



GUJCOT TRADE ASSOCIATION

WEEKLY REPORT 14-May-2022

Market Movement from 09th May 2022 to 14th May 2022.

- Low volatility on NY futures this week. Lower US export sales but friendly WASDE restricted any big movement. Mills still have to fix huge quantity in remaining 5 weeks so speculators bet for yet another upside movement.
- July closed with weekly gain of 159 points while December gained another 425 points. It narrowed the July December inverse to 1721 points.
- It is hard to tell whether it is high prices or a lack of supply that did it, but U.S. Export Sales finally seemed to slow down for the current marketing year. For the week ending May 5, U.S. shippers made net new sales of just 27,500 bales. India bought the lion's share of 19,800 bales. New crop sales were more encouraging with global mills booking 93,500 bales. Shipments were 372,800 bales, lower than required pace.
- The May WASDE report gave markets the first glance at the USDA's base case for the 2022/2023 marketing year in addition to updating the 2021/2022 balance sheet. There was little change to



GUJCOT TRADE ASSOCIATION

WEEKLY REPORT 14-May-2022

the US side of the 2021/2022 balance sheet. Minor changes in current year US balance sheet but in next year they took higher abandonment and reduced US crop to just 16.5 million bales.

- For current year world production and consumption both declined. For next year higher forecast of production and lower consumption but still consumption will be higher than production so it looks market friendly. Still long time for new crop to go through different weather conditions.
- In India lack of supply boosted price daily. Gujcot spot rate touched near 100,000 Rs per candy mark. Despite losses mills cannot shutdown their production so they try to reduce losses by reducing consumption with fine count spinning.
- Government of India called a meeting on 17th to discuss problems of whole textile value chain but now it is too late. Without supply force market may not calm down.
- Indian currency also weaker so import became costly.
- Wait for better outcome from GOI meeting for survival of textile value chain.
- Hope for best.



GUJCOT TRADE ASSOCIATION

WEEKLY REPORT 14-May-2022

Global

US Weekly Export Sales

- Net UPLAND sales of 27,500 RB for 2021/2022 a marketing year low were down 88 percent from the previous week and 76 percent from the prior 4 week average.
- Increases primarily for India (19,800 RB), Peru (3,100 RB), Pakistan (2,600 RB), Guatemala (2,400 RB), and Vietnam (1,400 RB switched from China), were offset by reductions for China (3,300 RB), Turkey (1,900 RB), Ecuador (700 RB), and Thailand (300 RB).
- Net UPLAND sales of 90,600 RB for 2022/2023 primarily for El Salvador (28,400 RB), Guatemala (25,300 RB), Pakistan (11,000 RB), Peru (10,700 RB), and Mexico (7,800 RB), were offset by reductions for Costa Rica (900 RB).
- UPLAND Exports of 364,500 RB were down 15 percent from the previous week and 4 percent from the prior 4-week average. The destinations were primarily to China (107,700 RB), Turkey (60,700 RB), Pakistan (50,500 RB), Vietnam (46,700 RB), and Mexico (26,300 RB). Net sales of Pima totaling 2,100 RB were down 38 percent from the previous week and 63 percent from the prior 4-week average.
- Increases reported for Thailand (1,600 RB, including 400 RB switched from Vietnam), India (1,500 RB, including 1,100 RB switched from Italy), and Ethiopia (500 RB), were offset by reductions for Italy (1,100 RB) and Vietnam (400 RB).
- Total net PIMA sales of 2,900 RB for 2022/2023 were reported for Peru.
- PIMA Exports of 8,300 RB were down 61 percent from the previous week and 43 percent from the prior 4-week average.
- The destinations were primarily to India (2,800 RB), Vietnam (1,700 RB), Pakistan (1,300 RB), Peru (1,200 RB), and Thailand (600 RB).

US Export Sales	05-May-2022
Marketing Year 2021-22	
Upland Gross Sales	33,900
Cancellation	6,400
Net Upland Sales	27,500
PIMA Gross Sales	2,700
Cancellation	600
Net PIMA Sales	2,100
Total Gross Sales	36,600
Total Cancellation	7,000
Total Net Sales	29,600
Shipments	
UPLAND	3,64,500
PIMA	8,300
Total Shipment	3,72,800
Marketing Year 2022-23	
Net Upland Sales	90,600
Net PIMA Sales	2,900
Total Net Sales	93,500
All Figures in US Running Bale	



GUJCOT TRADE ASSOCIATION

WEEKLY REPORT

14-May-2022

Gujarat Spot Rate Weekly Changes						
Variety	Staple Length	Mic.	07-05-2022	14-05-2022	Change	Change (in Per.)
					W/W	W/W
Shankar 6	29mm	3.8	95,850	1,00,000	4,150	4.15%
V-797	13% Trash		52,000	64,250	12,250	19.07%
MCX Spot Rate			46,400	48,270	1,870	3.87%
USD-INR Exchange			76.91	77.45	0.54	0.70%

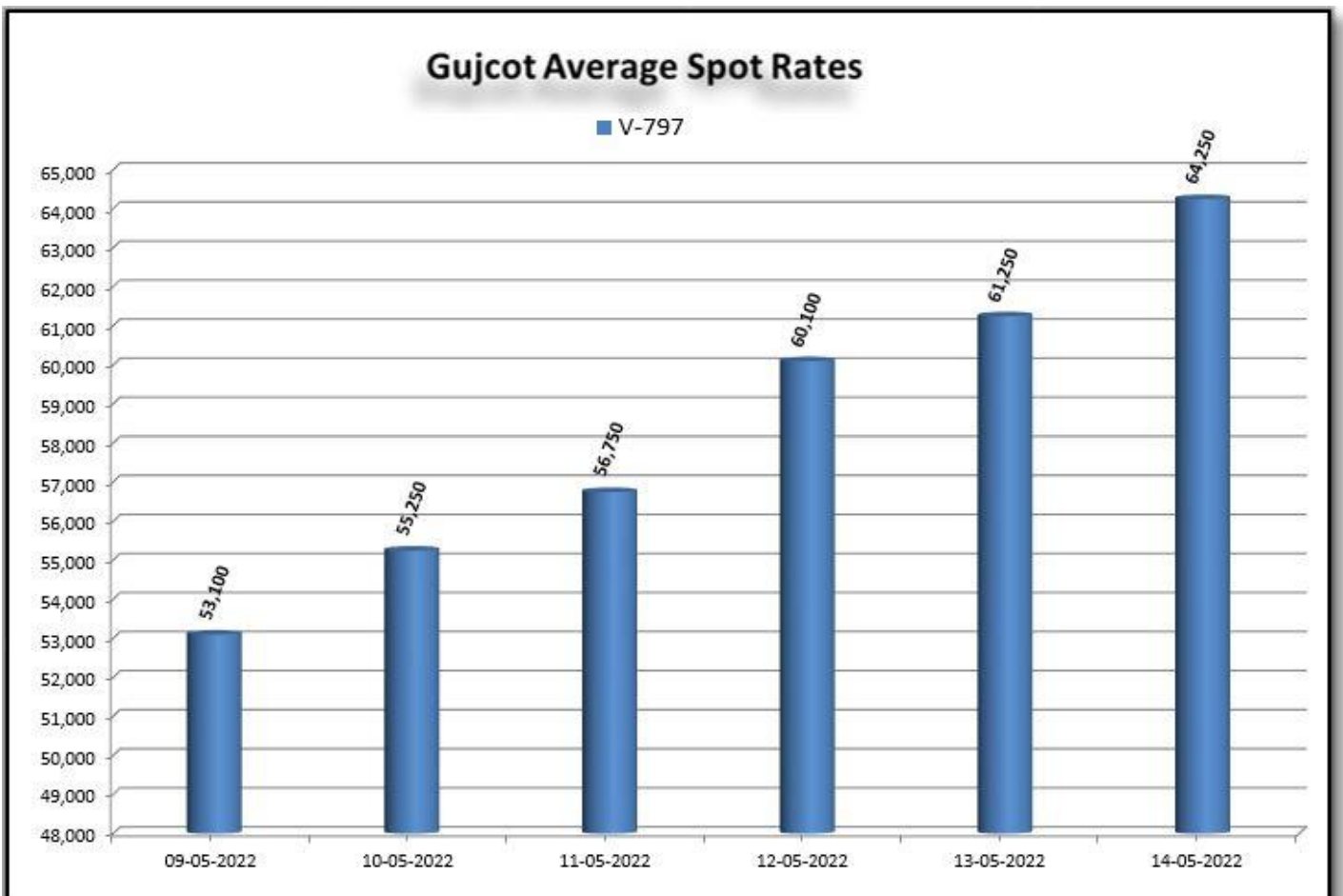
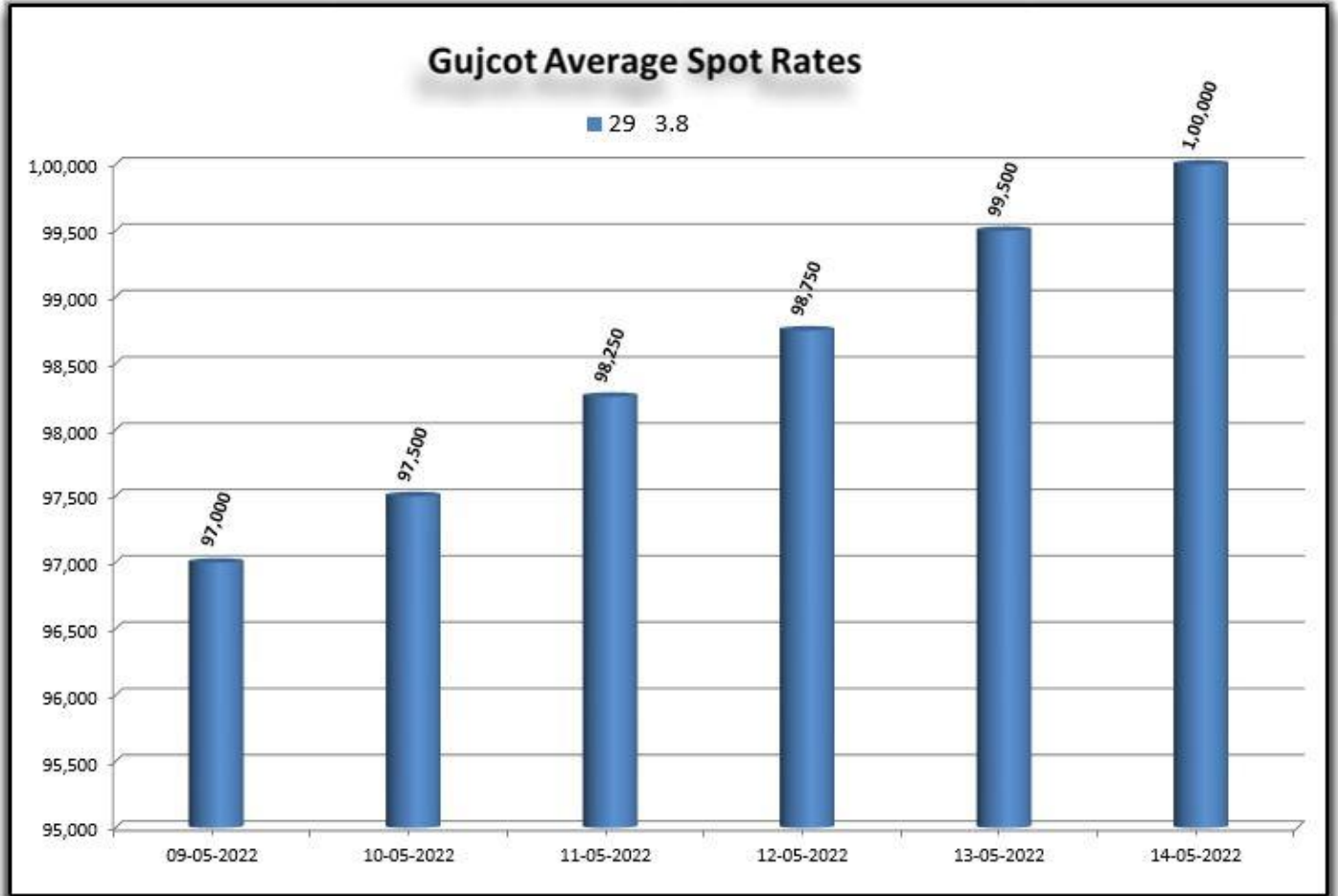
Average Rate of Last week					
Variety	Staple Length	Mic.	Price Range		Average Of 6 Days
			Low	High	
Shankar 6	29	3.8	97,000	1,00,000	98,500
Shankar 6	28.5	3.7	No Quote	No Quote	No Quote
Shankar 6	28	3.6	No Quote	No Quote	No Quote
Shankar 6	27	3.2	No Quote	No Quote	No Quote
Shankar 6	26	3.0	No Quote	No Quote	No Quote
V-797	13% Trash		53,100	64,250	58,450
MCX Spot Rate			47,120	48,270	47,833
USD Exchange Rate			77.24	77.46	77.39

Rate Of Last Week				
Date	29 3.8	V-797	MCX Spot Rate	USD-INR Exchange
09-05-2022	97,000	53,100	47,120	77.46
10-05-2022	97,500	55,250	47,590	77.33
11-05-2022	98,250	56,750	47,940	77.24
12-05-2022	98,750	60,100	47,810	77.41
13-05-2022	99,500	61,250	48,270	77.45
14-05-2022	1,00,000	64,250	48,270	77.45



GUJCOT TRADE ASSOCIATION

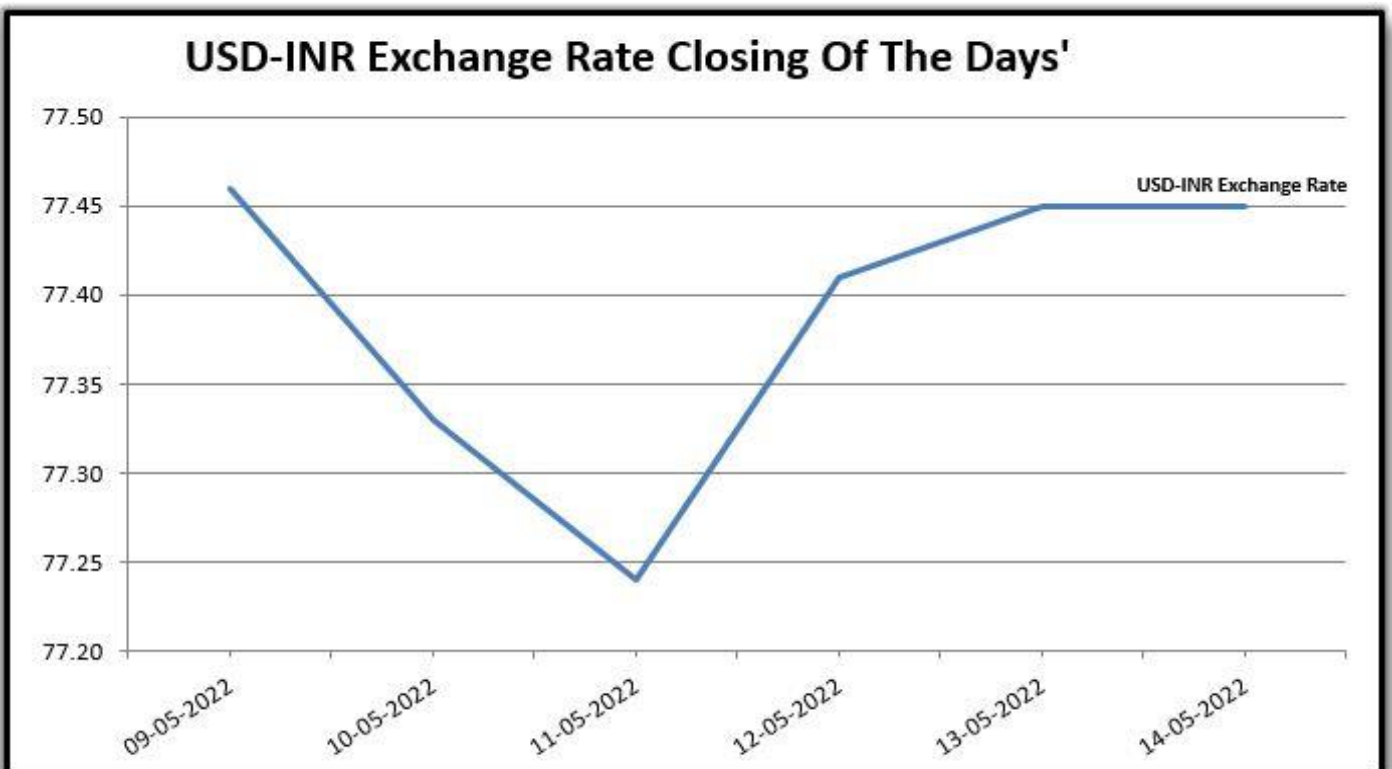
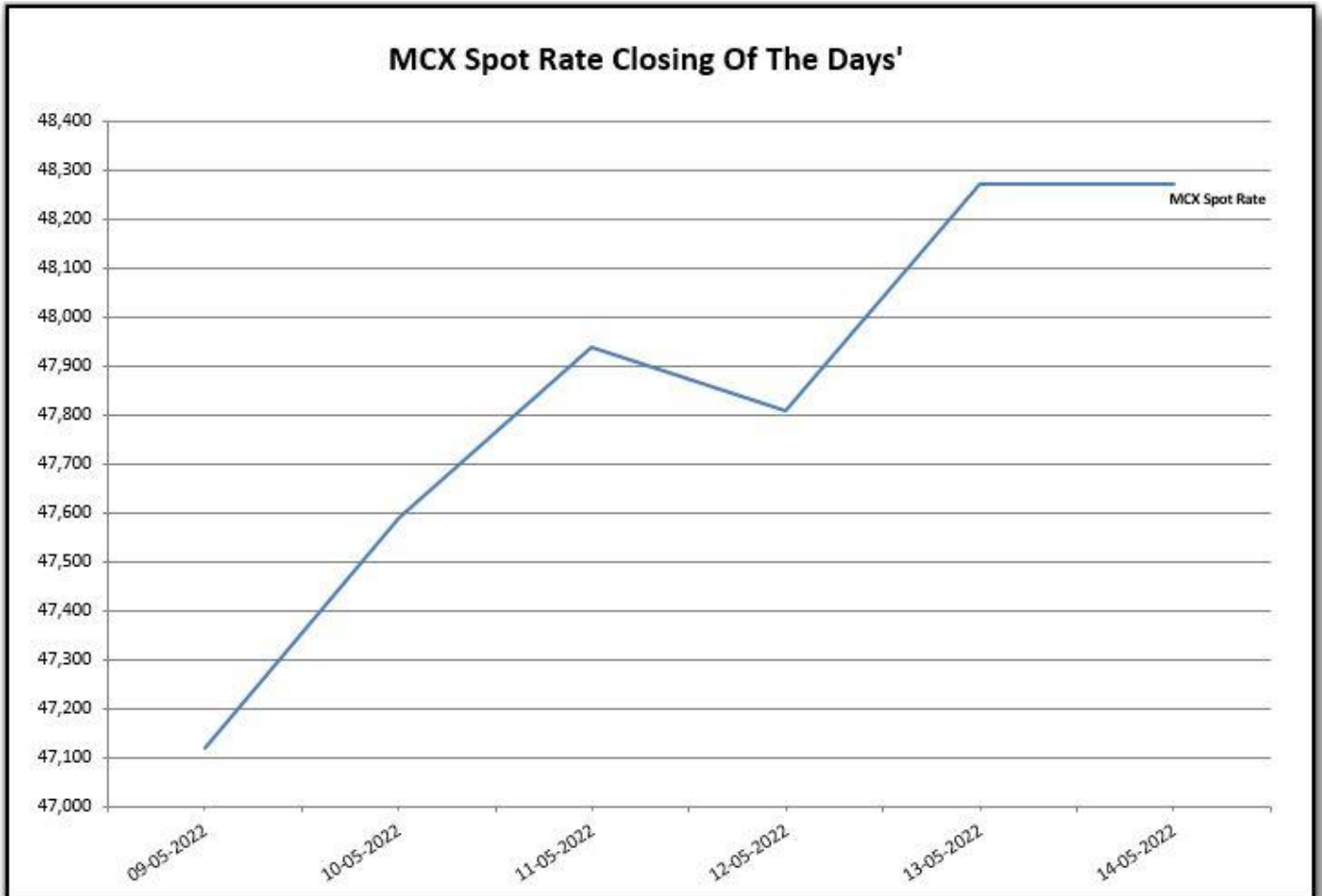
WEEKLY REPORT 14-May-2022





GUJCOT TRADE ASSOCIATION

WEEKLY REPORT 14-May-2022

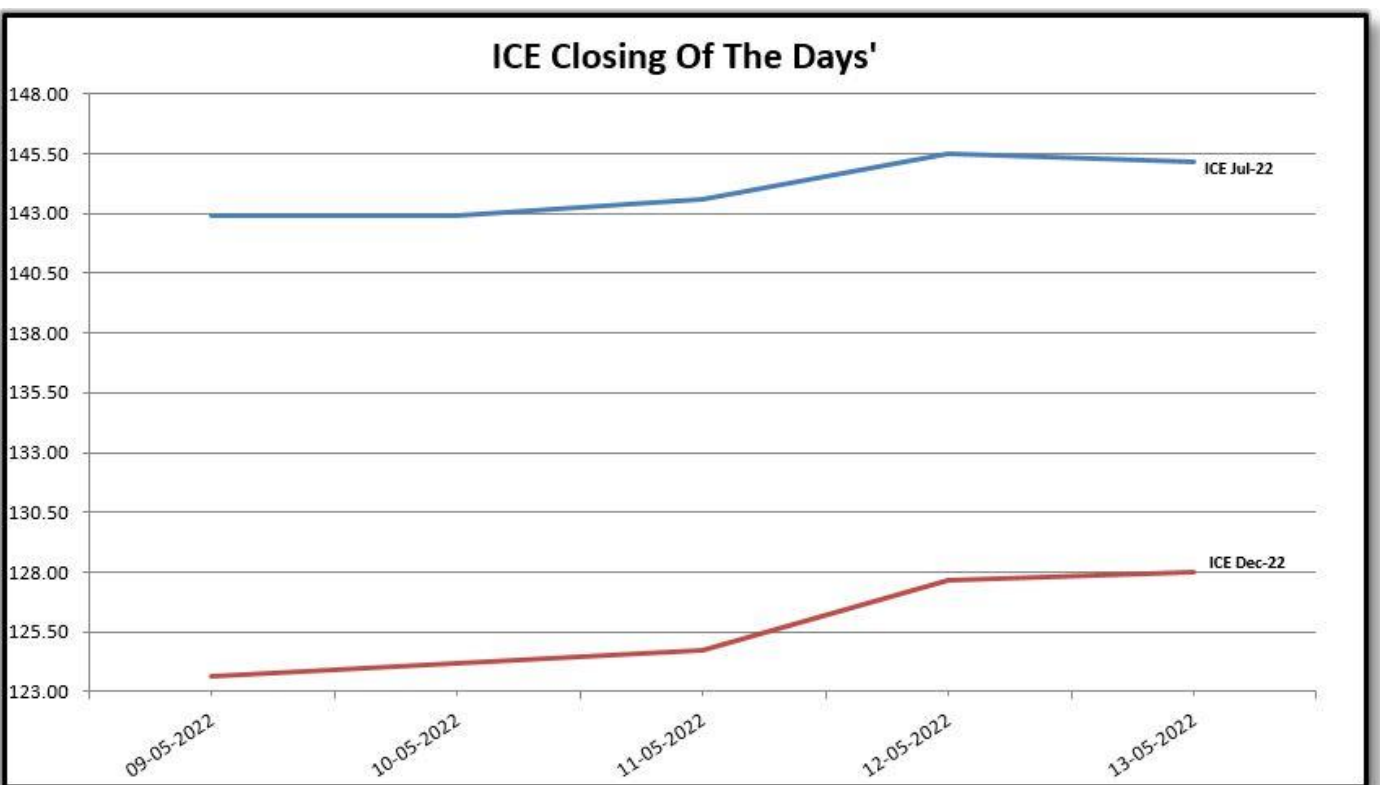
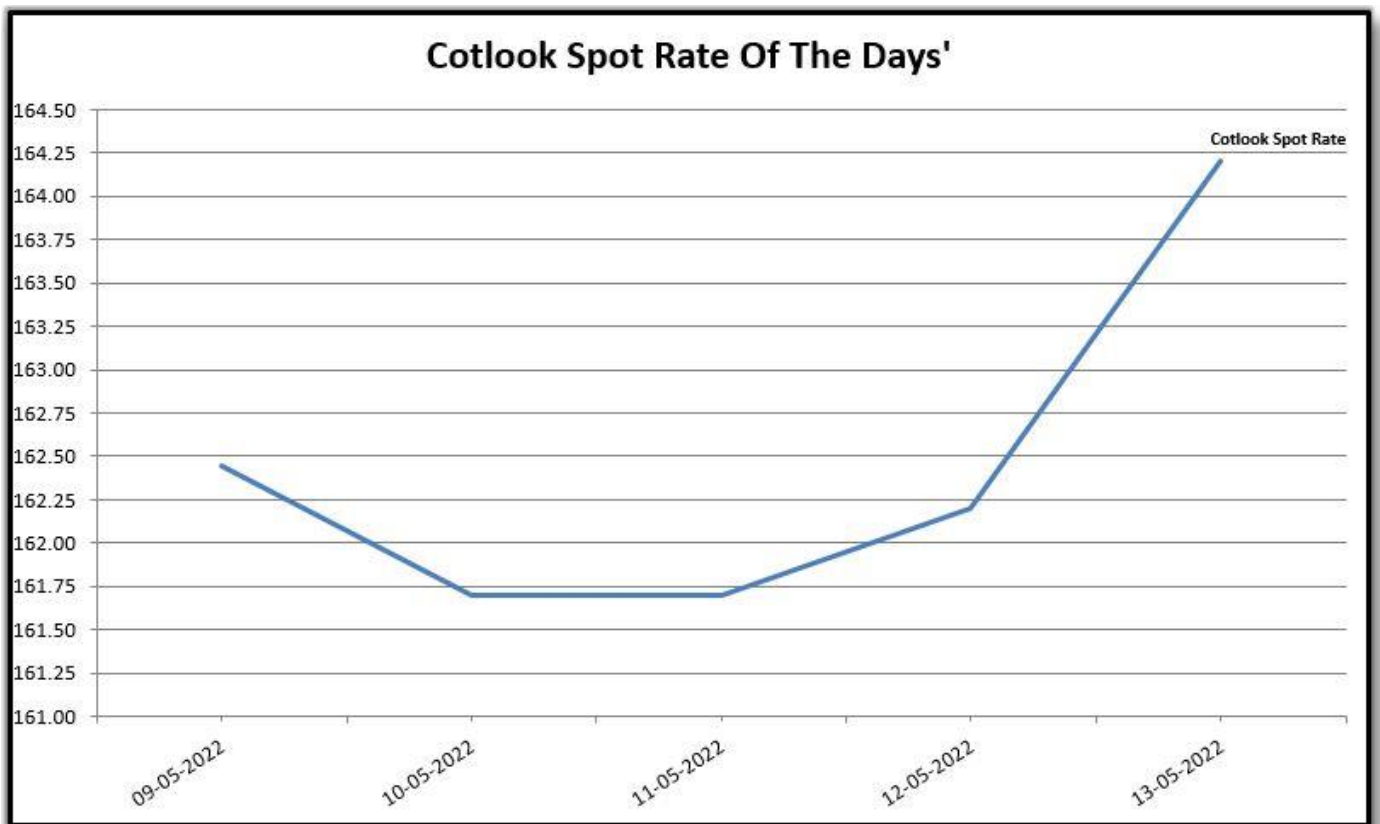




GUJCOT TRADE ASSOCIATION

WEEKLY REPORT 14-May-2022

Foreign Indices			
Date	Cotlook	ICE	
	Spot Rate	Jul-22	Dec-22
09-05-2022	162.45	142.93	123.63
10-05-2022	161.70	142.94	124.17
11-05-2022	161.70	143.60	124.75
12-05-2022	162.20	145.53	127.67
13-05-2022	164.20	145.20	127.99

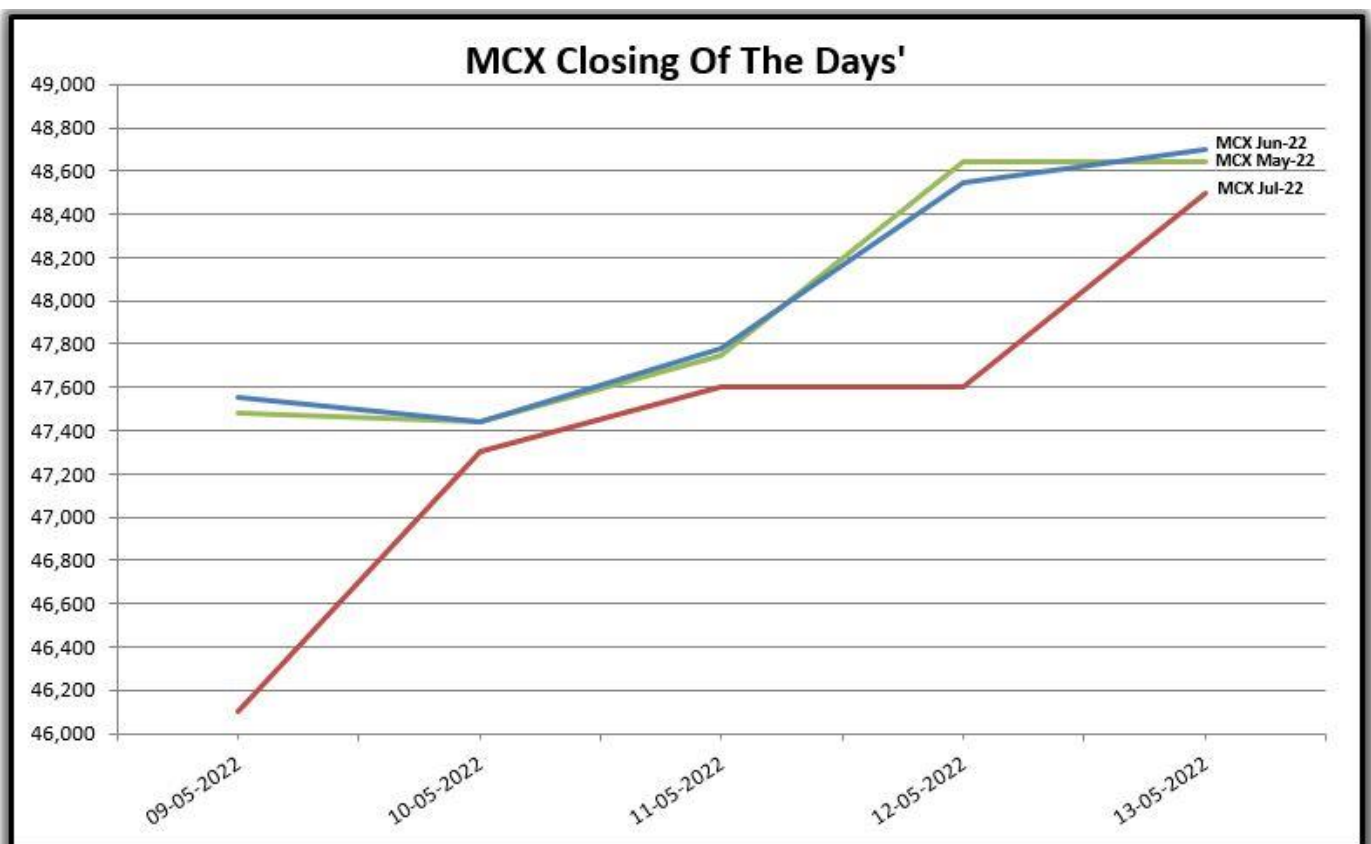
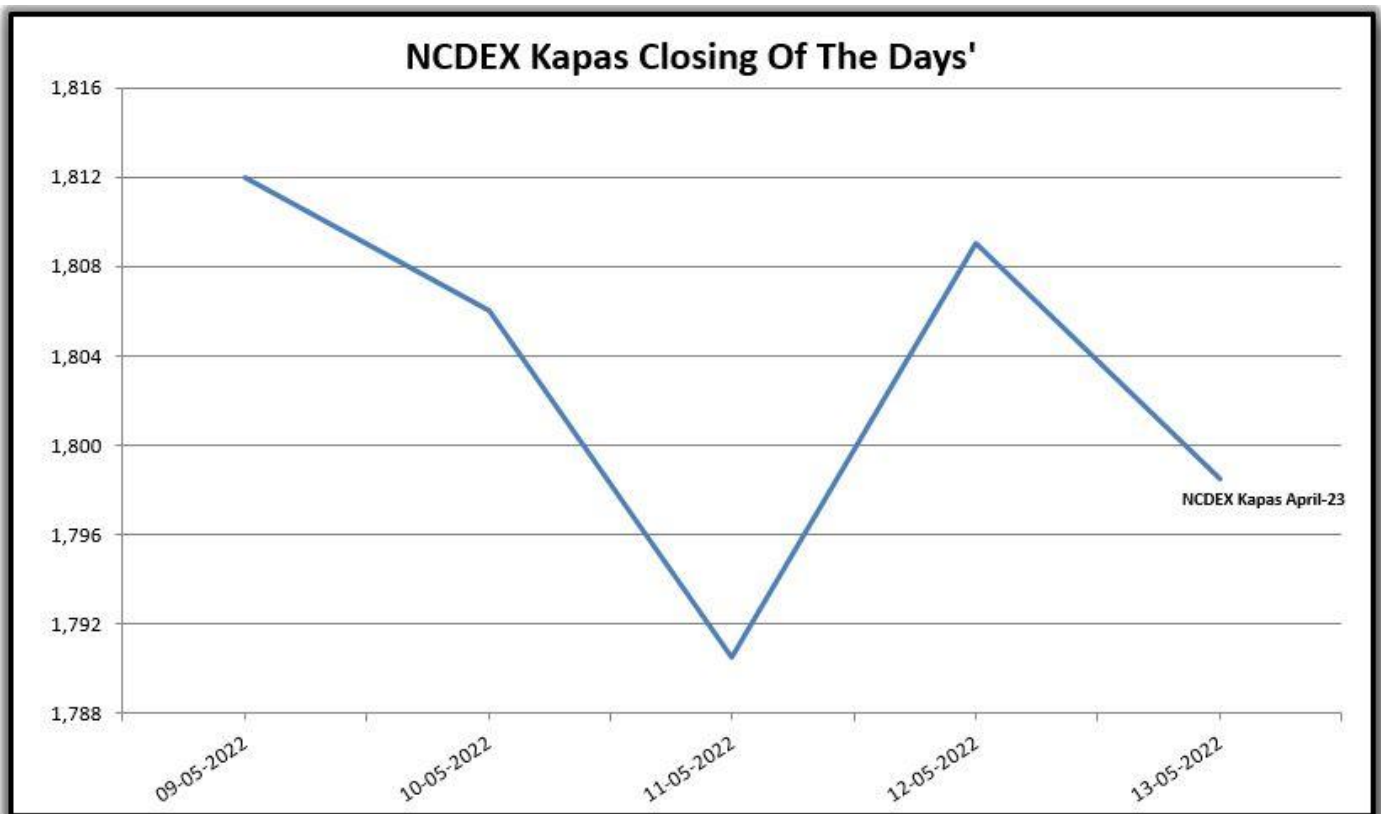




GUJCOT TRADE ASSOCIATION

WEEKLY REPORT 14-May-2022

Indian Indices				
Date	NCDEX Kapas	MCX		
	April	May-22	Jun-22	Jul-22
09-05-2022	1812.00	47,480	47,550	46,100
10-05-2022	1806.00	47,440	47,440	47,300
11-05-2022	1790.50	47,750	47,780	47,600
12-05-2022	1809.00	48,640	48,550	47,600
13-05-2022	1798.50	48,640	48,700	48,500



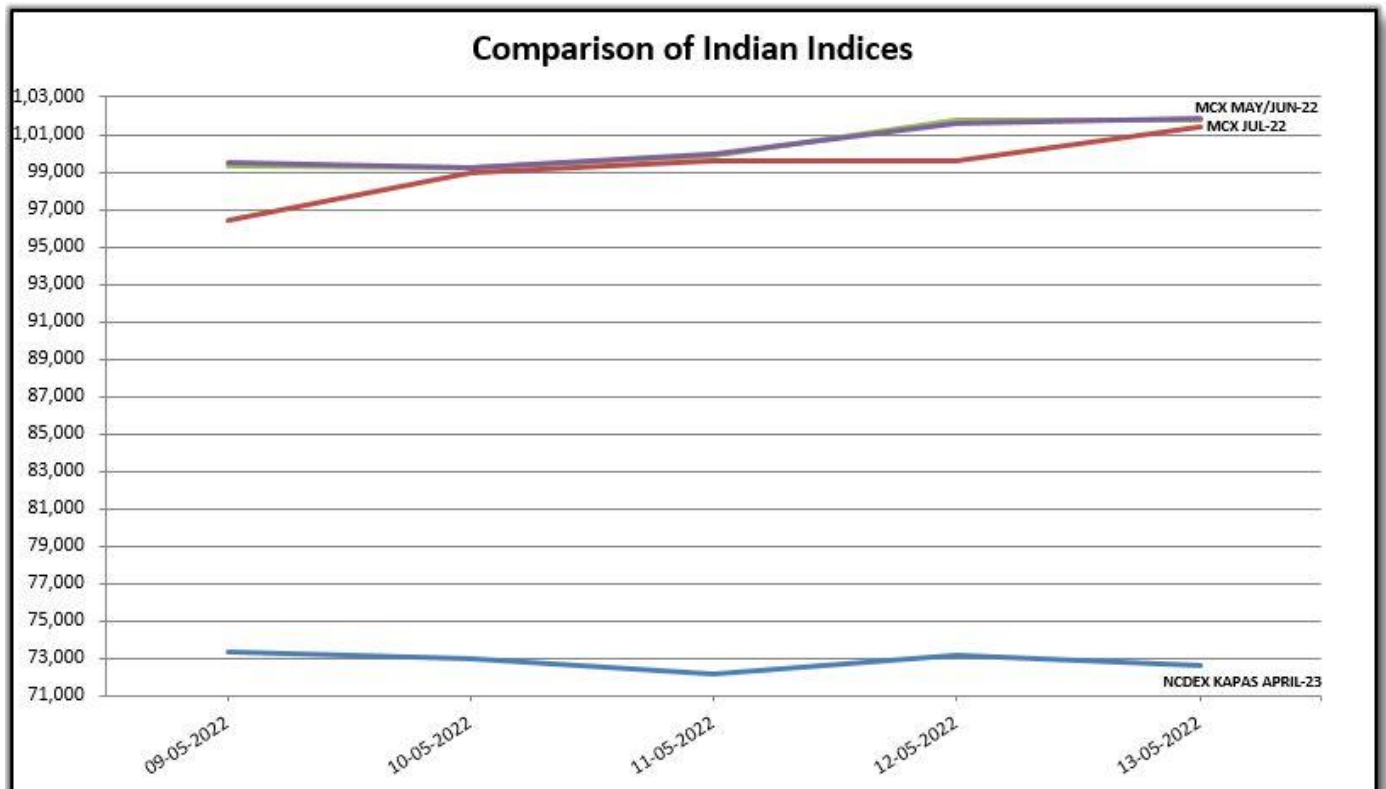


GUJCOT TRADE ASSOCIATION

WEEKLY REPORT 14-May-2022

Indian Indices in Candy Rate				
Date	NCDEX Kapas	MCX		
	April	May-22	Jun-22	Jul-22
09-05-2022	73,343	99,314	99,460	96,427
10-05-2022	73,029	99,230	99,230	98,937
11-05-2022	72,218	99,879	99,941	99,565
12-05-2022	73,186	1,01,740	1,01,552	99,565
13-05-2022	72,637	1,01,740	1,01,866	1,01,447

Remark :- For NCDEX Kapas we have taken seed rate 700/20 Kg to convert in Candy.

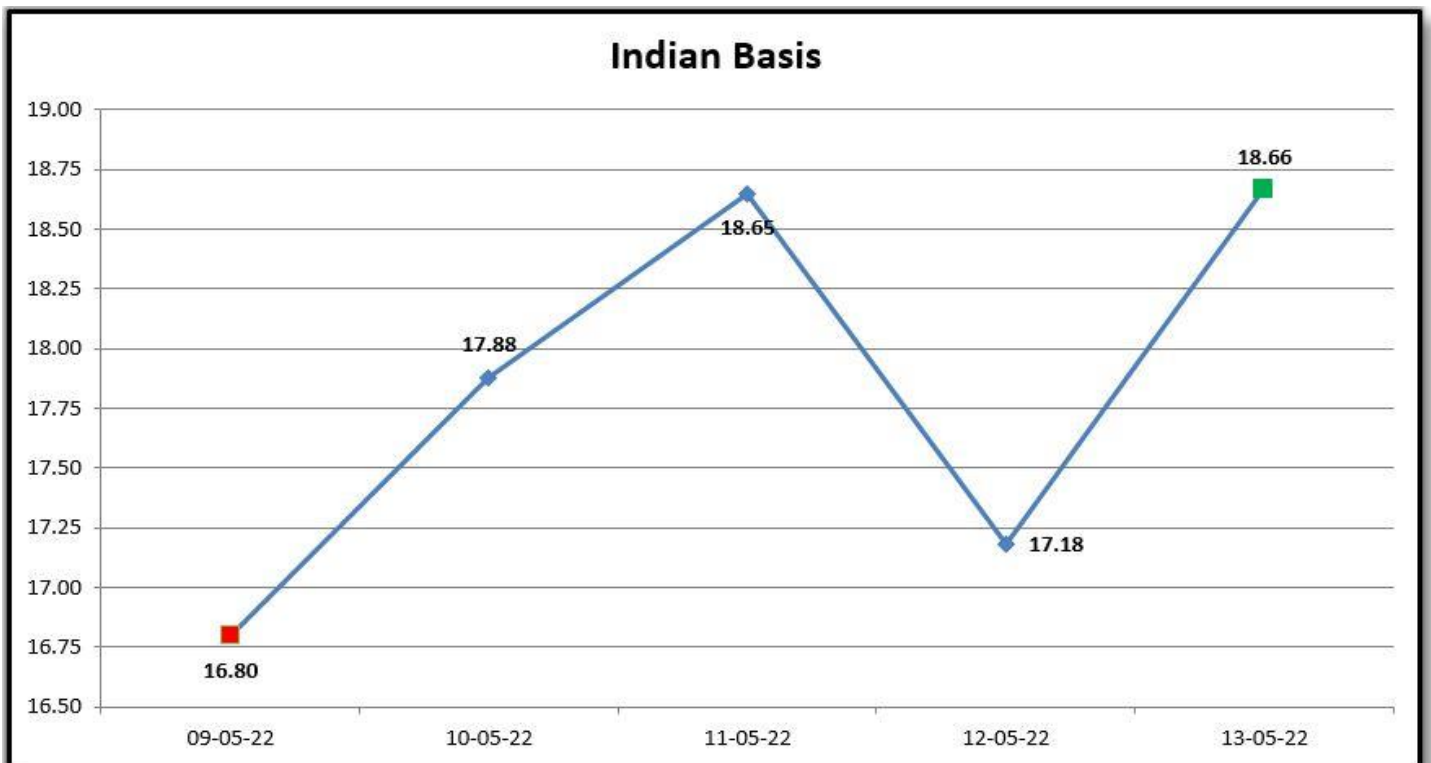




GUJCOT TRADE ASSOCIATION

WEEKLY REPORT 14-May-2022

Indian Basis					
DATE	29 MM	USD-INR	CENTS/LB	ICE JUL	BASIS
09-05-22	97,000	77.46	159.73	142.93	16.80
10-05-22	97,500	77.33	160.82	142.94	17.88
11-05-22	98,250	77.24	162.25	143.60	18.65
12-05-22	98,750	77.41	162.71	145.53	17.18
13-05-22	99,500	77.45	163.86	145.20	18.66





GUJCOT TRADE ASSOCIATION

WEEKLY REPORT 14-May-2022

IN THE WEEK AHEAD

- Friday at 2:30 p.m. Central – Commitments of Traders
- Monday at 3:00 p.m. Central – Crop Progress and Condition
- Thursday at 7:30 a.m. Central – Export Sales Report
- Thursday at 11:00 a.m. Central – WASDE
- Thursday at 11:00 a.m. Central – Crop Production
- Thursday at 2:30 p.m. Central – Cotton-On-Call

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 Balance sheet 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 Auction Update
- 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:

Click on Sponsor's Logo to visit Sponsor's Website



Axita Cotton Limited

Report prepared by

Milan Rajpara

Manager

Gujcot Trade Association