



Gujcot Trade Association

WEEKLY REPORT

Market Movement from 29th Oct 2018 to 03rd Nov 2018

- Gujarat Cotton prices of 29 mm sold between 46,250 to 46,650 Rs./Candy.
- Outstate arrivals of new Crop Kapas from Madhya Pradesh and Maharashtra is continue to come in good quantities in Gujarat.
- All India Daily Arrivals remained 1,40,000 to 1,50,000 bales.
- Gujarat Daily Pressing was approximately 35,000 bales.
- NY December futures w/w gain 0.26 cents.
- Rupee got stronger during this week from 73.96 to 72.43.
- All Indian arrivals are picking up very fast and market adjusted to new season rates between 46,000 - 47,000. Highest arrival is in north India and hence north cotton rate are more competitive.
- Indian domestic mills are running hand to mouth, and require new cotton so cotton price remains steady.
- In Gujarat ginners have huge disparity so ginning are running slowly.
- ICE future jumped on a positive note on US China Trade Agreement from President Trump on his personal twitter account, but physical market did not respond because trade knows that talk is different but agreement is far away.
- News of India among likely to get Iran oil US Sanction waiver from November 5 bring rupee appreciated. Stronger rupee resist price to rise in physical market of India.
- US Export sales during this week was negative. Chinese buyer cancelled front year and diverted their purchase in 2019/2020.
- Indian Market will remain almost close next week on occasion of Diwali festivals.

Global

US Weekly Export Sales

- Net UPLAND sales reductions of 49,000 RB for 2018-2019--a marketing-year low--were down noticeably from the previous week and from the prior 4-week average. Increases reported for Pakistan (11,700 RB), Turkey (10,500 RB), India (8,800 RB), Taiwan (5,500 RB), and Peru (3,000 RB), were more than offset by reductions for China (81,300 RB).
- For 2019-2020, net UPLAND sales of 92,900 RB were reported for China (88,000 RB) and Turkey (4,400 RB).
- UPLAND Exports of 1,09,800 RB were down 21 percent from the previous week and 34 percent from the prior 4-week average. Exports were primarily to Pakistan (19,400 RB), Vietnam (18,200 RB), Bangladesh (12,600 RB), Mexico (11,600 RB), and China (10,100 RB).
- Net sales of PIMA totaling 25,500 RB for 2018-2019--a marketing-year high--were up noticeably from the previous week and from the prior 4-week average. Increases were reported for India (12,100 RB), China (8,300 RB), Vietnam (1,300 RB, switched from China), Thailand (1,200 RB), and Turkey (1,200 RB, including decreases of 100 RB).
- PIMA Exports of 4,900 RB were down 4 percent from the previous week, but up 14 percent from the prior 4-week average. The primary destinations were India (2,700 RB) and Peru (1,800 RB).

US Export Sales	25-Oct-2018
Marketing Year 2018-19	
Upland Gross Sales	62,400
Cancellation	1,11,400
Net Upland Sales	-49,000
PIMA Gross Sales	25,600
Cancellation	100
Net PIMA Sales	25,500
Total Gross Sales	88,000
Total Cancellation	1,11,500
Total Net Sales	-23,500
Shipments	
UPLAND	1,09,800
PIMA	4,900
Total Shipment	1,14,700
Marketing Year 2019-20	
Net Upland Sales	92,900
Net PIMA Sales	0
Total Net Sales	92,900
All Figures in US Running Bale	

ICAC World Cotton Supply and Distribution

ICAC - World Cotton Supply and Distribution						
	2016/17	2017/18	2018/19	2016/17	2017/18	2018/19
	Million Tonnes			Changes From Previous Month		
	Million Tonnes			Million Tonnes		
Production	23.08	26.89	26.31	0.00	-0.02	0.36
Consumption	24.50	26.81	27.53	-0.02	-0.10	0.00
Imports	8.09	9.00	9.78	0.00	-0.03	-0.15
Exports	8.18	9.00	9.78	0.00	-0.03	-0.15
Ending Stocks	18.81	18.89	17.67	0.01	0.09	0.52
Cotlook A Index	83	88	89			
	Million Bales of 170 kg.			Million Bales of 170 kg.		
Production	135.76	158.18	154.76	0.00	-0.12	2.12
Consumption	144.12	157.71	161.94	-0.12	-0.59	0.00
Imports	47.59	52.94	57.53	0.00	-0.18	-0.88
Exports	48.12	52.94	57.53	0.00	-0.18	-0.88
Ending Stocks	110.65	111.12	103.94	0.06	0.53	3.06
Cotlook A Index	83	88	89			

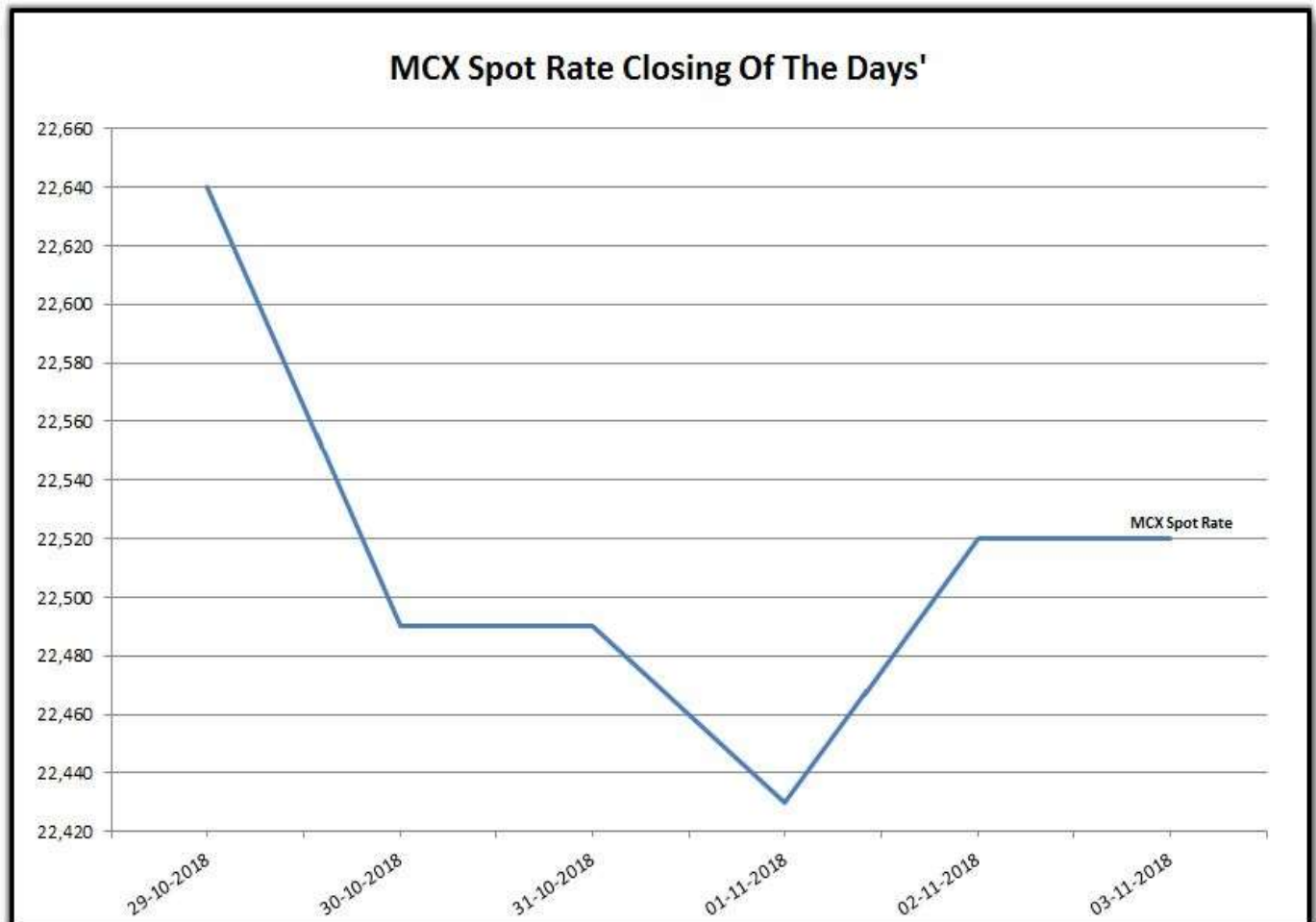
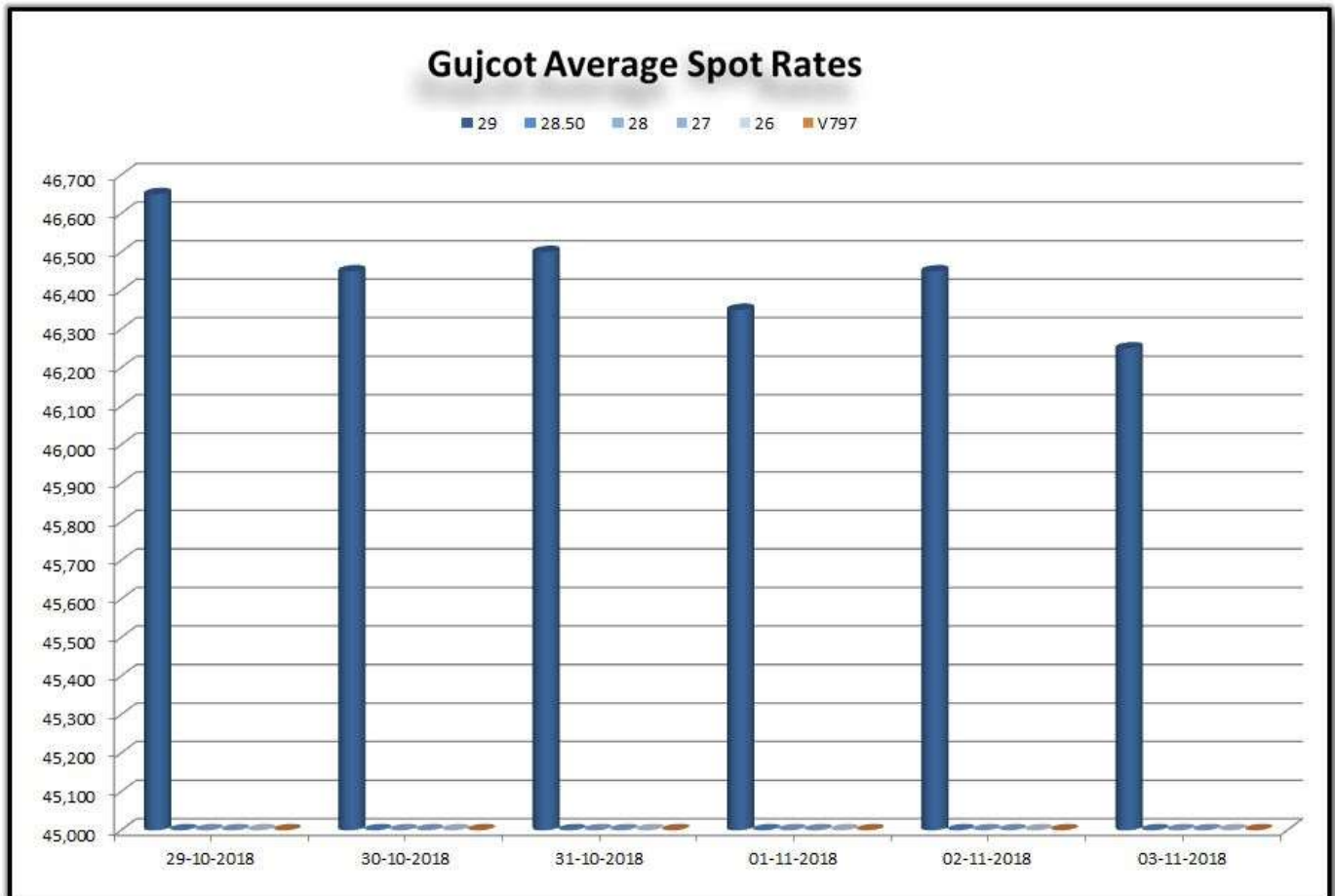
China report from Reinhart weekly report

The outlook for the ZCE cotton futures market remains negative. Prices moved deeper into the support area between 15'000 and 14'800 (basis Jan19 contract). The next minimum downside target comes in at around the two-year's low at 14'500. Harvest in Xinjiang continues advancing rapidly and prices remain under pressure. Despite the lower prices in ZCE, cotton is on the way to delivery warehouses; it's reported that over 420'000 tons are awaiting certification. Accordingly, ZCE spreads are likely to continue at close to full carry for some more time. With ample supply in the physical market, import demand was rather slow, also due to the ongoing devaluation of the RMB which makes import cotton comparatively expensive. Demand is still held back by continued uncertainty about the trade dispute and lack of credit availability.

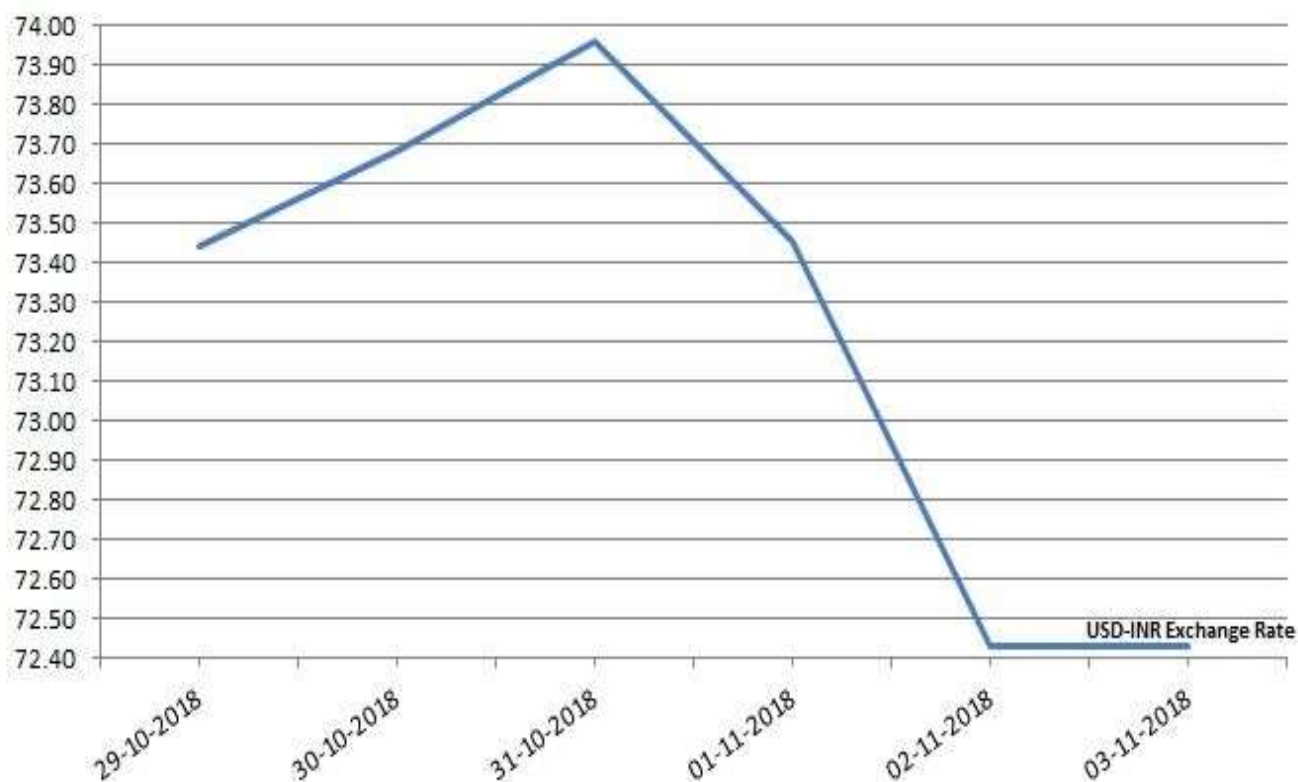
Average Rate of Last week					
Variety	Staple Length	Mic.	Price Range		Average Of 6 Days
			Low	High	
Shankar 6	29	3.8	46,250	46,650	46,442
Shankar 6	28.5	3.7	No Quote	No Quote	No Quote
Shankar 6	28	3.6	No Quote	No Quote	No Quote
Shankar 6	27	3.2	No Quote	No Quote	No Quote
Shankar 6	26	3	No Quote	No Quote	No Quote
V-797	13% Trash		No Quote	No Quote	No Quote
MCX Spot Rate					
			22,430	22,640	22,515
USD Exchange Rate					
			72.43	73.96	73.23

Rate of Last Week			
Date	29 3.8	MCX Spot Rate	USD-INR Exchange
29-10-2018	46,650	22,640	73.44
30-10-2018	46,450	22,490	73.68
31-10-2018	46,500	22,490	73.96
01-11-2018	46,350	22,430	73.45
02-11-2018	46,450	22,520	72.43
03-11-2018	46,250	22,520	72.43

Cotton Price Movement during the Last Week



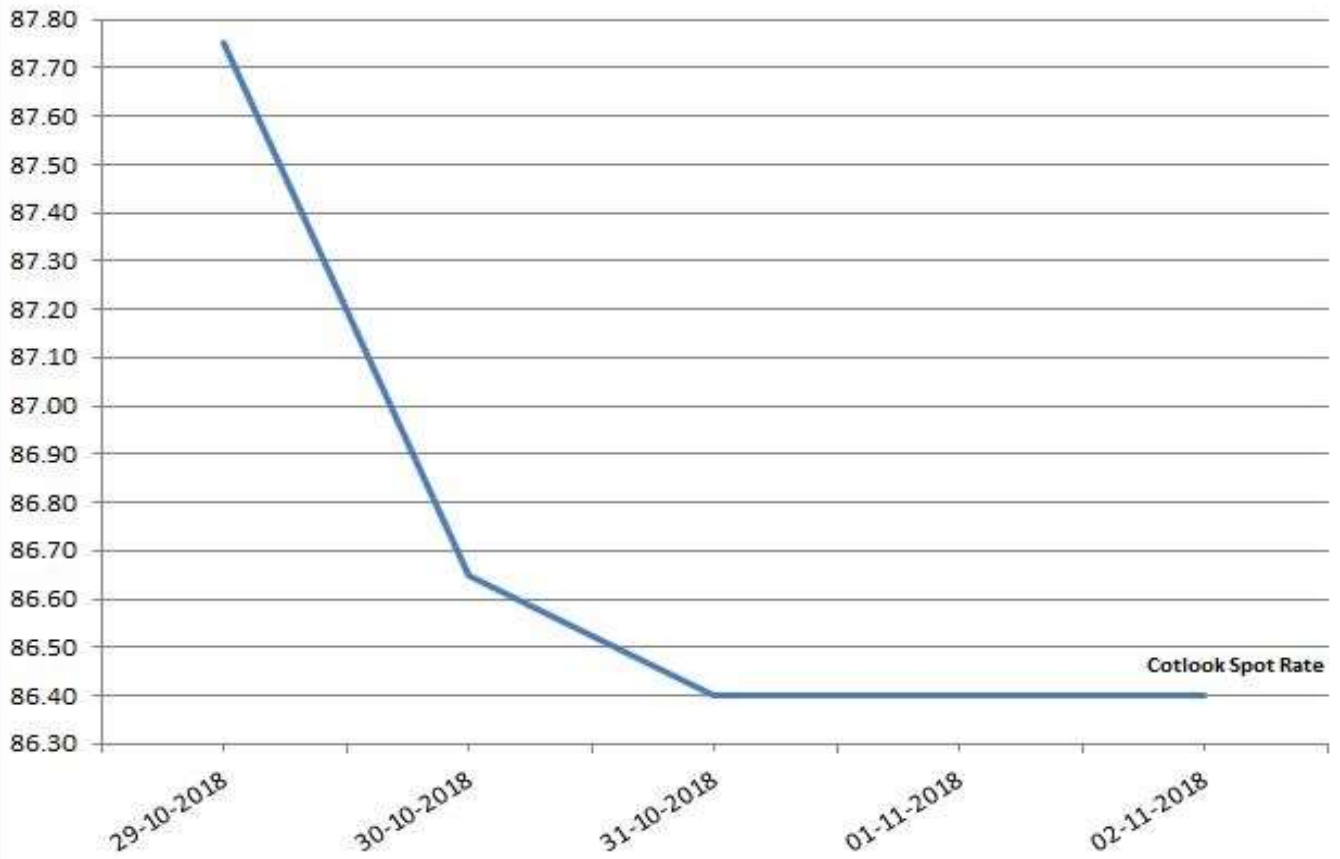
USD-INR Exchange Rate Closing Of The Days'



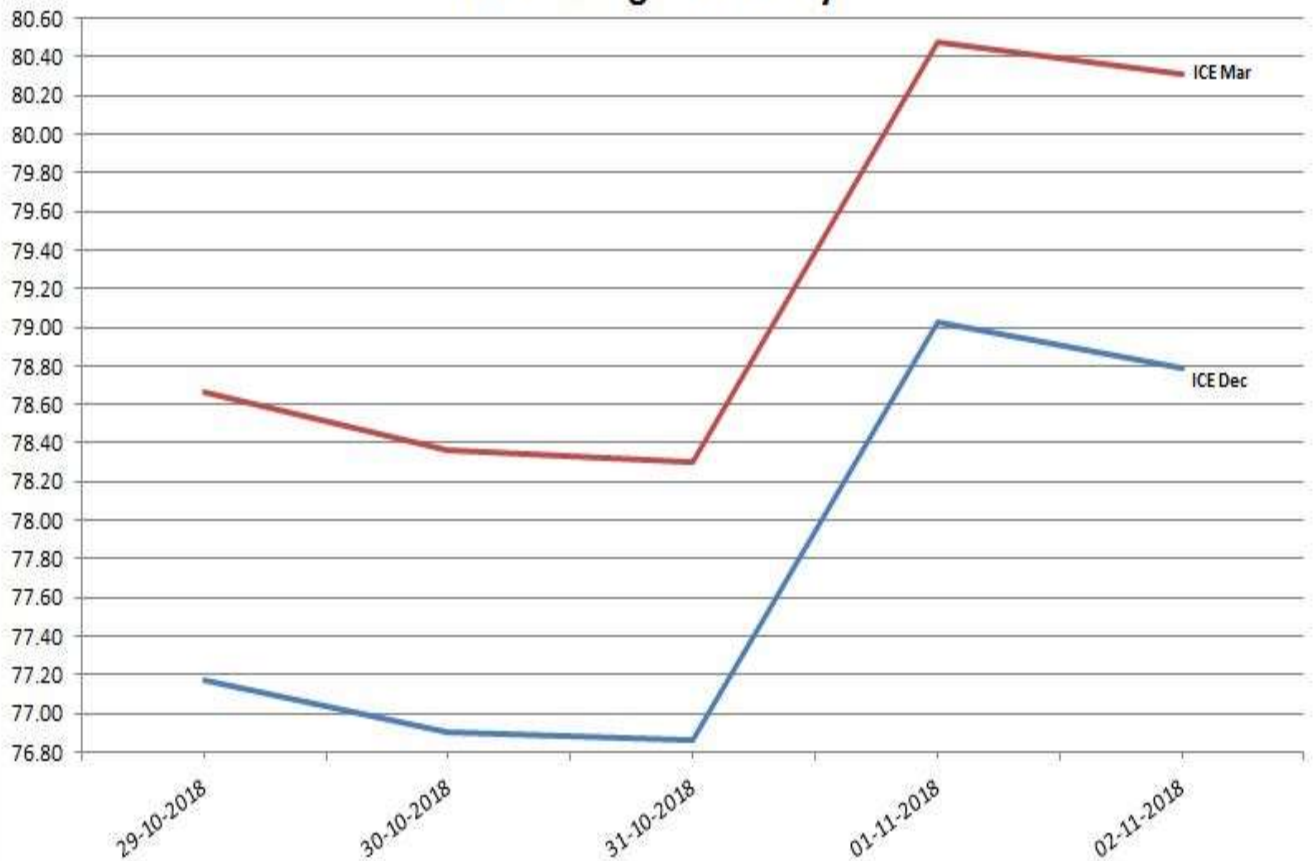
Foreign Indices

Date	Cotlook	ICE	
	Spot Rate	Dec-18	Mar-19
29-10-2018	87.75	77.17	78.66
30-10-2018	86.65	76.90	78.36
31-10-2018	86.40	76.86	78.30
01-11-2018	86.40	79.03	80.48
02-11-2018	86.40	78.79	80.31

Cotlook Spot Rate Of The Days'

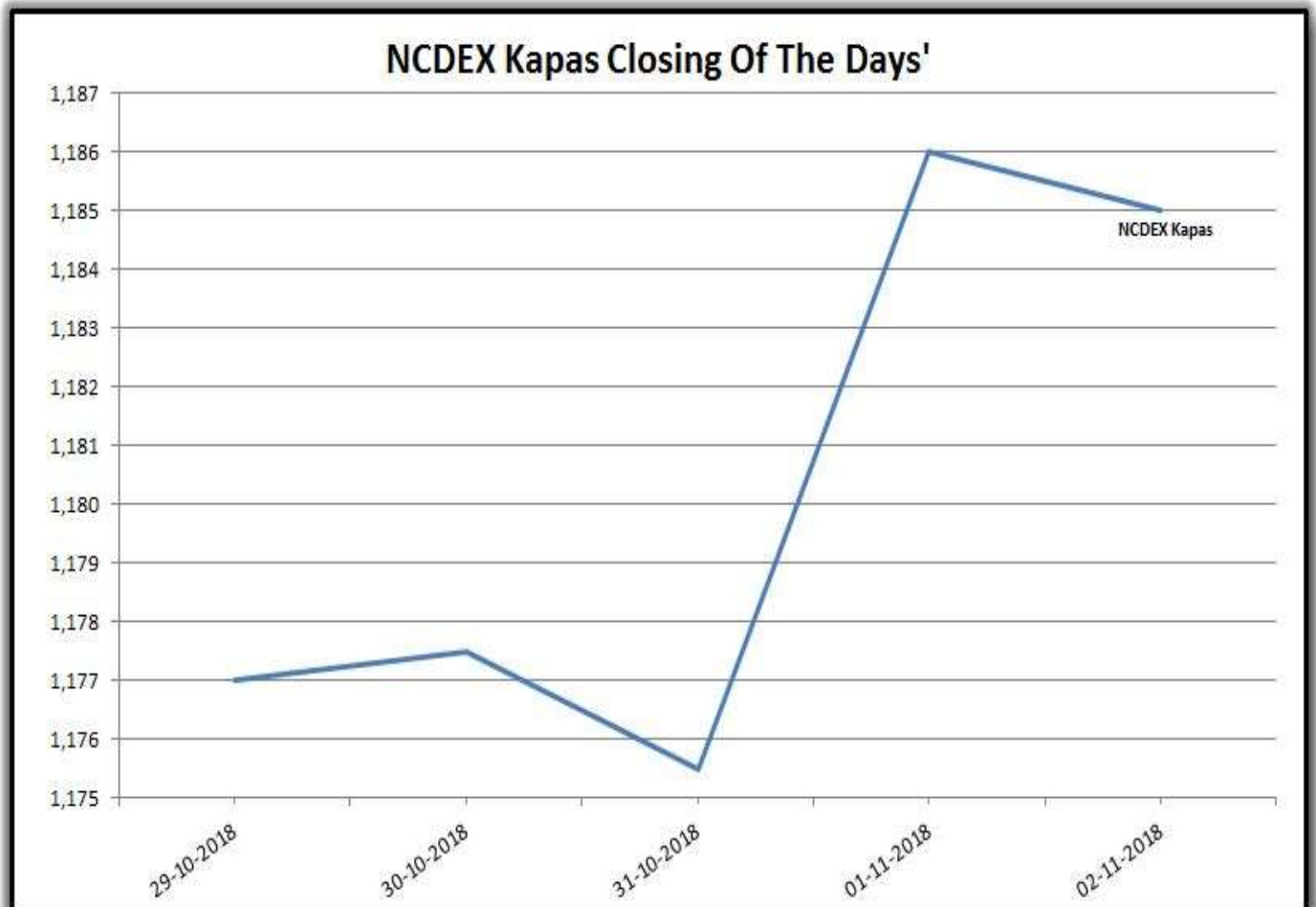


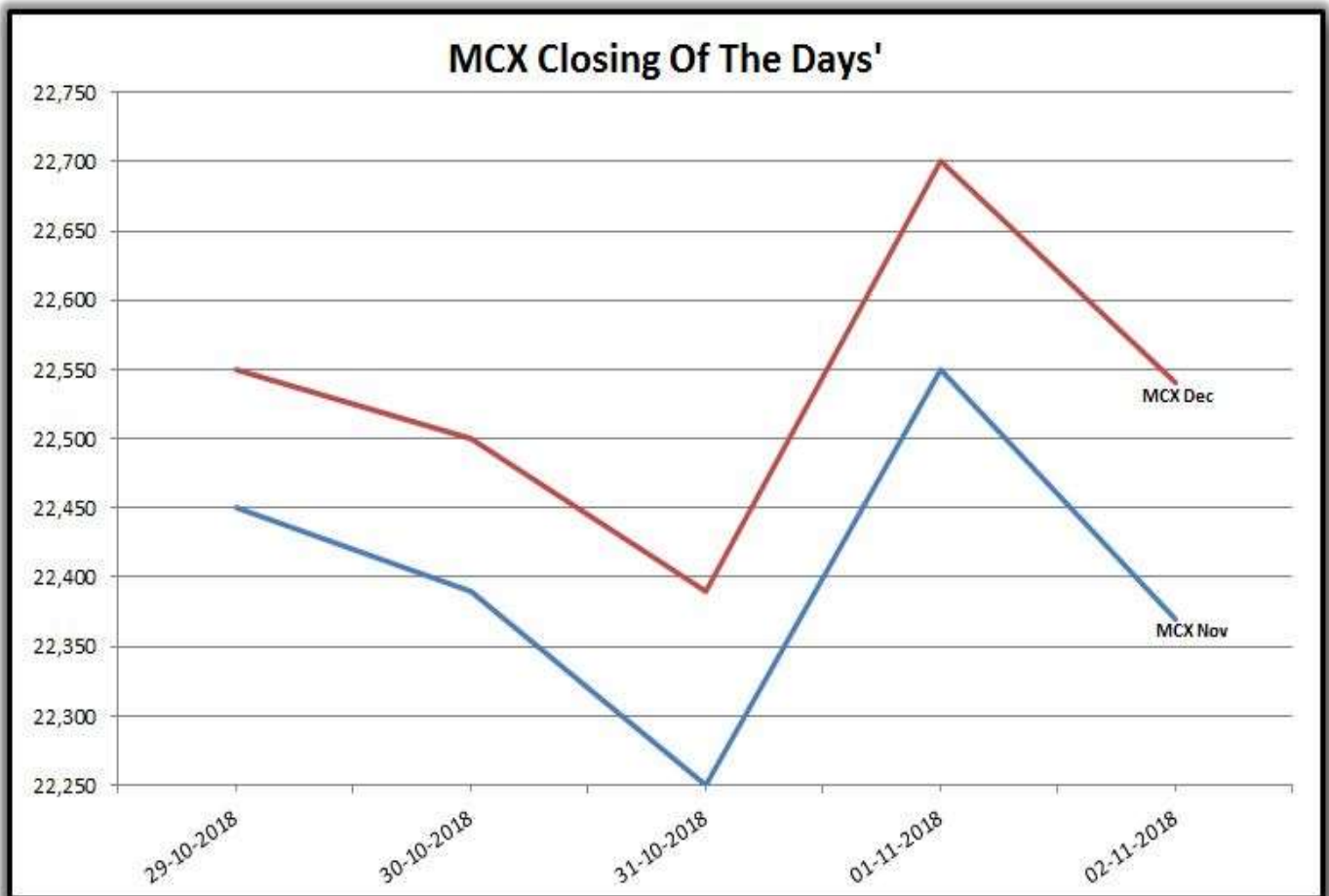
ICE Closing Of The Days'



Indian Indices

Date	NCDEX Kapas	MCX	
	30-Apr-19	Nov-18	Dec-18
29-10-2018	1177	22,450	22,550
30-10-2018	1177.5	22,390	22,500
31-10-2018	1175.5	22,250	22,390
01-11-2018	1186	22,550	22,700
02-11-2018	1185	22,370	22,540

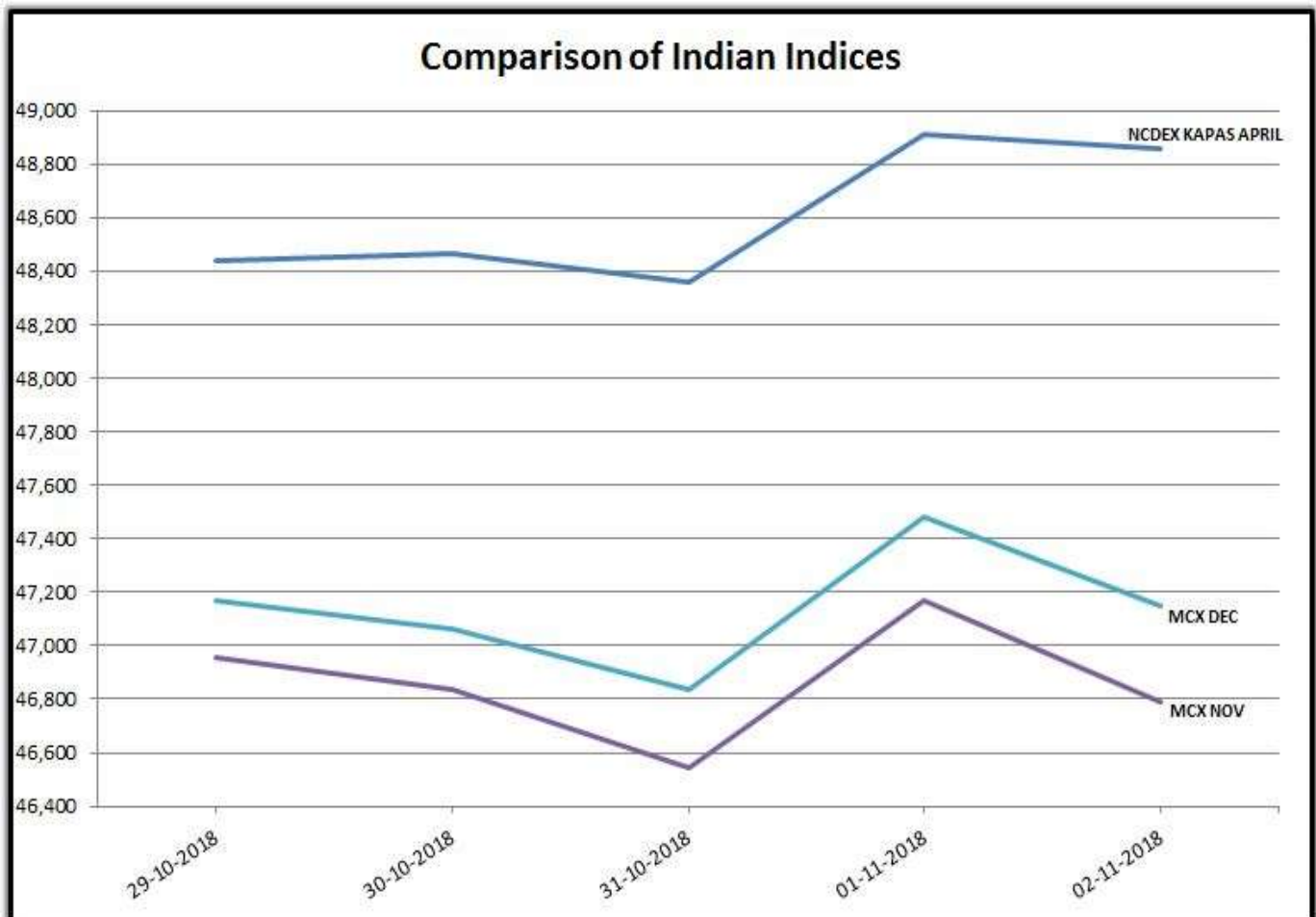




Indian Indices in Candy Rate

Date	NCDEX Kapas	MCX	
	April	Nov	Dec
29-10-2018	48,437	46,959	47,168
30-10-2018	48,464	46,833	47,063
31-10-2018	48,359	46,540	46,833
01-11-2018	48,908	47,168	47,482
02-11-2018	48,856	46,791	47,147

Remark :- For NCDEX Kapas we have taken seed rate 450/20 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 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 November World Agricultural Supply and Demand Estimates come out Thursday, Nov. 8 at 11:00 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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Gujcot Trade Association