



Gujcot Trade Association

Weekly Report

Market Movement from 11TH June 2018 to 16TH June 2018

- Gujarat cotton prices of 29 mm remained between 47,150 to 47,750 Rs./Candy.
- Out state arrival was now negligible.
- All India Daily Arrivals remained 20,000 to 25,000 bales. Majority Ginning factories are closed for the season now.
- Gujarat Daily pressing was around 10,000 Bales.
- NY July future w/w loss 4.22 cents.
- Export demand is good. Domestic demand is good and physical market also gained.
- Due to lot of events during this week market was highly volatile.
- During this week India's reputed agencies as relies Indian cotton Balance sheet 2017/18 which we are presenting here for your study.

INDIAN COTTON BALANCE SHEET DRAWN BY VARIOUS AGENCIES			
	CAI	CITI	CAB
Opening Stock	30.00	47.81	43.76
Production	365.00	373.00	370.00
Imports	15.00	15.00	15.00
Total Supply	410.00	435.81	428.76
Consumption	324.00	316.00	315.50
Exports	70.00	70.00	70.00
Total Demand	394.00	386.00	385.50
Closing Stock	16.00	49.81	43.26

Global Market

WASDE

COTTON: The most significant revision to this month’s U.S. cotton supply and demand estimates is a 5,00,000 bales increase in 2017/18 exports, to 16.0 million bales, due to above- WASDE-578-5 average late-season shipments. U.S. ending stocks are now forecast at 4.2 million bales in 2017/18, and 4.7 million bales in 2018/19, for a stocks-to-use ratio of 25 percent. The projected range of the marketing-year-average farm price is raised 5 cents at each end to 60- 80 cents per pound. The 2018/19 world projections include lower production for China, Pakistan, and Australia offset in part for higher production for Brazil. World production is nearly 8,00,000 bales lower this month, while 2018/19 consumption is reduced only 85,000 bales, as a 2,25,000 bales reduction for South Korea is largely offset by increases for Uzbekistan and Vietnam. World beginning stocks for 2018/19 are unchanged from a month earlier, but ending stocks are 7,25,000 bales lower. At 83.0 million bales, 2018/19 world ending stocks are projected 5.2 million bales lower than a year earlier, but stocks outside of China are expected to rise for the third consecutive year. Approved by the Secretary of Agriculture and the Chairman of the World Agricultural Outlook Board, Seth D. Meyer,(202) 720-6030. This report was prepared by the Interagency Commodity Estimates Committees.

US Weekly Export Sale,

- Net U.S. all-cotton export sales for this season and next topped expectations at 3,01,600 running bales during the week ended June 7. Old-crop sales were 42,500 RB and new-crop sales were 2,59,100 RB.
- Commitments of 16.934 million RB for 2017-18 — outstanding sales of 3.982 million RB plus shipments were 2.381 million RB or 16% above cumulative sales a year ago and 109% of USDA’s upwardly revised forecast. Cumulative sales last year were 100.5% of final 2016-17 exports.
- Bookings for 2018-19 rose to 4.92 million RB, widening the lead over forward sales a year ago to 1.449 million RB or 42%, and were 33% of USDA’s unchanged export projection. Forward sales last year were 22% of the current 2017-18 estimate.
- Shipments remained strong at 4,69,200 RB, though down from the prior week’s marketing year high of 5,84,800 RB. Exports for the season were up 5% from a year ago and totaled 83% of the USDA estimate. Shipments at the corresponding point last season were 85% of final exports.

US Export Sales 07-June-2018	
Current Marketing Year	
Upland Gross sales	84,900
Cancellation	50,100
Net Upland Sales	34,800
PIMA Gross Sales	7,700
Cancellation	0
Net PIMA Sales	7,700
Total Gross Sales	92,600
Total Cancellation	50,100
Total Net Sales	42,500
Shipments	
Upland	4,59,900
PIMA	9,300
Total Shipments	4,69,200
New Marketing Year	
Net Upland Sales	2,26,700
Net PIMA Sales	32,400
Total Net Sales	2,59,100

- To achieve the USDA estimate, shipments of upland and Pima or extra-long staple cotton combined need to average roughly 3,33,500 RB per week.

Trade war

- US impose tariff on import from China on various items. China will respond soon against US so NY future was more than 3% down on Friday.

China

- Chinese future now stay stable due to ban on non-mill to participate in auction.
- China announced sliding duty quota of 8 lakh tons to meet requirement of consumers which benefited to Indian export.

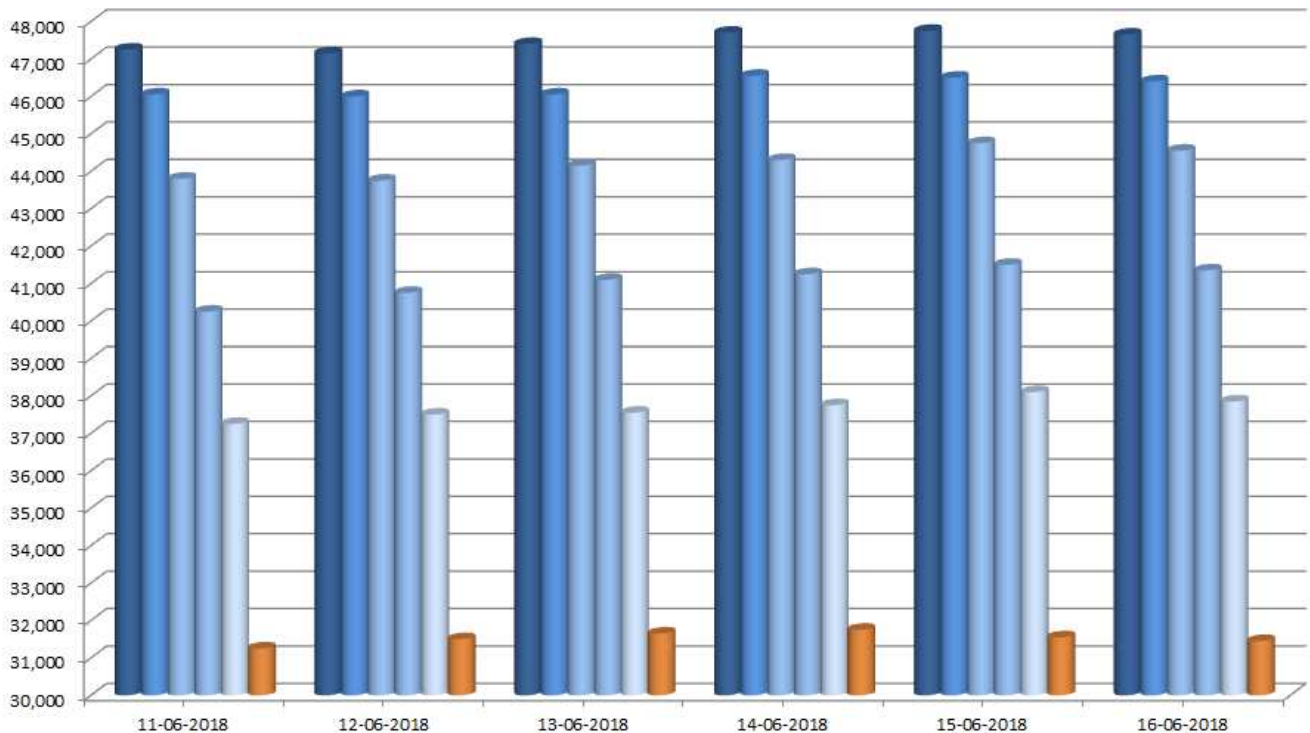
Average Rate Of Last week					
Variety	Staple Length	Mic.	Price Range		Average Of 6 Days
			Low	High	
Shankar 6	29	3.8	47,150	47,750	47,483
Shankar 6	28.5	3.7	46,000	46,550	46,258
Shankar 6	28	3.6	43,750	44,750	44,217
Shankar 6	27	3.2	40,250	41,500	41,033
Shankar 6	26	3	37,250	38,100	37,667
V-797	13% Trash		31,250	31,750	31,525
MCX Spot Rate			22,500	22,930	22,773
USD Exchange Rate			67.43	68.01	67.70

Rate Of Last Week

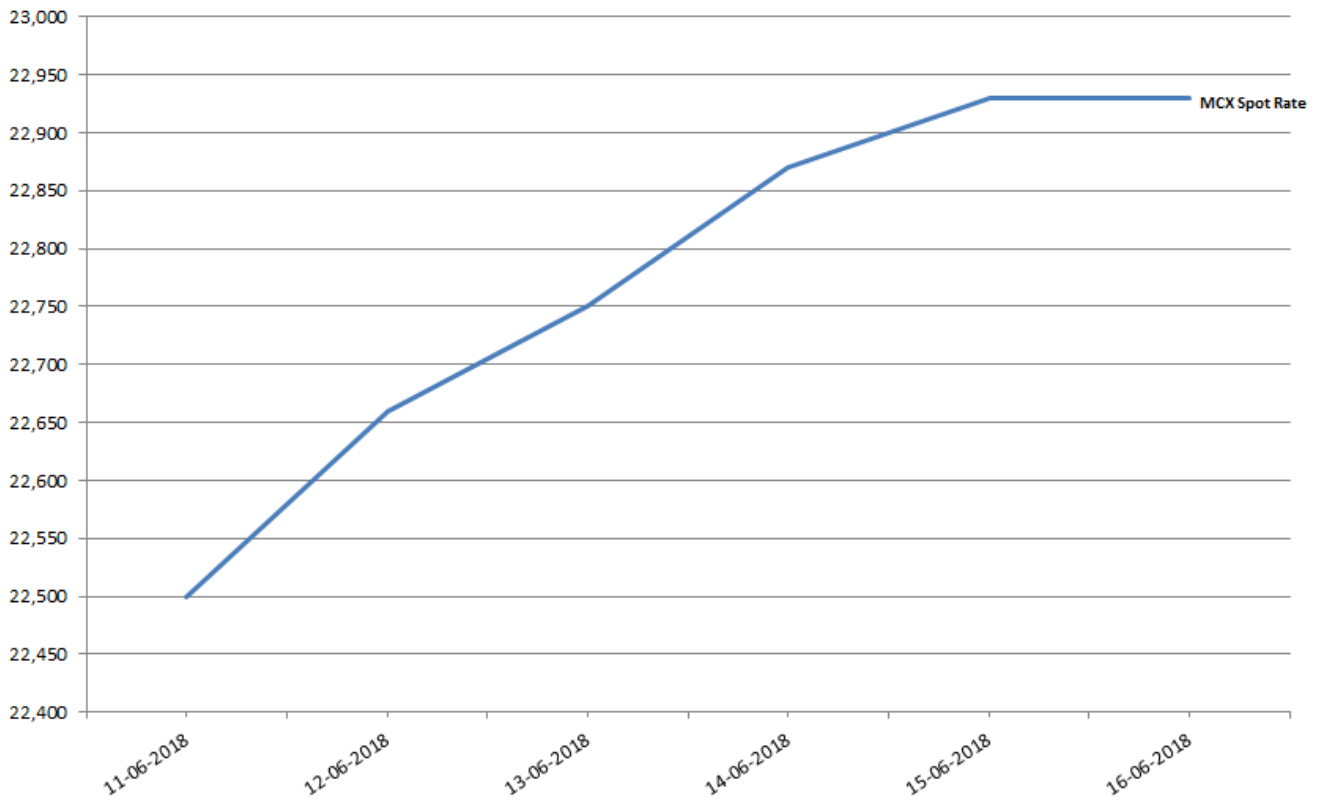
Date	29 3.8	28.5 3.7	28 3.6	27 3.2	26 3.0	V-797	MCX Spot Rate	USD-INR Exchange
11-06-2018	47,250	46,050	43,800	40,250	37,250	31,250	22,500	67.43
12-06-2018	47,150	46,000	43,750	40,750	37,500	31,500	22,660	67.49
13-06-2018	47,400	46,050	44,150	41,100	37,550	31,650	22,750	67.64
14-06-2018	47,700	46,550	44,300	41,250	37,750	31,750	22,870	67.64
15-06-2018	47,750	46,500	44,750	41,500	38,100	31,550	22,930	68.01
16-06-2018	47,650	46,400	44,550	41,350	37,850	31,450	22,930	68.01

Gujcot Average Spot Rates

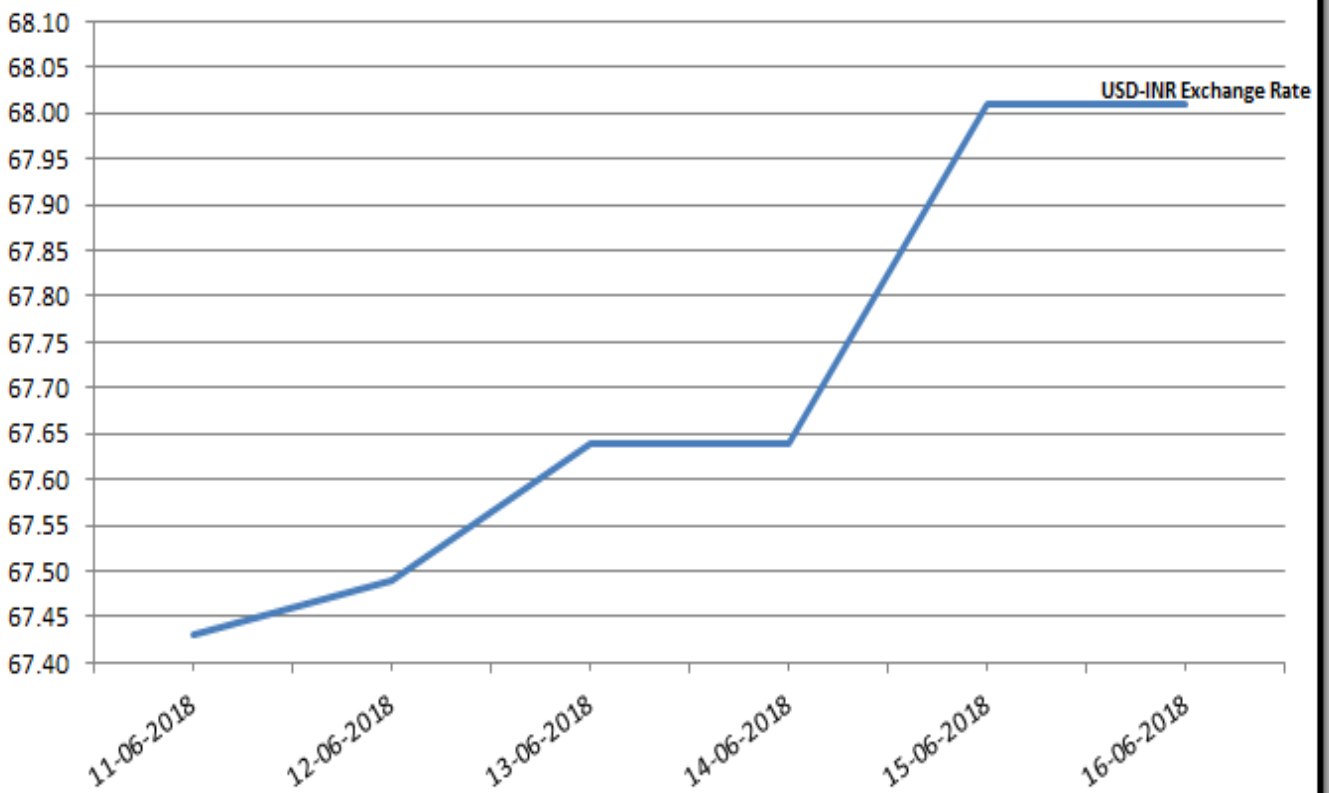
■ 29 ■ 28.50 ■ 28 ■ 27 ■ 26 ■ V797



MCX Spot Rate Closing Of The Days'



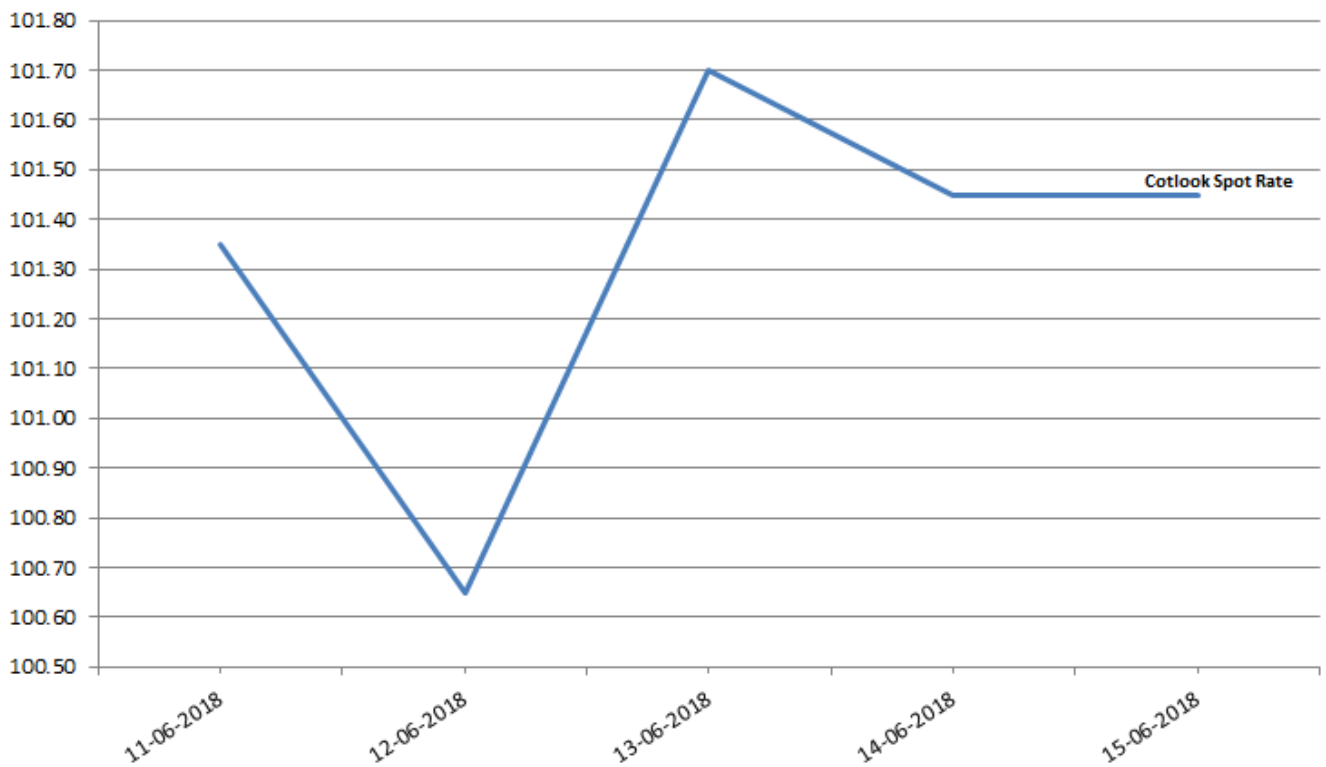
USD-INR Exchange Rate Closing Of The Days'

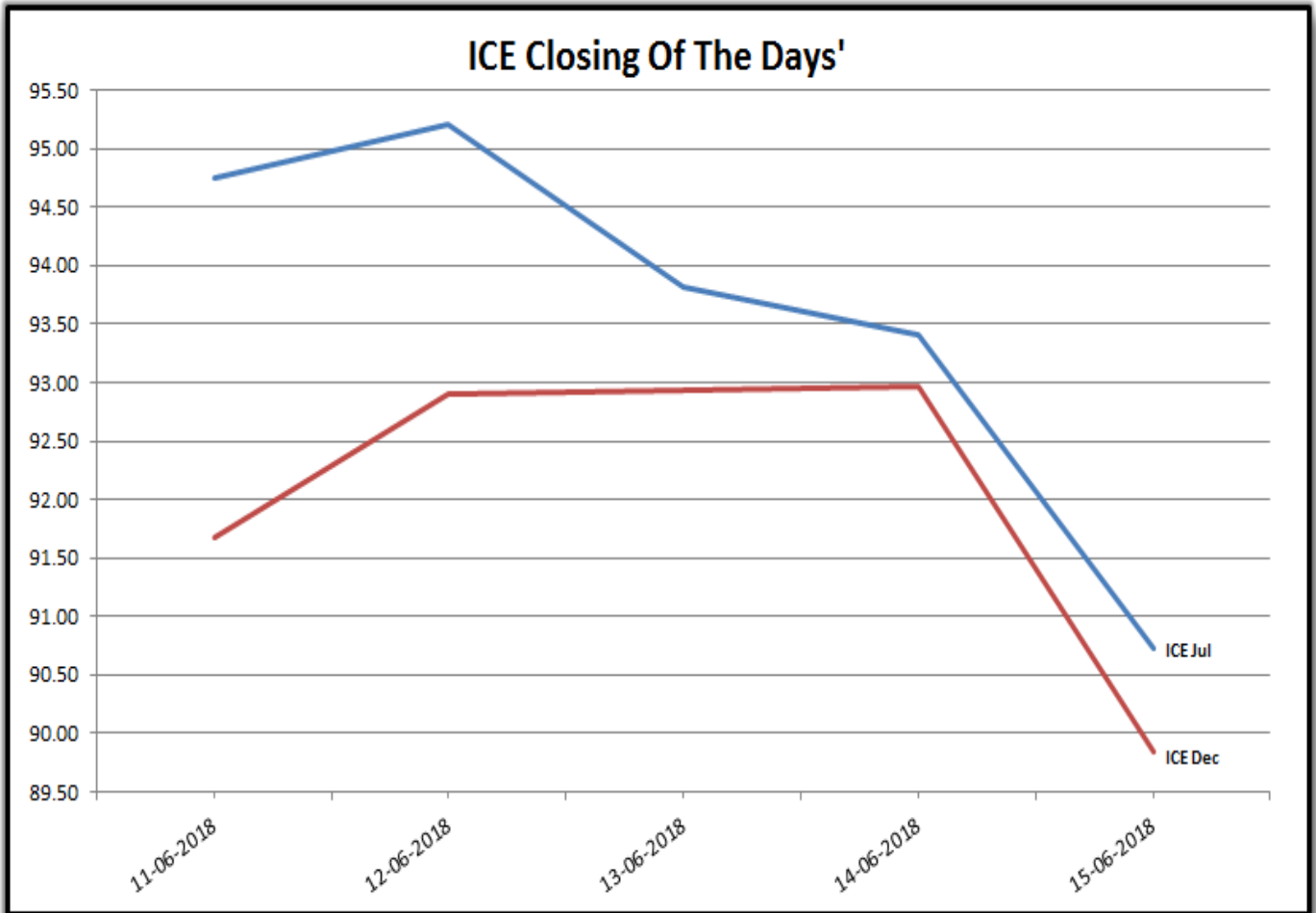


Foreign Indices

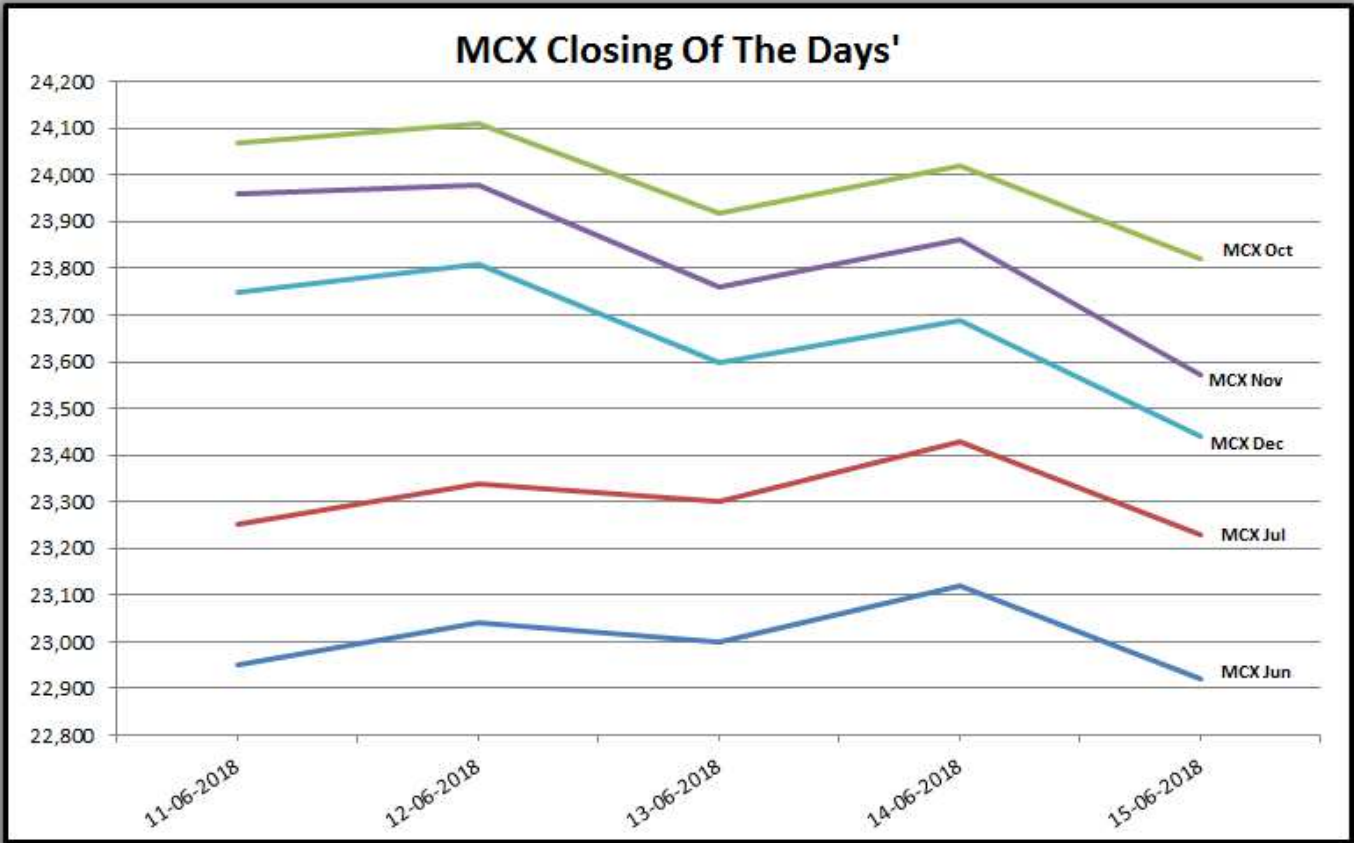
Date	Cotlook	ICE	
	Spot Rate	Jul	Dec
11-06-2018	101.35	94.75	91.68
12-06-2018	100.65	95.21	92.90
13-06-2018	101.70	93.81	92.93
14-06-2018	101.45	93.41	92.96
15-06-2018	101.45	90.72	89.85

Cotlook Spot Rate Of The Days'





Indian Indices					
Date	MCX				
	Jun	Jul	Oct	Nov	Dec
11-06-2018	22,950	23,250	24,070	23,960	23,750
12-06-2018	23,040	23,340	24,110	23,980	23,810
13-06-2018	23,000	23,300	23,920	23,760	23,600
14-06-2018	23,120	23,430	24,020	23,860	23,690
15-06-2018	22,920	23,230	23,820	23,570	23,440



Report prepared by

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Manager

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