



Gujcot Trade Association

Weekly Report

Market Movement from 09TH July 2018 to 14TH July 2018

- Gujarat Cotton prices of 29 mm remained between 47,700 to 48,350 Rs./Candy.
- Out state arrival was negligible.
- All India Daily Arrivals remained 8,000 to 10,000 bales. With limited arrivals, most of the ginning factories are closed.
- Gujarat Daily Pressing was approximately 3,000 bales.
- NY December futures w/w gain 3.39 cents.
- Indian Basis are positive so international merchants are squaring off their positions.
- As merchants are selling in physical market, supply side got enough liquidity into market.

COTTON SOWING As On 13-07-2018

All Cotton Sowing Report		
Date:-13-07-2018 Source : Indian Commodities		
States	(Area in Lakh Hectare)	
	2018-2019	2017-2018
Punjab	2.85	3.82
Haryana	6.65	6.69
Rajasthan	5.61	6.9
North India	15.11	17.41
Gujarat	11.44	19.9
Maharashtra	30.84	28.68
Madhya Pradesh	4.87	5.52
Central India	47.15	54.1
Telangana	13.84	13.65
Andhra Pradesh	1.42	2.85
Karnataka	2.22	1.99
Tamil Nadu	0.032	0.5
South Zone	17.512	18.99
Orissa	0.076	0.49
Others	0.172	0.286
All India	80.02	91.28

Global

US Weekly Export Sales

- Net sales of 1,21,600 running bales for this season were up noticeably from the previous week and from the prior 4-week average.
- UPLAND Exports of 2,57,400 RB were down 38 percent from the previous week and 34 percent from the prior 4-week average.
- Net sales of Pima totaling 1,900 RB for this season were up 82 percent from the previous week, but down 30 percent from the prior 4-week average.
- PIMA Exports of 17,200 RB were up 43 percent from the previous week and 66 percent from the prior 4-week average. The primary destinations were China (4,900 RB), India (2,600 RB), Mexico (1,800 RB), Thailand (1,500 RB), and Turkey (1,300 RB).
- For next season, net sales reductions of 1,900 RB were reported for India (1,300 RB), China (400 RB), and Egypt (200 RB).

US Export Sales	05-Jul-2018
Current Marketing Year	
Upland Gross sales	1,22,600
Cancellation	1,000
Net Upland Sales	1,21,600
PIMA Gross sales	1,900
Cancellation	0
Net PIMA Sales	1,900
Total Gross Sales	1,24,500
Total Cancellation	1,000
Total Net Sales	1,23,500
Shipments	
UPLAND	2,57,400
PIMA	17,200
Total Shipment	2,74,600
New Marketing Year	
Net Upland Sales	2,51,400
Net PIMA Sales	1,900
Total Net Sales	2,53,300

WASDE Report

The U.S. 2018/19 cotton projections show lower production, exports, and stocks compared with last month. The 1.0-million-bale decrease in the crop projection is due to higher expected abandonment based on current conditions. Beginning stocks are 2,00,000 bales lower due to an increase in 2017/18 exports. 2018/19 exports are reduced 5,00,000 bales based on lower supplies and increased foreign competition. With no change in domestic consumption, 2018/19 ending stocks are projected at 4.0 million bales, down 7,00,000 bales from the June estimate and unchanged from the revised 2017/18 level. The midpoint of the projected range of the marketing year-average price is raised 5 cents from last month, to 75 cents per pound.

Historical revisions to China's consumption back to 2014/15 account for most of a 3.3-million-bale decline in 2018/19 world beginning stocks. World 2018/19 consumption is 1.6 million bales higher than in June, as the revisions to China's consumption estimates carry through into the 2018/19 projection year with a 1.0-million-bale increase. Consumption forecasts are also higher for Bangladesh, Pakistan, Brazil, and Vietnam. World production is projected 2,90,000 bales lower than in June, as reduced U.S. and Australian production more than offsets increases for Brazil, India, and Mexico. World trade is projected 1,65,000 bales higher this month as lower U.S. exports are more than offset by increases by Brazil and China. Ending stocks are 5.2 million bales lower than in June, with the largest declines in China (4.6 million) and the United States. India's and Brazil's ending stocks are forecast higher.

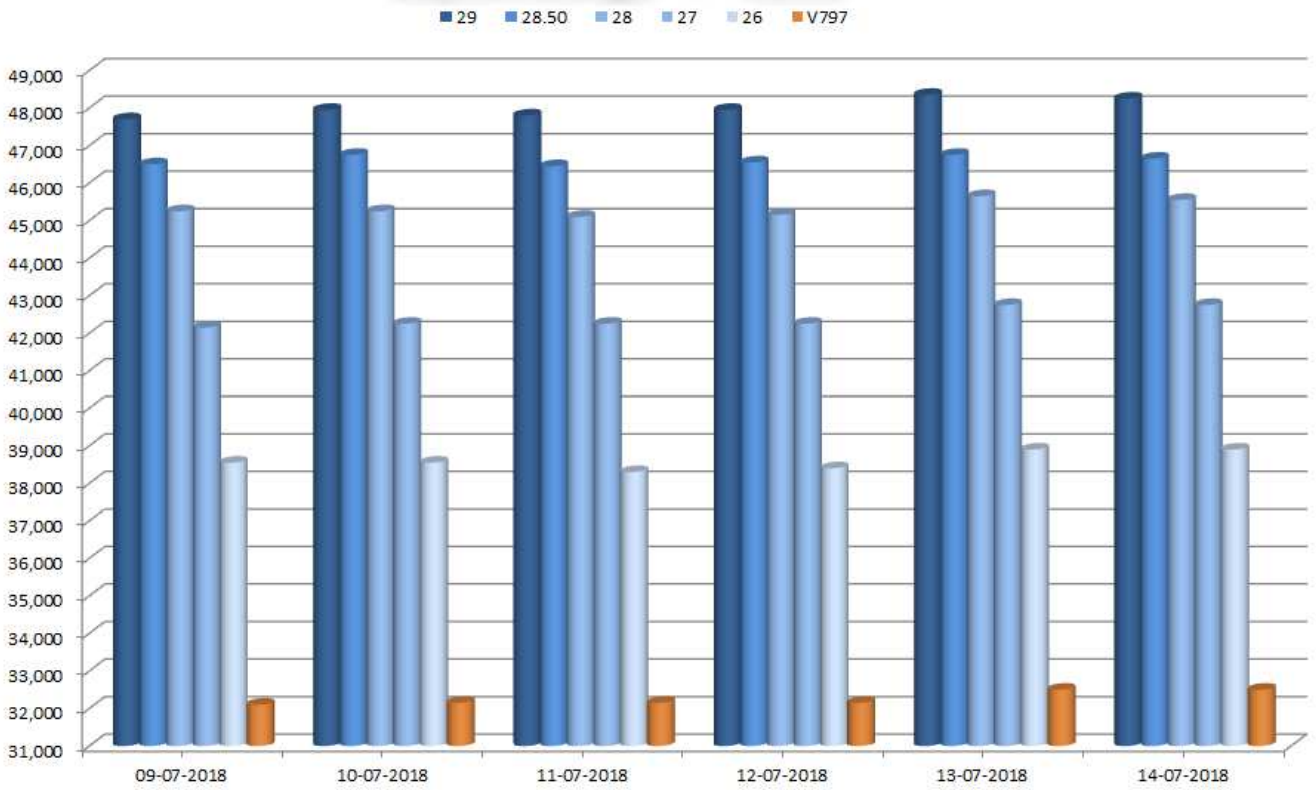
Comments Of OA Cleveland

- As a backdrop to the fundamental adjustments USDA corrected one of its major database shortcomings: they corrected their China database, reflecting a significantly lower stock level in China, taking some 3.5 million bales out of the Chinese production box. Now, only the inflated stock level for India keeps a cloud over the USDA estimates.
- World 2018-19 production was estimated at 120 million bales and consumption at 124 million bales. World carryover was pegged lower down to 78 million bales, reflecting an 8 million bale reduction during the year.

Average Rate Of Last week					
Variety	Staple Length	Mic.	Price Range		Average Of 6 Days
			Low	High	
Shankar 6	29	3.8	47,700	48,350	48,000
Shankar 6	28.5	3.7	46,450	46,750	46,608
Shankar 6	28	3.6	45,100	45,650	45,325
Shankar 6	27	3.2	42,150	42,750	42,400
Shankar 6	26	3	38,300	38,900	38,600
V-797	13% Trash		32,100	32,500	32,258
MCX Spot Rate			22,920	23,170	23,027
USD Exchange Rate			68.52	68.82	68.65

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
09-07-2018	47,700	46,500	45,250	42,150	38,550	32,100	22,920	68.71
10-07-2018	47,950	46,750	45,250	42,250	38,550	32,150	22,970	68.82
11-07-2018	47,800	46,450	45,100	42,250	38,300	32,150	22,970	68.77
12-07-2018	47,950	46,550	45,150	42,250	38,400	32,150	22,960	68.56
13-07-2018	48,350	46,750	45,650	42,750	38,900	32,500	23,170	68.52
14-07-2018	48,250	46,650	45,550	42,750	38,900	32,500	23,170	68.52

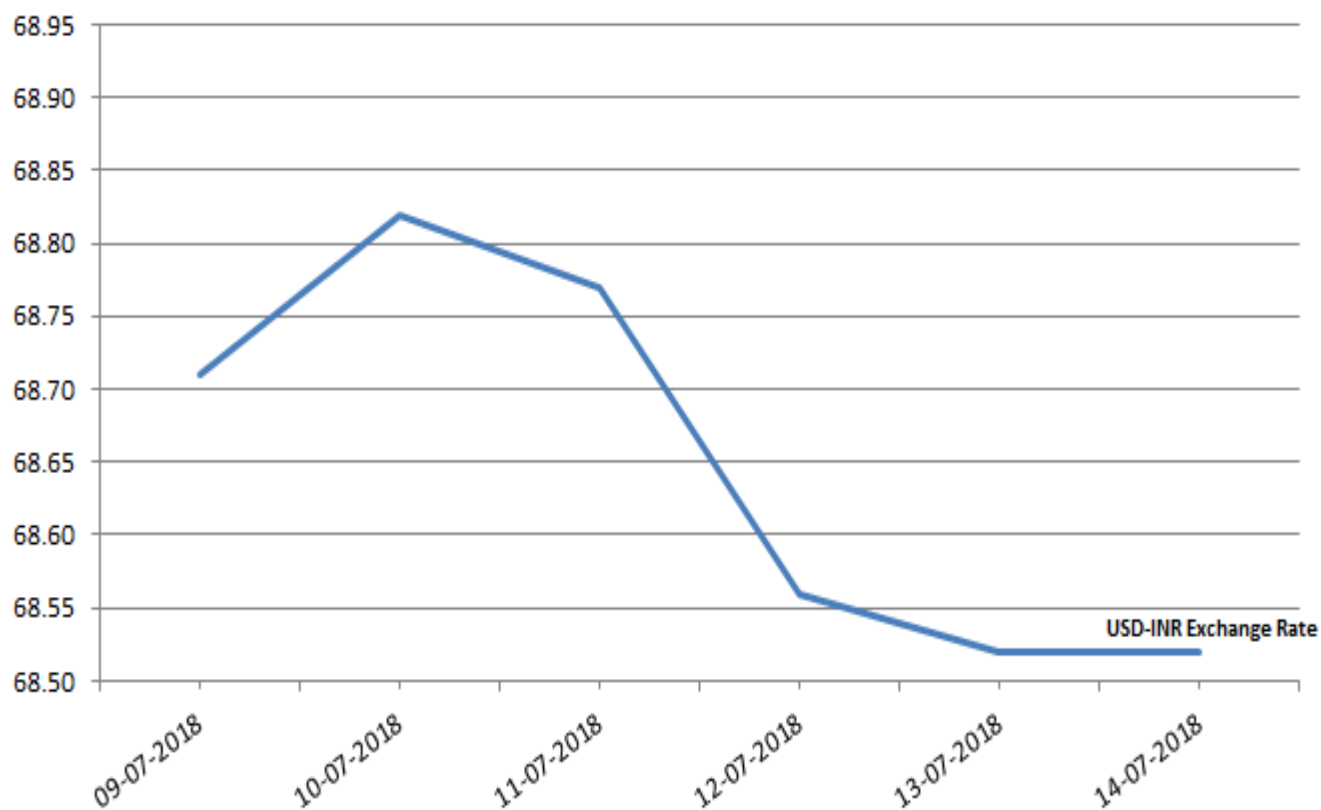
Gujcot Average Spot Rates



MCX Spot Rate Closing Of The Days'



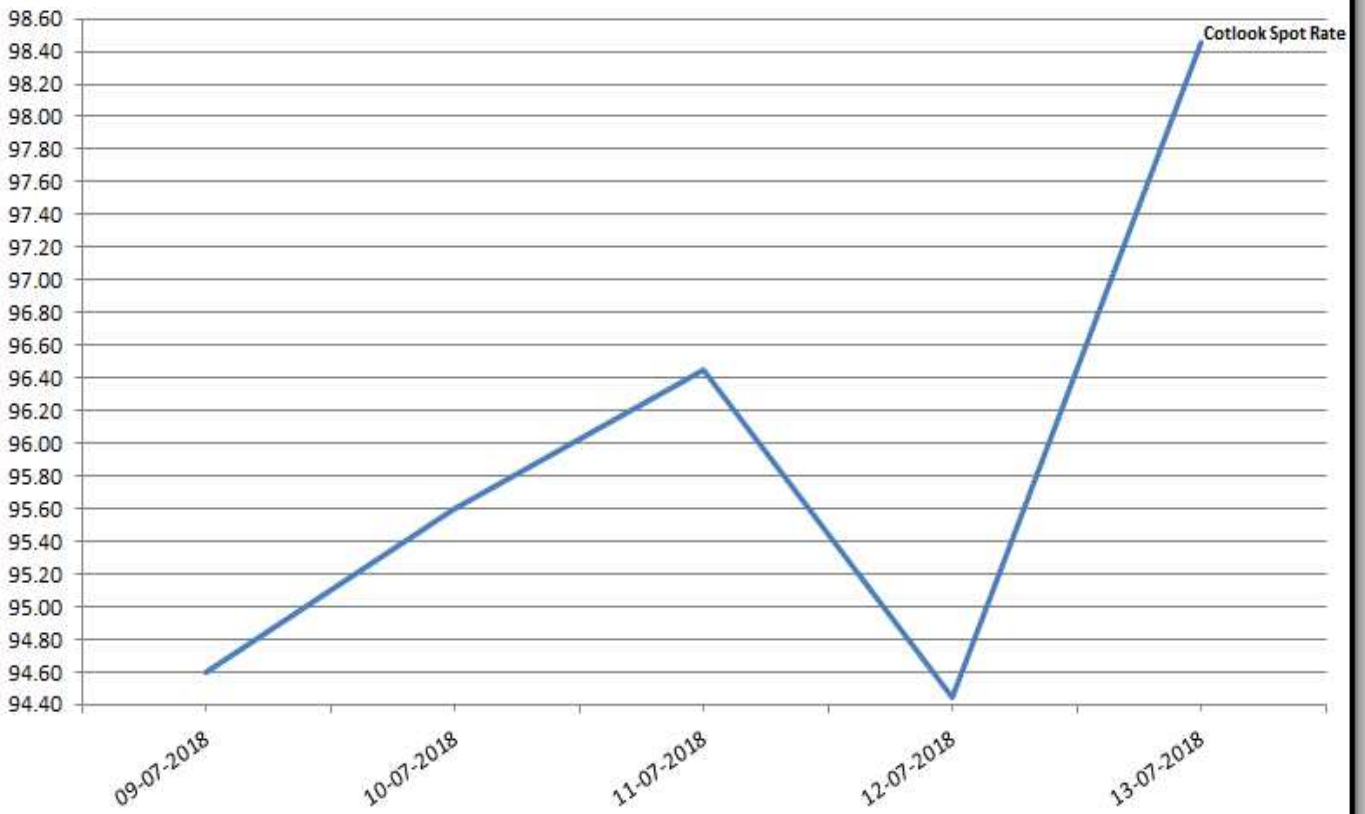
USD-INR Exchange Rate Closing Of The Days'



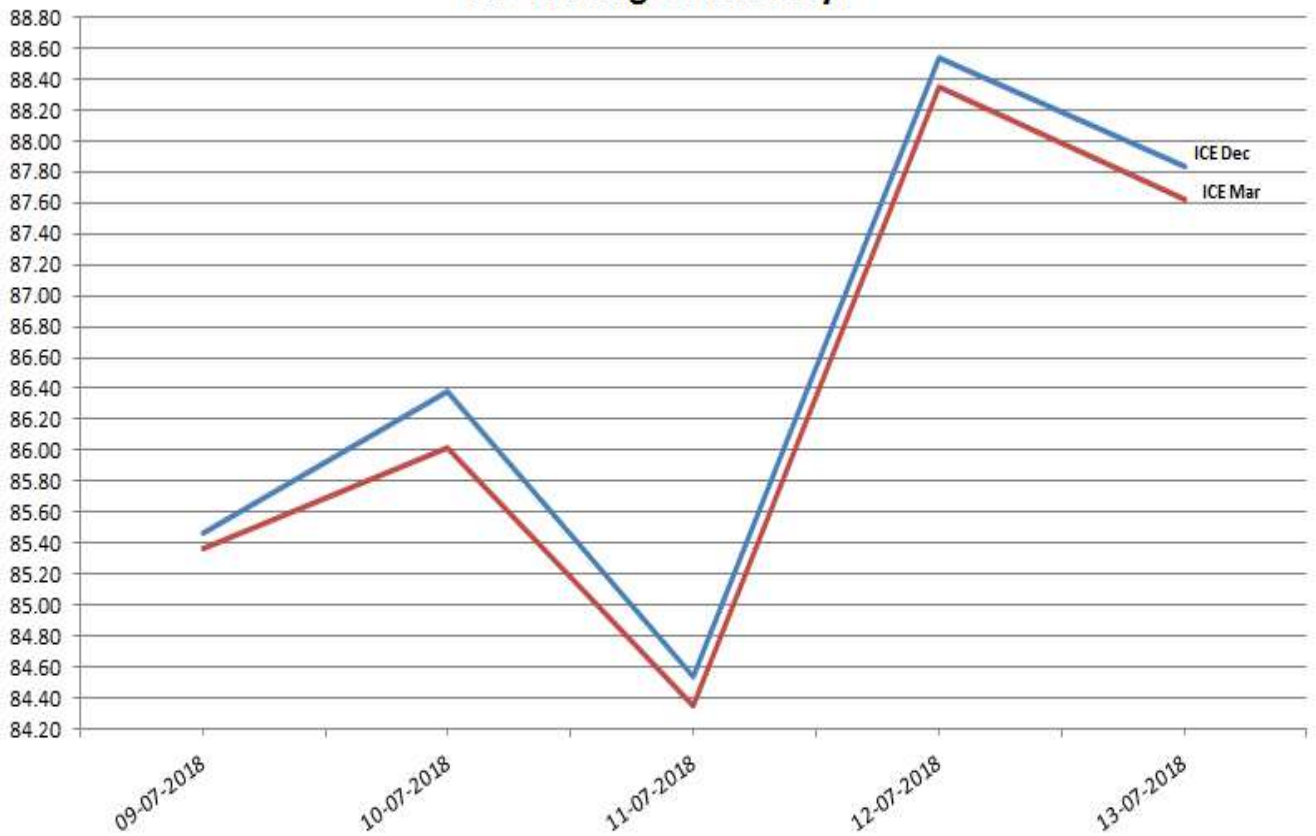
Foreign Indices

Date	Cotlook	ICE	
	Spot Rate	Dec-18	Mar-19
09-07-2018	94.60	85.47	85.36
10-07-2018	95.60	86.38	86.02
11-07-2018	96.45	84.54	84.35
12-07-2018	94.45	88.54	88.35
13-07-2018	98.45	87.84	87.62

Cotlook Spot Rate Of The Days'

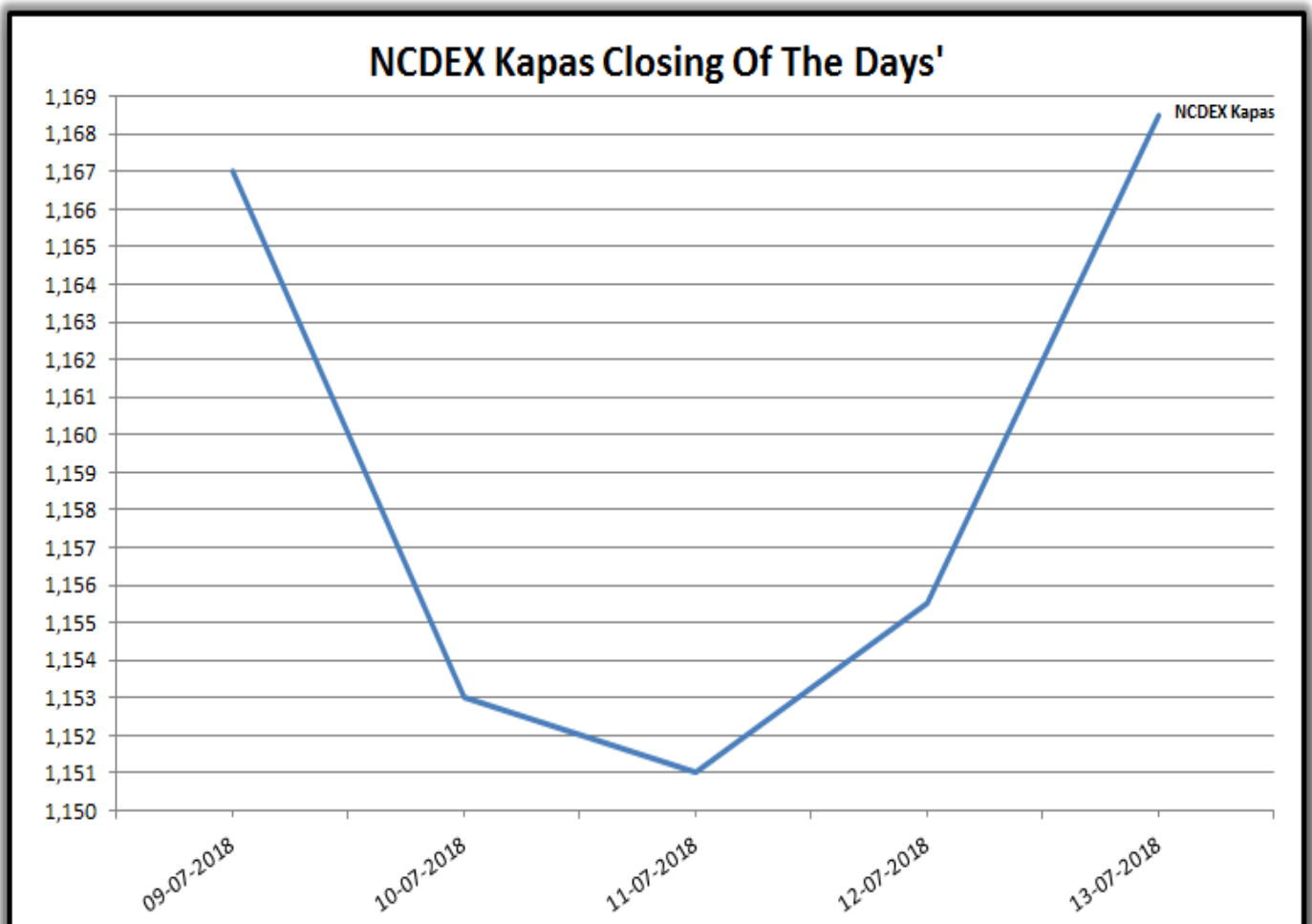


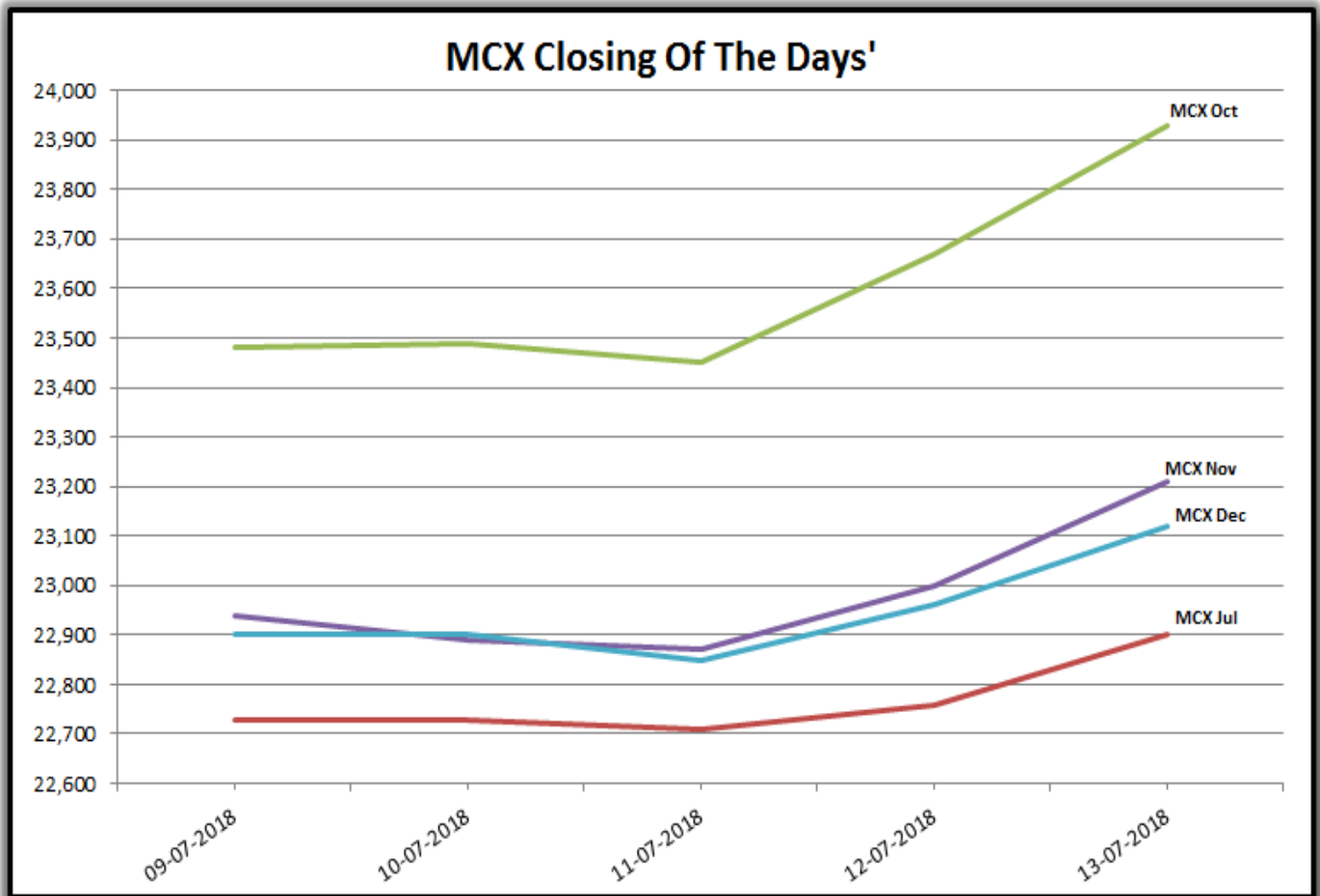
ICE Closing Of The Days'



Indian Indices

Date	NCDEX Kapas	MCX			
	30-Apr-19	Jul-18	Oct-18	Nov-18	Dec-18
09-07-2018	1167	22,730	23,480	22,940	22,900
10-07-2018	1153	22,730	23,490	22,890	22,900
11-07-2018	1151	22,710	23,450	22,870	22,850
12-07-2018	1155.5	22,760	23,670	23,000	22,960
13-07-2018	1168.5	22,900	23,930	23,210	23,120

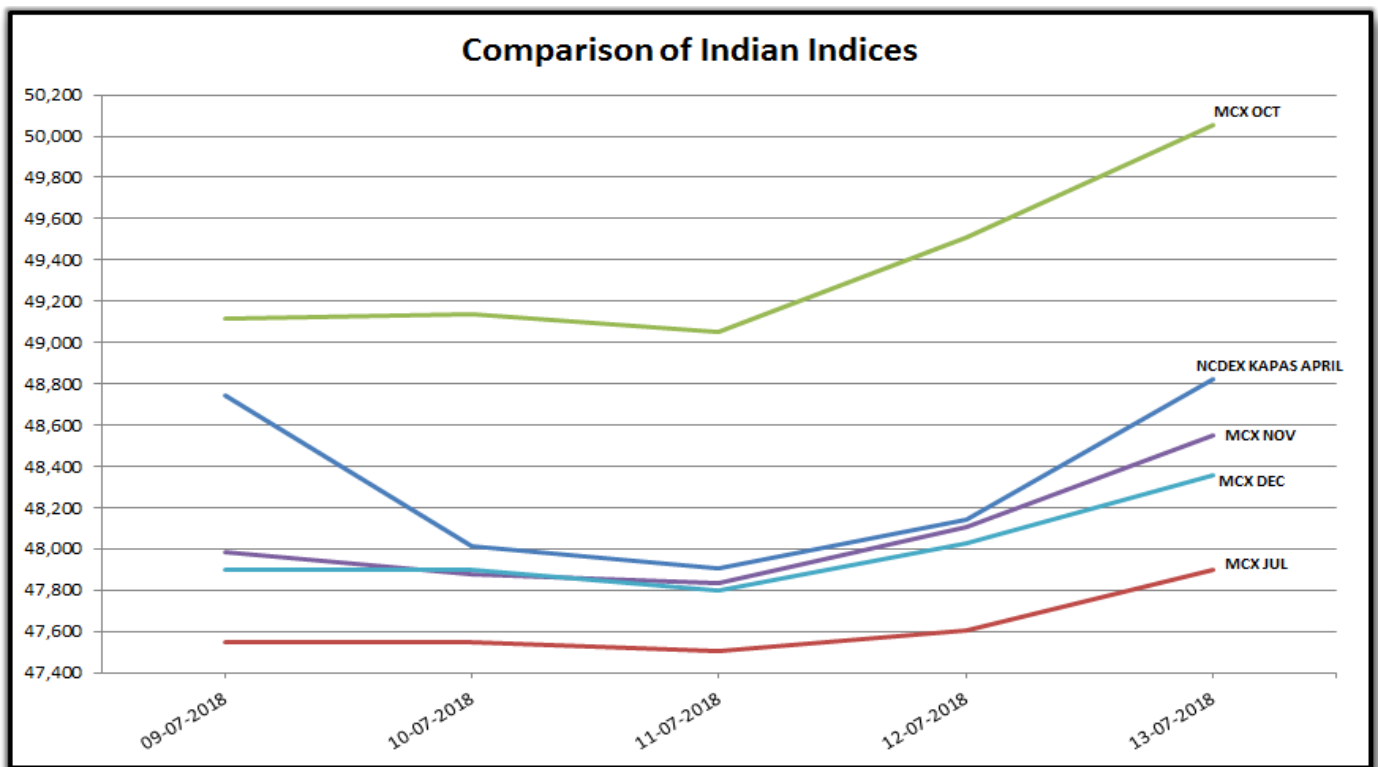




Indian Indices in Candy Rate

Date	NCDEX Kapas	MCX			
	April	Jul	Oct	Nov	Dec
09-07-2018	48,745	47,544	49,113	47,984	47,900
10-07-2018	48,013	47,544	49,134	47,879	47,900
11-07-2018	47,908	47,503	49,050	47,837	47,795
12-07-2018	48,143	47,607	49,511	48,109	48,025
13-07-2018	48,823	47,900	50,054	48,548	48,360

Remark: - For NCDEX Kapas we have taken cotton seed rate 425/20 Kg to convert into Candy.



IN THE WEEK AHEAD:

- Crop Progress will be released Monday at 3:00 p.m. Central Time
- The Export Sales report will be released Thursday at 7:30 a.m. Central Time.
- The CFTC Cotton On-Call report will be released Thursday at 2:30 p.m. Central Time.
- The CFTC's Commitments-of-Traders report will be released Friday at 2:30 p.m. Central Time.

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Gujcot Trade Association