



# Gujcot Trade Association

## Weekly Report

### Market Movement from 25<sup>TH</sup> June 2018 to 30<sup>TH</sup> June 2018

- Gujarat cotton prices of 29 mm remained between 47,100 to 47,400 Rs./Candy.
- Out state arrival was now negligible.
- All India arrivals remain daily 10,000 to 13,000 bales. With limited arrivals most ginning are closed.
- Gujarat pressing daily near 5,000 bales.
- NY July future w/w loss 0.05 cents.
- NY futures continued to slip, as December dropped another 138 points to close at 83.92 cents.
- Export demand is good. Due to weakness in Indian rupee, Indian prices are competitive.
- Indian Basis are positive so international merchants are squaring off their position.
- As merchants are selling in physical market, supply side got enough liquidity into market.
- Some Import bargains were Register from East Africa.

### Global

#### US weekly export sale,

- Net U.S. upland export sales cancellations of 18,900 RB were reported for this season and net new sales of 1,96,200 RB were reported for next season.
- Net upland export commitments for 2017-18 fell 18,900 running bales during the week ended last Thursday as cancellations of 69,700 RB exceeded gross sales of 50,800 RB, according to the USDA weekly report. These followed net cancellations of 1,12,600 RB the prior week.
- Upland shipments of 3,67,800 RB rose 18% from the prior week but dropped 15% from the prior four-week average. Shipments went to 27 countries, headed by Turkey, Vietnam, Indonesia, China and Thailand.
- Net Pima sales for this season of 2,300 RB fell 78% from the four-week average. For next season, net sales of 56,400 RB were up from 46,000 RB the prior week. Shipments of the extra-long staple cotton of 12,700 RB were up 72% from the prior week and 41% from the four-week average.

<b>US Export Sales 21-June-2018</b>	
<b>Current Marketing Year</b>	
Upland Gross sales	50,800
Cancellation	69,700
<b>Net Upland Sales</b>	<b>-18,900</b>
PIMA Gross Sales	10,000
Cancellation	7,700
<b>Net PIMA Sales</b>	<b>2,300</b>
Total Gross Sales	60,800
Total Cancellation	77,400
<b>Total Net Sales</b>	<b>-16,600</b>
<b>Shipments</b>	
Upland	3,67,800
PIMA	12,700
<b>Total Shipments</b>	<b>3,80,500</b>
<b>New Marketing Year</b>	
Net Upland Sales	1,96,200
Net PIMA Sales	56,400
<b>Total Net Sales</b>	<b>2,52,600</b>

## **US Acreage Report**

- Cotton: Area planted to cotton in 2018 is estimated at 13.5 million acres, up 7 percent from last year. Upland area is estimated at 13.3 million acres, up 7 percent from 2017. American Pima is estimated at 2,43,000 acres, down 4 percent from 2017. The upland planted area in Kansas is estimated at a record high and Oklahoma upland planted area is the highest since 1956.
- Cotton planted area is up from 2017 in most States across the cotton growing region except for Arizona, California, Louisiana, and Mississippi. In California, lower than expected water allocations had an impact on planted acres. In the Southern region, excessive rainfall in early May saturated fields leading many producers to delay planting. By the end of the month, dry conditions allowed producers to catch up quickly and get the cotton crop planted within the normal planting window. In Texas, the High Plains experienced high temperatures and lack of rain during the early part of May. However, by the end of the month, some areas received beneficial precipitation. By May 27, sixty-two percent of the Nation's acreage had been planted, 1 percentage point ahead of the same time last year. By June 24, thirty-two percent of the acreage was squaring, equal to last year but 4 percentage points ahead of the five-year average. As of June 24, forty-two percent of the acreage was rated in good to excellent condition, compared with 57 percent rated in these two categories at the same time last year. Producers planted 94 percent of their acreage with seed varieties developed using biotechnology, down 2 percentage points from last year. Varieties containing insect resistance (BT) were planted on 3 percent of the acreage, down 2 percentage points from last year. Herbicide resistant varieties were planted on 9 percent of the acreage down 2 percentage points from 2017. Stacked gene varieties, those containing both insect and herbicide resistance, were planted on 82 percent of the acreage, up 2 percentage points from a year ago.

## **China**

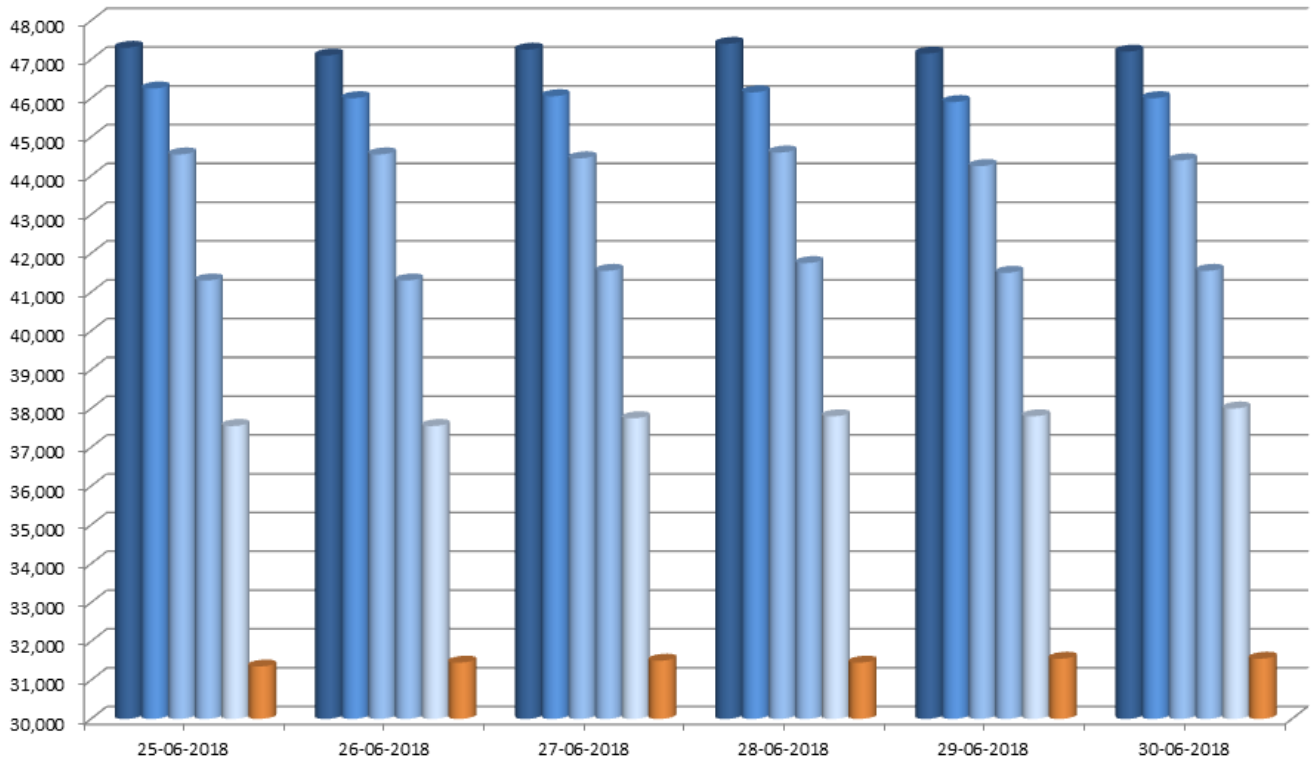
- China's Zhengzhou closed mostly lower and prices ended mixed on the China National Cotton Exchange.

<b>Average Rate Of Last week</b>					
<b>Variety</b>	<b>Staple Length</b>	<b>Mic.</b>	<b>Price Range</b>		<b>Average Of 6 Days</b>
			<b>Low</b>	<b>High</b>	
<b>Shankar 6</b>	29	3.8	47,100	47,400	47,233
<b>Shankar 6</b>	28.5	3.7	45,900	46,250	46,058
<b>Shankar 6</b>	28	3.6	44,250	44,600	44,467
<b>Shankar 6</b>	27	3.2	41,300	41,750	41,492
<b>Shankar 6</b>	26	3	37,550	38,000	37,742
<b>V-797</b>	13% Trash		31,350	31,550	31,475
<b>MCX Spot Rate</b>			22,590	22,710	22,642
<b>USD Exchange Rate</b>			68.12	68.79	68.45

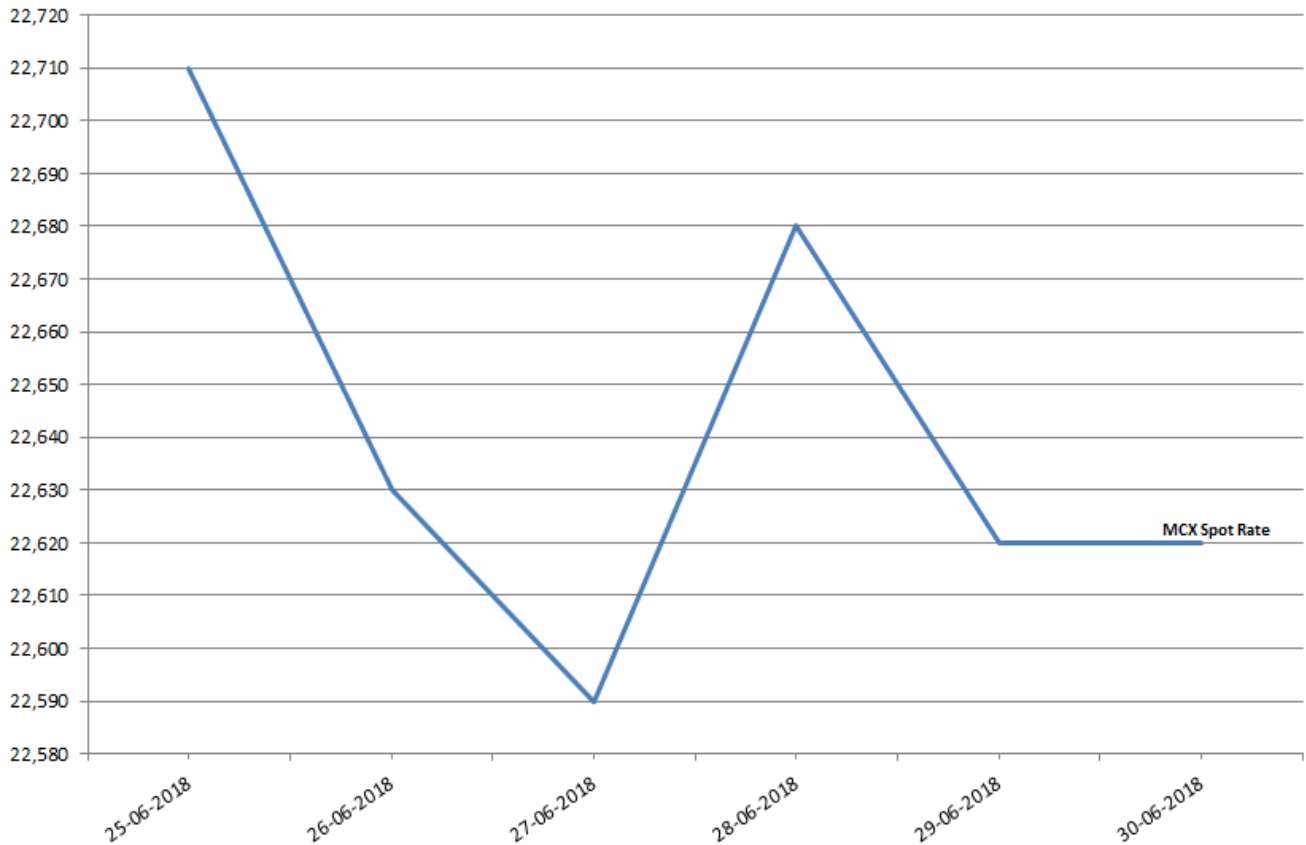
<b>Rate Of Last Week</b>								
<b>Date</b>	<b>29 3.8</b>	<b>28.5 3.7</b>	<b>28 3.6</b>	<b>27 3.2</b>	<b>26 3.0</b>	<b>V-797</b>	<b>MCX Spot Rate</b>	<b>USD-INR Exchange</b>
25-06-2018	47,300	46,250	44,550	41,300	37,550	31,350	22,710	68.12
26-06-2018	47,100	46,000	44,550	41,300	37,550	31,450	22,630	68.25
27-06-2018	47,250	46,050	44,450	41,550	37,750	31,500	22,590	68.61
28-06-2018	47,400	46,150	44,600	41,750	37,800	31,450	22,680	68.79
29-06-2018	47,150	45,900	44,250	41,500	37,800	31,550	22,620	68.47
30-06-2018	47,200	46,000	44,400	41,550	38,000	31,550	22,620	68.47

### Gujcot Average Spot Rates

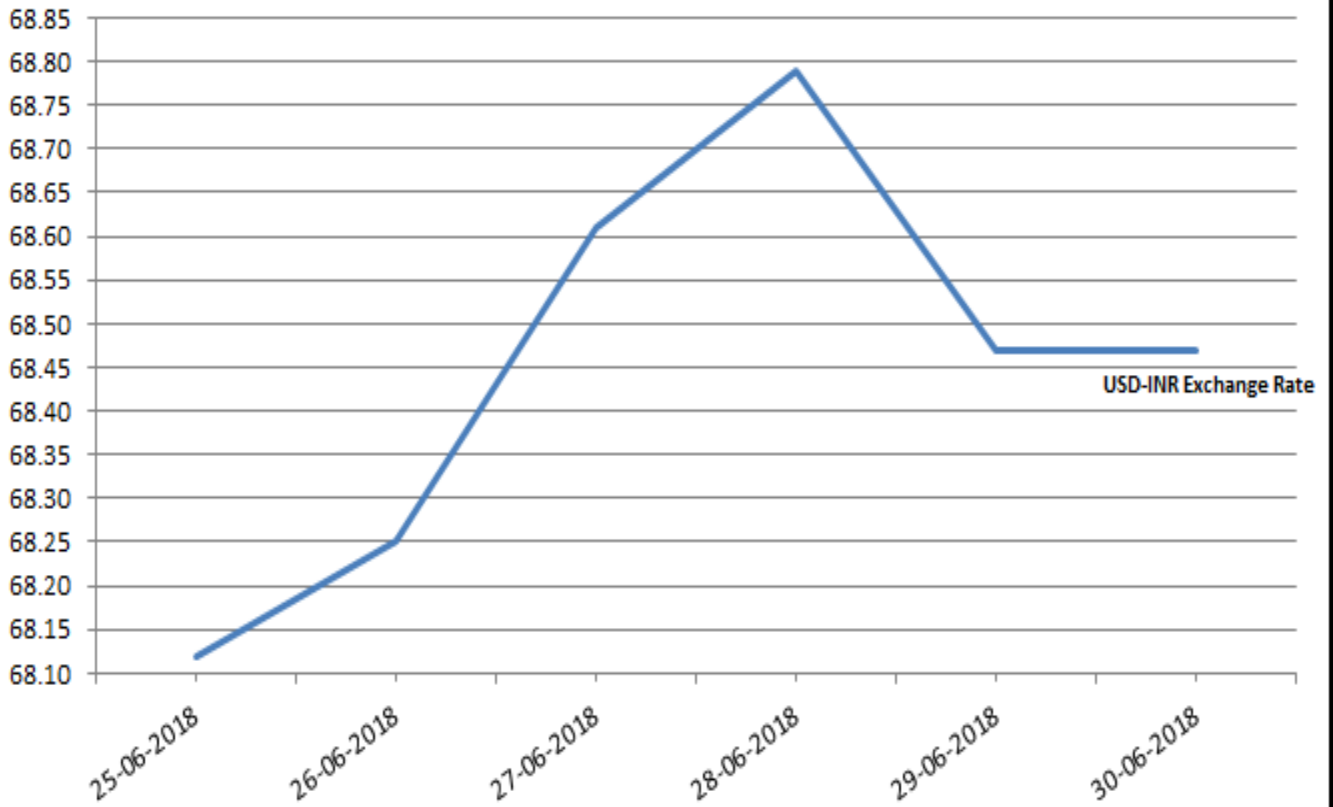
■ 29 ■ 28.50 ■ 28 ■ 27 ■ 26 ■ V797



### MCX Spot Rate Closing Of The Days'



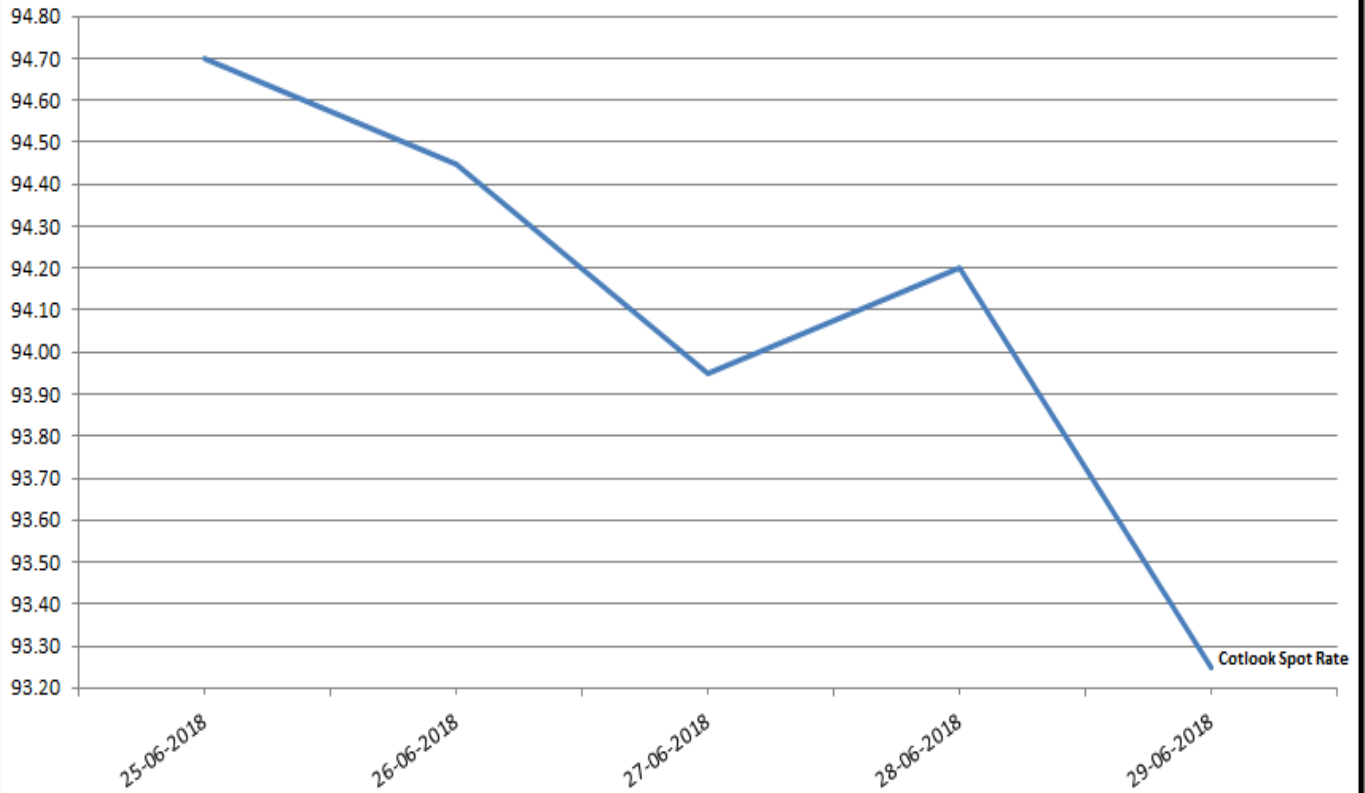
## USD-INR Exchange Rate Closing Of The Days'



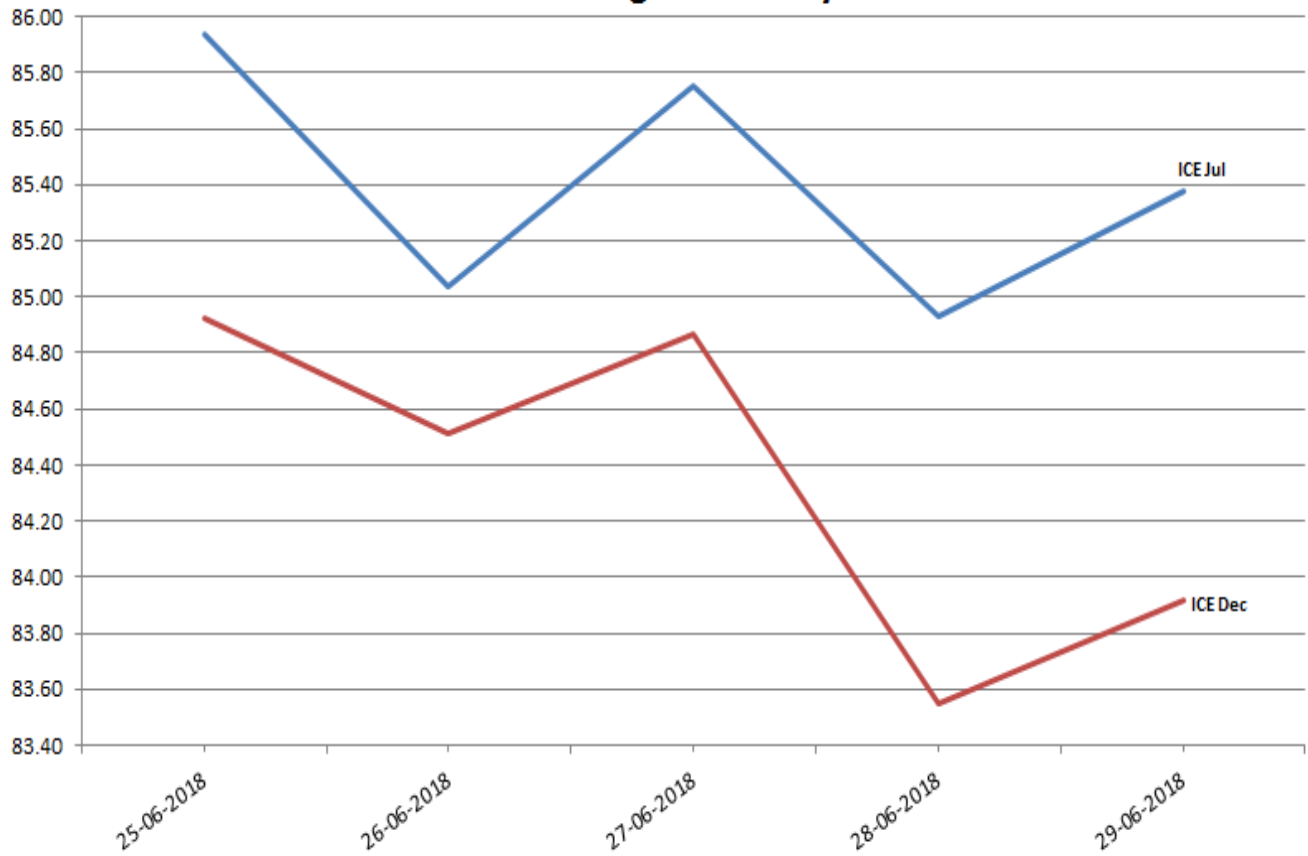
## Foreign Indices

Date	Cotlook	ICE	
	Spot Rate	Jul	Dec
25-06-2018	94.70	85.94	84.92
26-06-2018	94.45	85.04	84.51
27-06-2018	93.95	85.75	84.87
28-06-2018	94.20	84.93	83.55
29-06-2018	93.25	85.38	83.92

### Cotlook Spot Rate Of The Days'

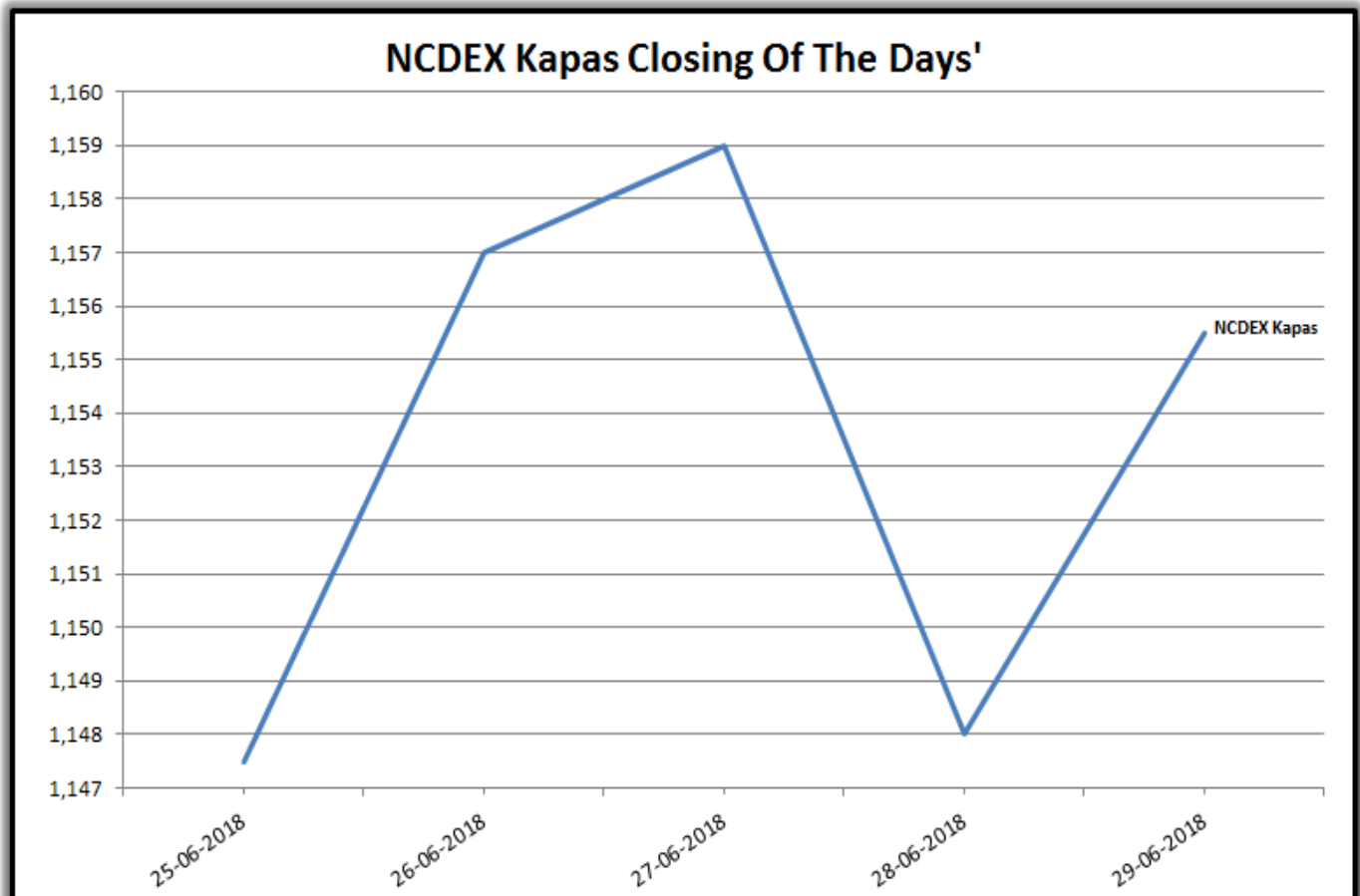


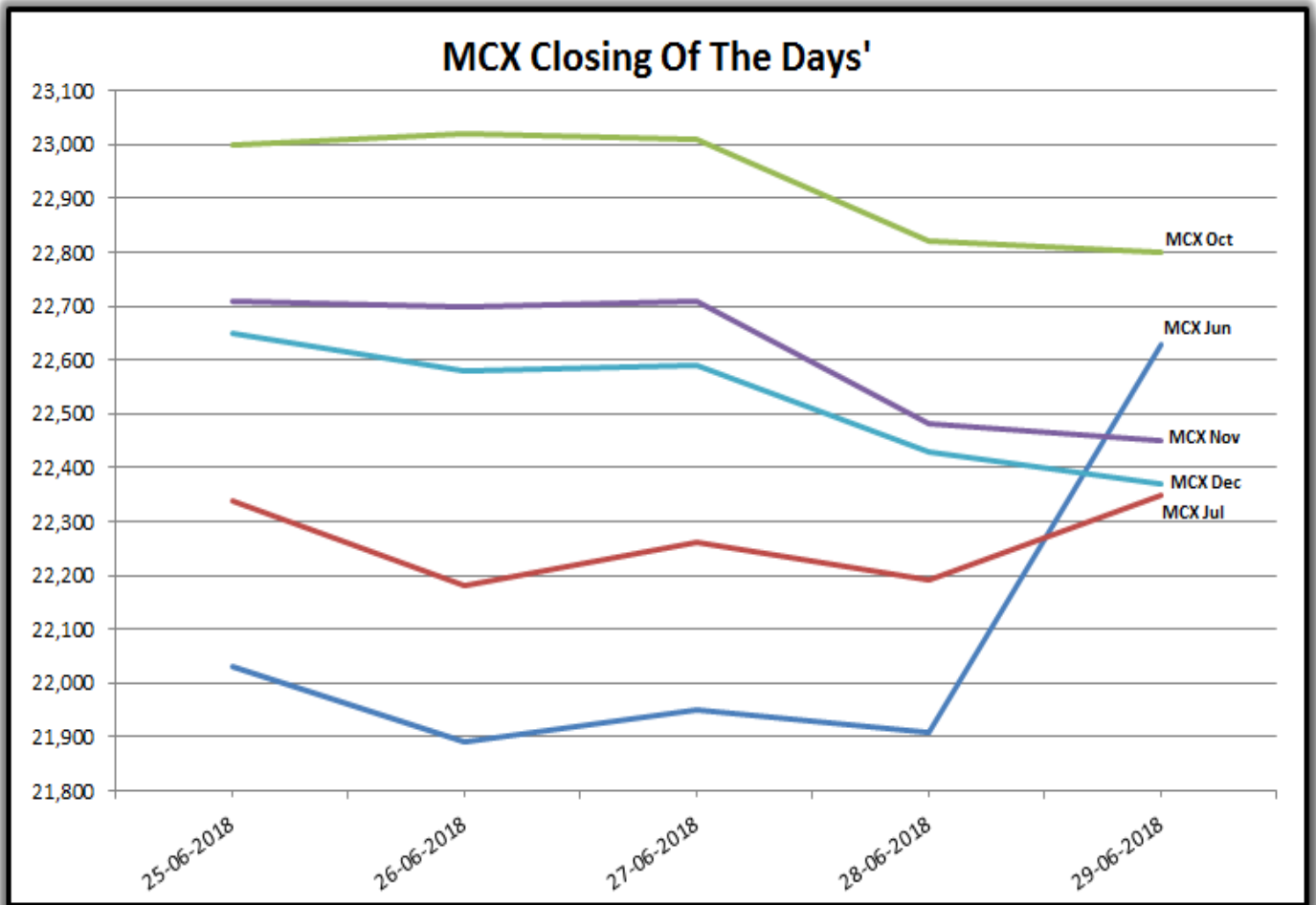
### ICE Closing Of The Days'



## Indian Indices

Date	NCDEX Kapas	MCX				
	April	Jun	Jul	Oct	Nov	Dec
25-06-2018	1147.5	22,030	22,340	23,000	22,710	22,650
26-06-2018	1157	21,890	22,180	23,020	22,700	22,580
27-06-2018	1159	21,950	22,260	23,010	22,710	22,590
28-06-2018	1148	21,910	22,190	22,820	22,480	22,430
29-06-2018	1155.5	22,630	22,350	22,800	22,450	22,370





**Report prepared by**

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Manager

**Gujcot Trade Association**