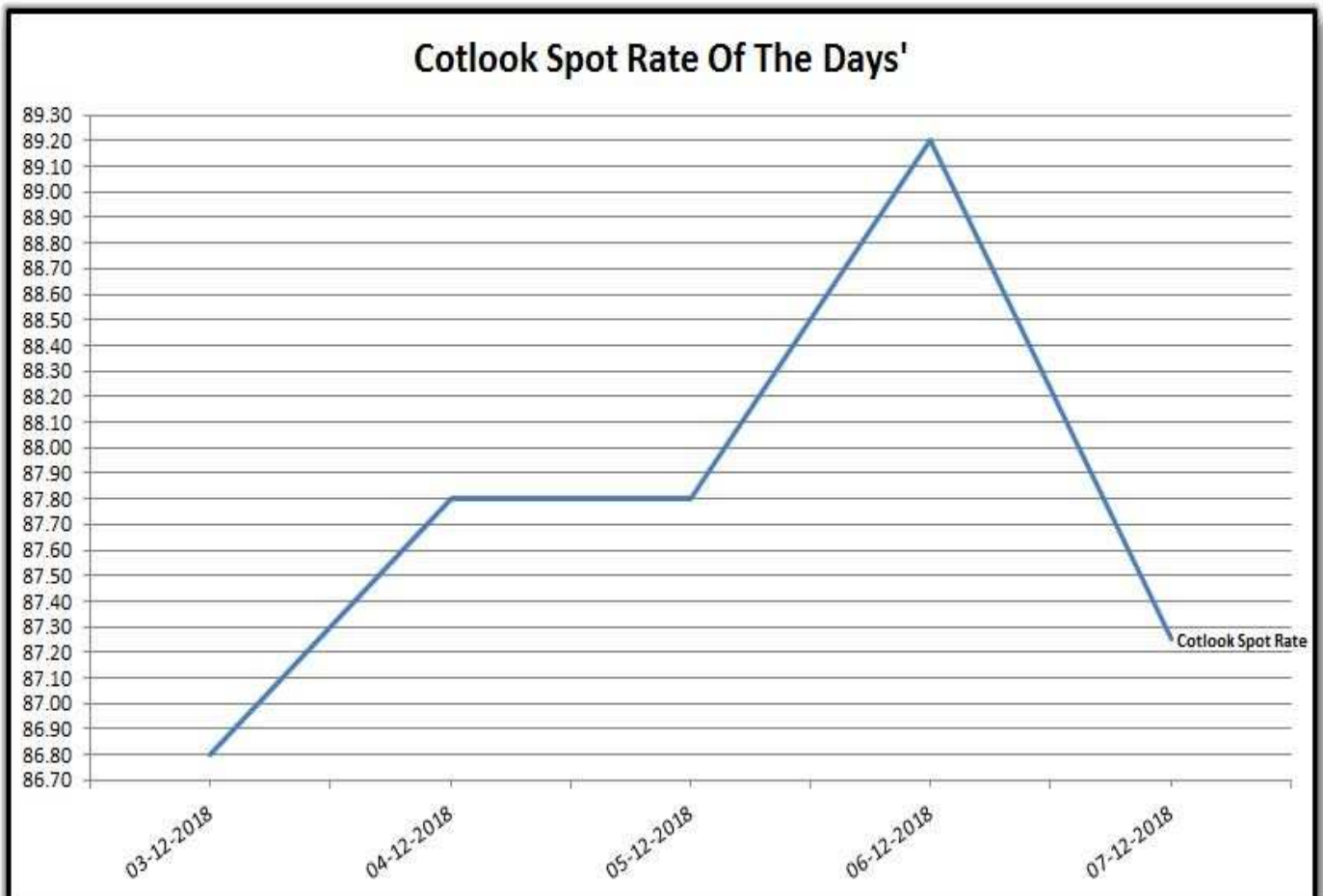


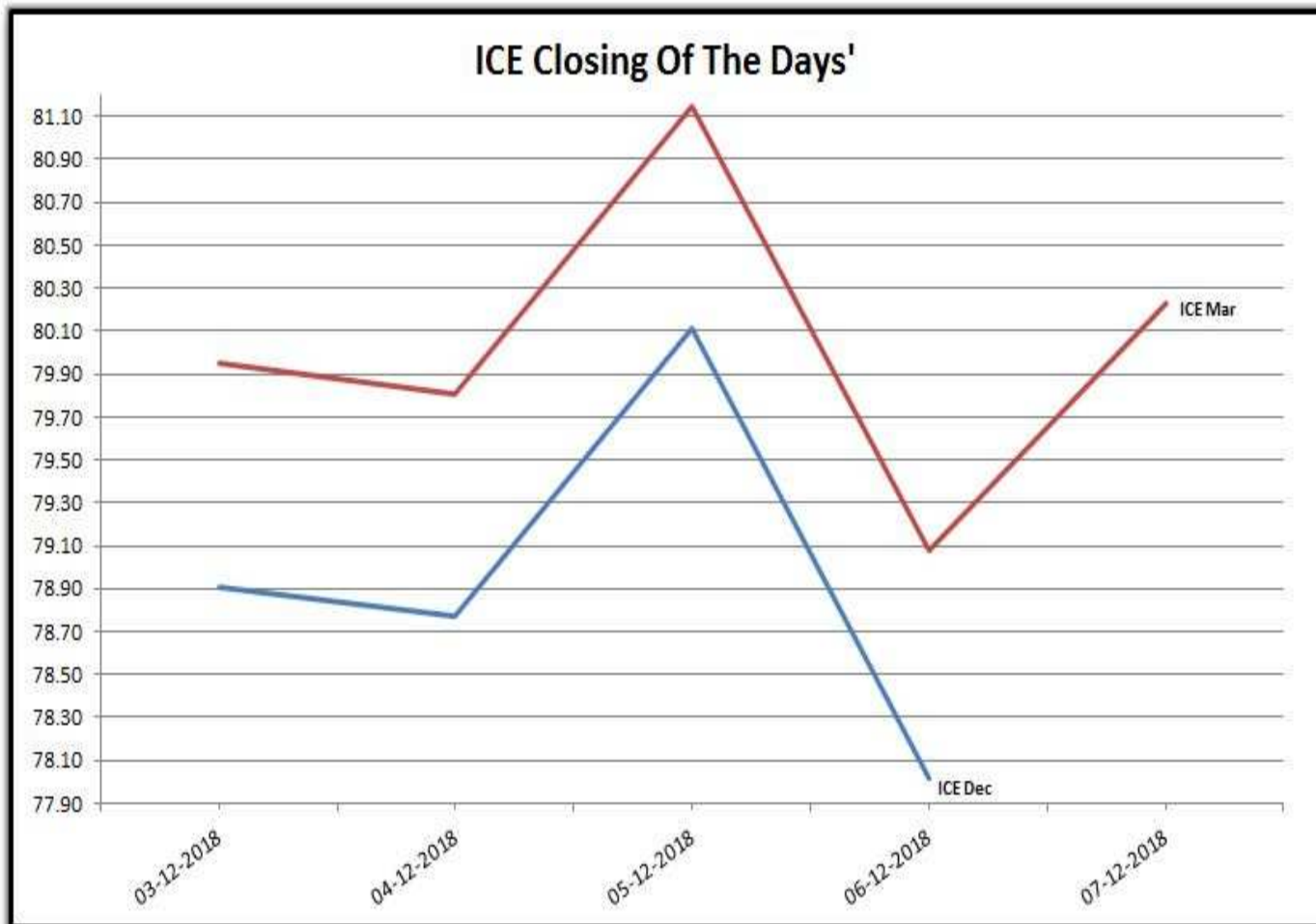
USD-INR Exchange Rate Closing Of The Days'



Foreign Indices

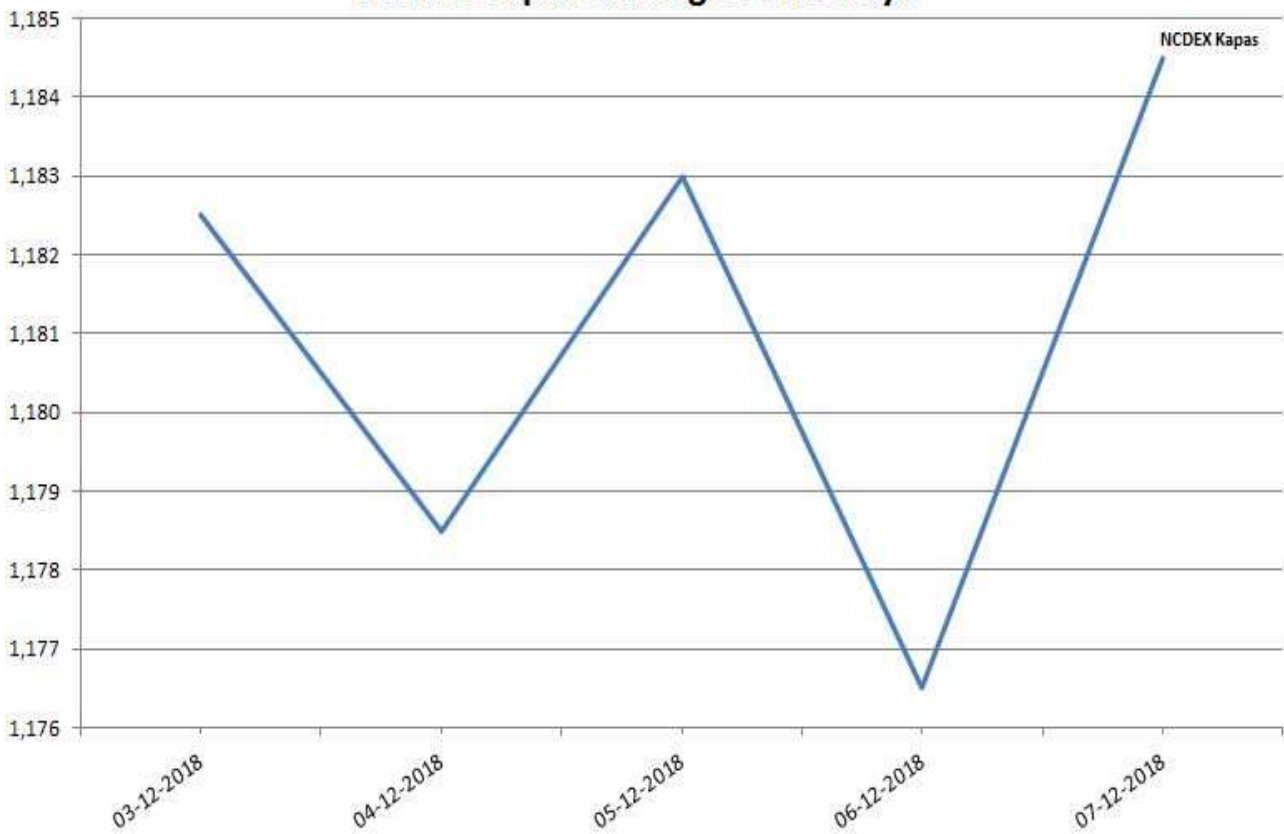
Date	Cotlook	ICE	
	Spot Rate	Dec-18	Mar-19
03-12-2018	86.80	78.91	79.95
04-12-2018	87.80	78.77	79.81
05-12-2018	87.80	80.11	81.15
06-12-2018	89.20	78.02	79.08
07-12-2018	87.25		80.23



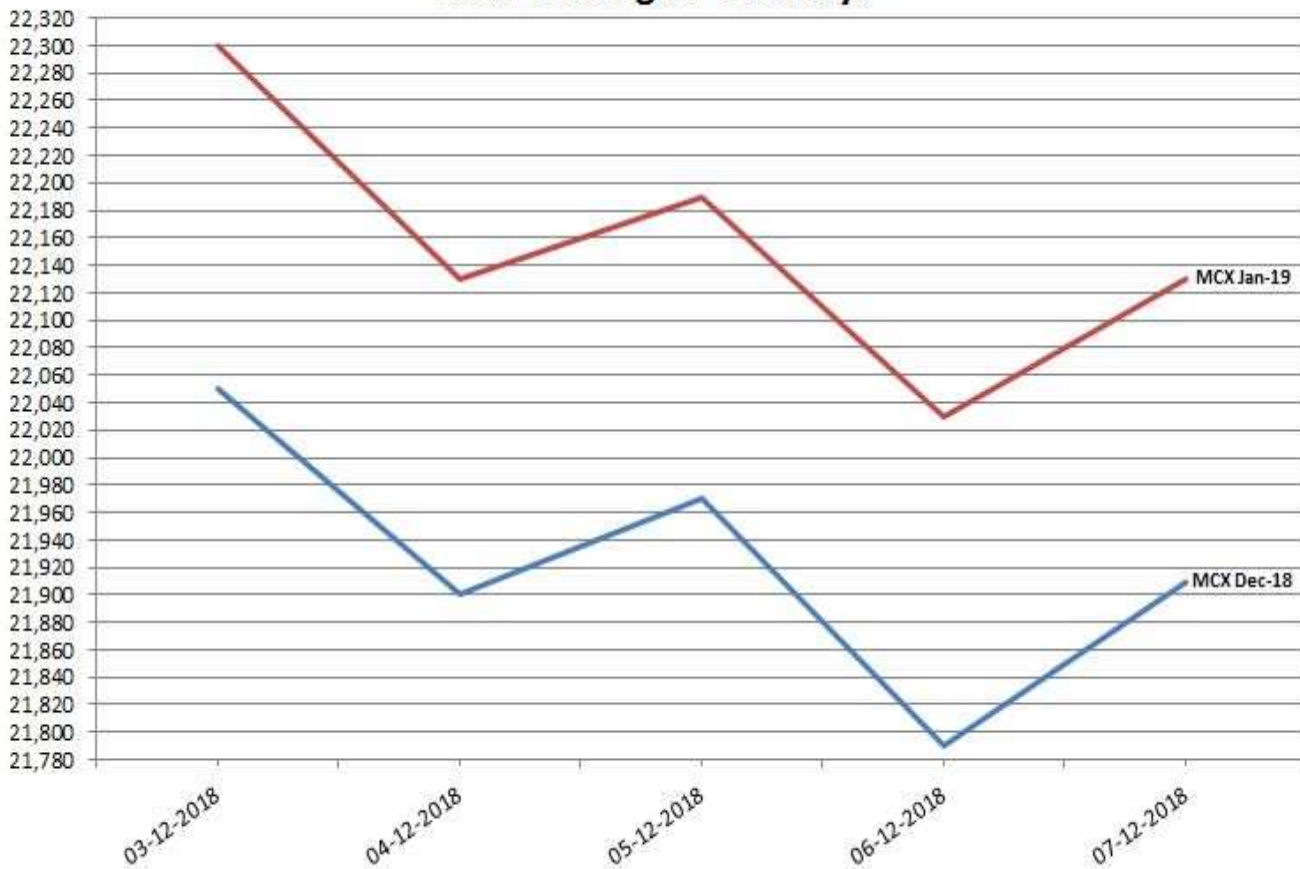


Indian Indices			
Date	NCDEX Kapas	MCX	
	30-Apr-19	Dec-18	Jan-19
03-12-2018	1182.50	22,050	22,300
04-12-2018	1178.50	21,900	22,130
05-12-2018	1183.00	21,970	22,190
06-12-2018	1176.50	21,790	22,030
07-12-2018	1184.50	21,910	22,130

NCDEX Kapas Closing Of The Days'



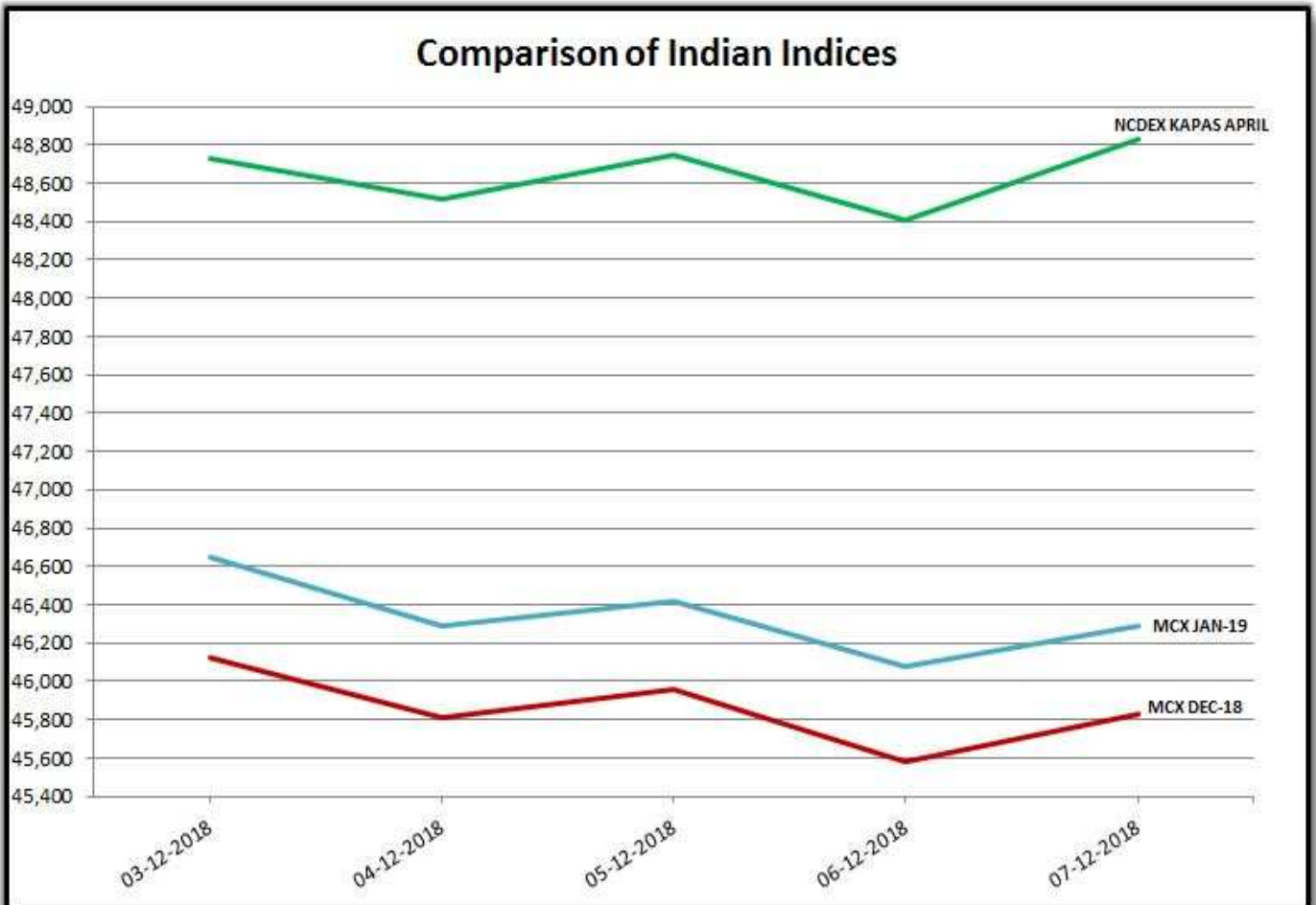
MCX Closing Of The Days'



Indian Indices in Candy Rate

Date	NCDEX Kapas	MCX	
	April	Dec-18	Jan-19
03-12-2018	48,725	46,122	46,645
04-12-2018	48,516	45,808	46,289
05-12-2018	48,751	45,955	46,415
06-12-2018	48,411	45,578	46,080
07-12-2018	48,830	45,829	46,289

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



IN THE WEEK AHEAD:

- WASDE report will be released at 11:00 a.m. Central Time on Tuesday.
- The CFTC Cotton On-Call report to 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.

One stop solution for all cotton related reports and information.

Visit <https://www.gujcot.com>. It's updated every day in real time.

You can view

- Gujarat Daily Spot Rate at 5:30 pm and Historical Data
- Gujarat Latest Pressing Report and Historical Data
- Daily Weather Report
- Cotton Advisory Board Balancesheet and Area, Production, Yield reports from cotton season 1991-1992 to 2017-2018 estimate available from Menu->Reports
- All Historical Gujcot Weekly Reports Menu->Reports
- All India Cotton Sowing data
- Gujarat Cotton Sowing District wise Report
- US Export Sales Report
- US Crop Progress Report
- China Cotton AuctionUpdate
- International Cotton Indices and Spot Rates.
- USDA WASDE Report
- ICE Cotton On Call Report
- And All other National & International reports and upcoming events

Report Sponsors :



Basil Commodities



Axita Cotton Limited



Dharmdeep Commodities Pvt. Ltd.

Report prepared by

Kalpesh Patel

Manager

Gujcot Trade Association