



# Gujcot Trade Association

## WEEKLY REPORT

### Market Movement from 27<sup>TH</sup> Aug 2018 to 01<sup>ST</sup> Sep 2018

- Gujarat Cotton prices of 29 mm remained between 48,100 to 48,350 Rs./Candy.
- Outstate arrivals almost ended.
- All India Daily Arrivals remained 2,000 to 2,500 bales. With limited arrivals, most of the ginning factories are closed.
- Gujarat Daily Pressing was approximately 500 bales.
- NY December futures w/w gain 0.59 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.
- During this week rupee was weaker against dollar.
- This week was dominated by bear.

### ALL INDIA COTTON SOWING As On 31-08-2018

<b>All India Cotton Sowing</b>				
As on 31-08-2018				
STATE	(Area in Lakh Hectare)			
	2018-2019	2017-2018	Change	
Punjab	2.840	3.850	-1.010	-26.23%
Haryana	6.650	6.560	0.090	1.37%
Rajasthan	4.961	5.031	-0.070	-1.39%
<b>North India</b>	<b>14.451</b>	<b>15.441</b>	<b>-0.990</b>	<b>-6.41%</b>
Gujarat	26.908	26.180	0.728	2.78%
Maharashtra	40.996	41.980	-0.984	-2.34%
Madhya Pradesh	6.880	5.990	0.890	14.86%
<b>Central India</b>	<b>74.784</b>	<b>74.150</b>	<b>0.634</b>	<b>0.86%</b>
Telangana	17.724	18.240	-0.516	-2.83%
Andra Pradesh	5.050	5.440	-0.390	-7.17%
Karnataka	3.840	4.610	-0.770	-16.70%
Tamil Nadu	0.062	0.266	-0.204	-76.69%
<b>South Zone</b>	<b>26.676</b>	<b>28.556</b>	<b>-1.880</b>	<b>-6.58%</b>
Orissa	1.578	1.450	0.128	8.83%
Others	0.172	0.286	-0.114	-39.86%
<b>All India</b>	<b>117.659</b>	<b>119.883</b>	<b>-2.224</b>	<b>-1.86%</b>

## GUJARAT COTTON SOWING As on 27-08-2018

Gujarat Districtwise Cotton Sowing		Till 27-August-2018	
<b>Kutch</b>	<b>510</b>	<b>Saurashtra</b>	<b>19,268</b>
Kutch	510	Surendranagar	3,445
		Rajkot	2,604
<b>North Gujarat</b>	<b>2,727</b>	Jamnagar	1,836
Banarsakantha	460	Porbandar	107
Patan	448	Junagadh	761
Mehsana	347	Amreli	4,022
Sabarkantha	787	Bhavnagar	2,253
Gandhinagar	240	Morbi	2,182
Aravali	445	Botad	1,661
		GirSomnath	183
<b>Middle Gujarat</b>	<b>3,055</b>	DevbhumiDwarka	213
Ahmedabad	1,012		
Anand	20	<b>South Gujarat</b>	<b>1,447</b>
Kheda	186	Surat	55
Panchmahal	137	Narmada	479
Dahod	4	Bharuch	785
Vadodara	810	Dang	
Mahisagar	76	Navsari	
Chota Udaipur	810	Valsad	
		Tapi	129
<b>SUMMARY</b>			
<b>Kutch</b>	<b>510</b>	1.89%	
<b>North Gujarat</b>	<b>2,727</b>	10.10%	
<b>Middle Gujarat</b>	<b>3,055</b>	11.31%	
<b>Saurashtra</b>	<b>19,268</b>	71.34%	
<b>South Gujarat</b>	<b>1,447</b>	5.36%	
<b>TOTAL</b>	<b>27,007</b>	100.00%	
<b>All Figures in '00 Hectares</b>			

# Global

## US Weekly Export Sales

- Net UPLAND sales of 1,50,600 RB for 2018-2019 were reported for China (44,500 RB, including decreases of 500 RB), Vietnam (30,400 RB, including 4,400 RB switched from China, 1,700 RB switched from South Korea, and 300 RB switched from Thailand), Pakistan (20,400 RB), South Korea (16,400 RB), and Bangladesh (8,800 RB).
- Reductions were reported for Japan (2,300 RB) and El Salvador (1,600 RB). For 2019-2020, net UPLAND sales of 49,600 RB were reported for China (48,400 RB) and India (1,200 RB).
- UPLAND Exports of 1,72,600 RB were primarily to Vietnam (61,000 RB), Mexico (18,200 RB), Indonesia (17,900 RB), Turkey (11,000 RB), and South Korea (9,600 RB).
- Net sales of PIMA totaling 10,600 RB for 2018-2019 were reported for India (6,100 RB), China (3,500 RB), and Peru (700 RB).
- PIMA Exports of 2,400 RB were primarily to India (1,200 RB), Turkey (500 RB), Peru (300 RB), and Bangladesh (300 RB).

US Export Sales	23-Aug-2018
<b>Marketing Year 2018-19</b>	
Upland Gross Sales	1,54,900
Cancellation	4,300
<b>Net Upland Sales</b>	<b>1,50,600</b>
PIMA Gross Sales	10,600
Cancellation	0
<b>Net PIMA Sales</b>	<b>10,600</b>
Total Gross Sales	1,65,500
Total Cancellation	4,300
<b>Total Net Sales</b>	<b>1,61,200</b>
<b>Shipments</b>	
UPLAND	1,72,600
PIMA	2,400
<b>Total Shipment</b>	<b>1,75,000</b>
<b>Marketing Year 2019-20</b>	
Net Upland Sales	49,600
Net PIMA Sales	0
<b>Total Net Sales</b>	<b>49,600</b>
All Figures in US Running Bale	

## Cumulative Update of reserve auction of china

From March 12 to August 31, the accumulated turnover of reserve cotton was 21,17,300 tons, and the turnover rate was 57.83%.

## China report from Reinhart weekly report

A sideways consolidative type of trading at the ZCE cotton futures market continues. Both, short- and long-term outlooks are neutral with important support and resistance levels at 16'000 and 17'500 respectively.

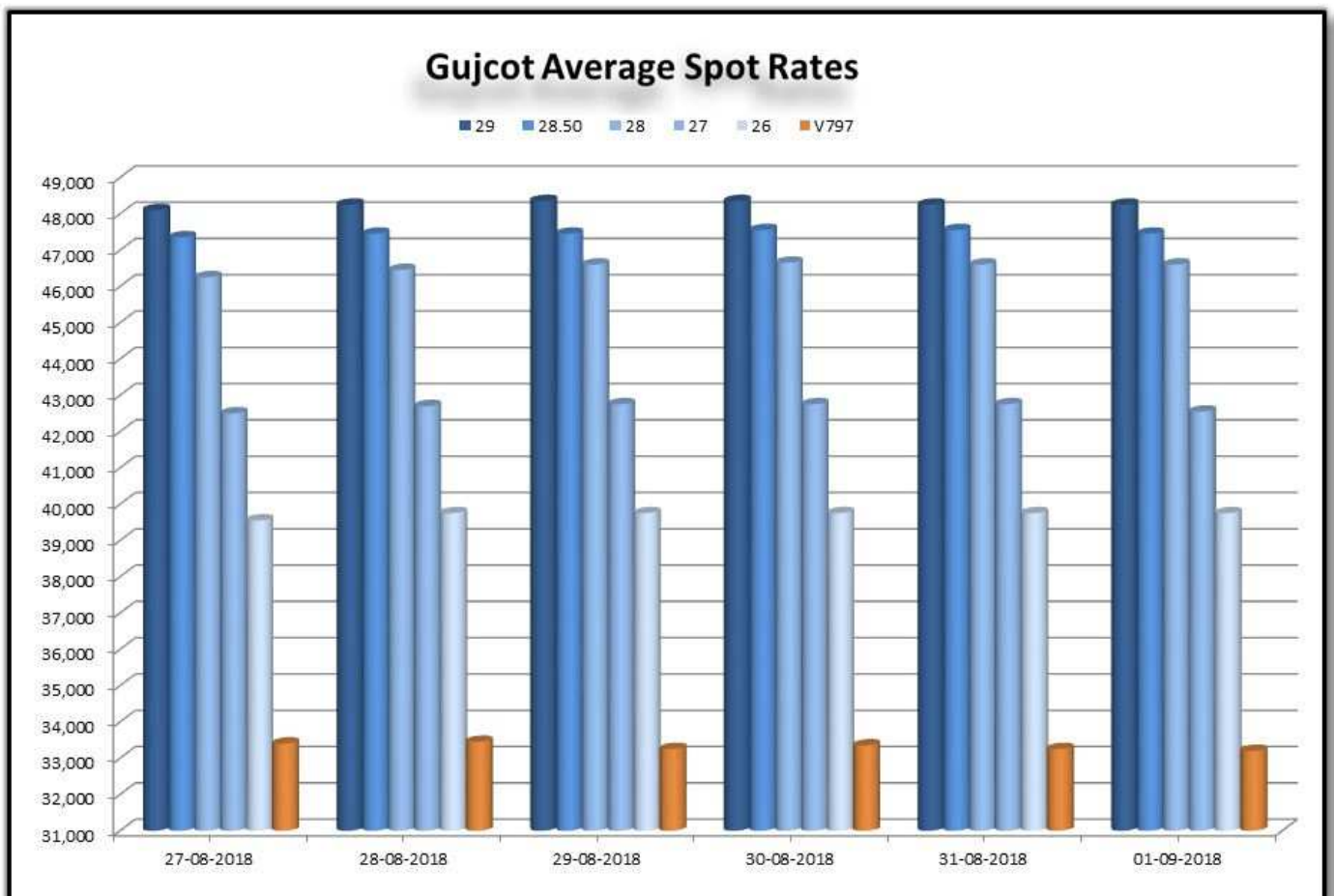
Physical markets remained slow during the entire week, as local Reserve cotton remains the most attractive source of raw material. Recent reports from Xinjiang are optimistic about the crop, although late by 1-2 weeks. Provided the weather remains good, the final size of total Chinese production could turn out similar to last year's figure near 6 million tons, somewhat higher than the latest USDA estimate of 5.77 million tons. On the other hand, spinning mills mostly report good cotton demand due to still increasing polyester prices and the weak exchange rate. So even with a higher crop figure, there is no change in the fundamental fact that China runs a cotton deficit of (very roughly) 3 million tons per year.

The earlier announced distribution of 800'000 tons sliding scale quota has been reconfirmed and is supposed to happen in September. In view of the ample supply in the domestic market, it is questionable whether that will add much import demand in the short term. The quota is reported to be valid until February 2019.

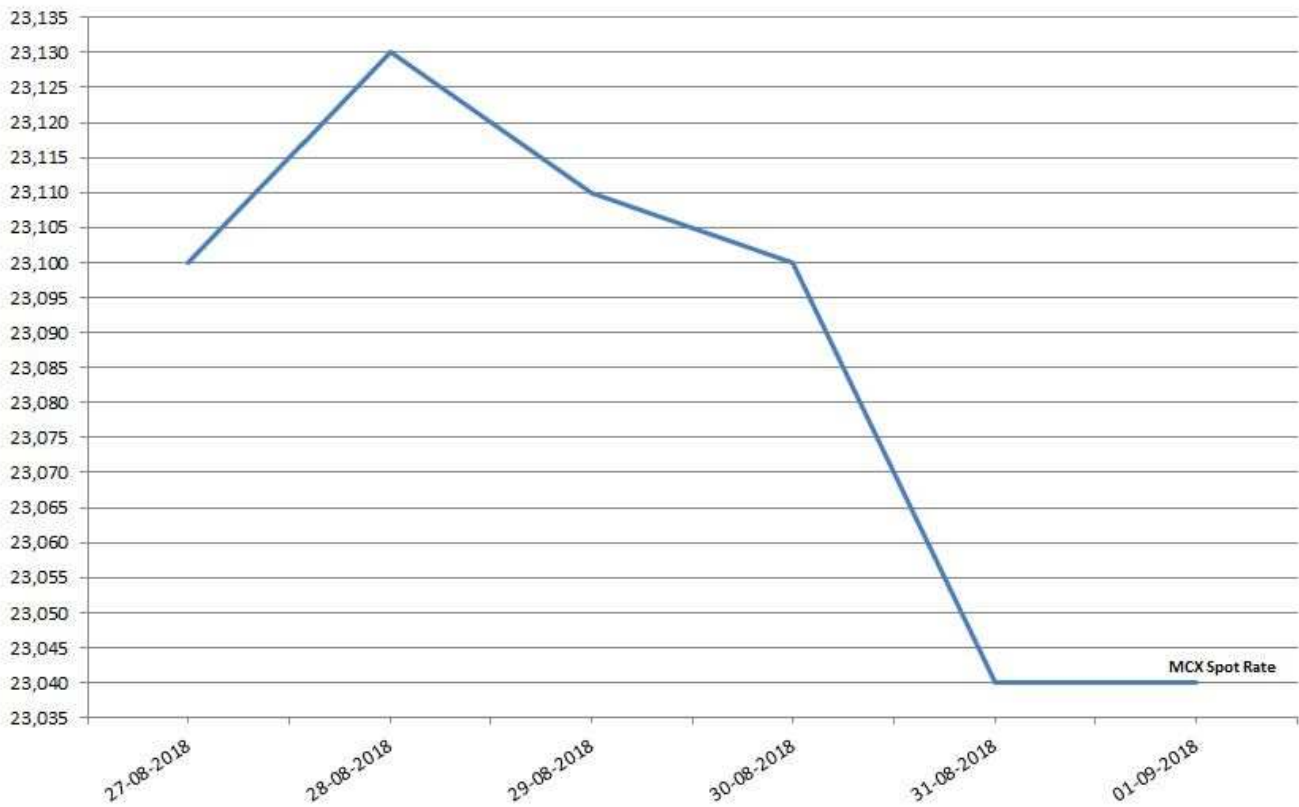
<b>Average Rate of Last week</b>					
Variety	Staple Length	Mic.	Price Range		Average Of 6 Days
			Low	High	
Shankar 6	29	3.8	48,100	48,350	48,258
Shankar 6	28.5	3.7	47,350	47,550	47,467
Shankar 6	28	3.6	46,250	46,650	46,525
Shankar 6	27	3.2	42,500	42,750	42,667
Shankar 6	26	3	39,550	39,750	39,717
V-797	13% Trash		33,200	33,450	33,317
<b>MCX Spot Rate</b>			23,040	23,130	23,087
<b>USD Exchange Rate</b>			70.10	70.99	70.59

<b>Rate of Last Week</b>								
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
27-08-2018	48,100	47,350	46,250	42,500	39,550	33,400	23,100	70.15
28-08-2018	48,250	47,450	46,450	42,700	39,750	33,450	23,130	70.10
29-08-2018	48,350	47,450	46,600	42,750	39,750	33,250	23,110	70.59
30-08-2018	48,350	47,550	46,650	42,750	39,750	33,350	23,100	70.73
31-08-2018	48,250	47,550	46,600	42,750	39,750	33,250	23,040	70.99
01-09-2018	48,250	47,450	46,600	42,550	39,750	33,200	23,040	70.99

# Cotton Price Movement during the Last Week



### MCX Spot Rate Closing Of The Days'

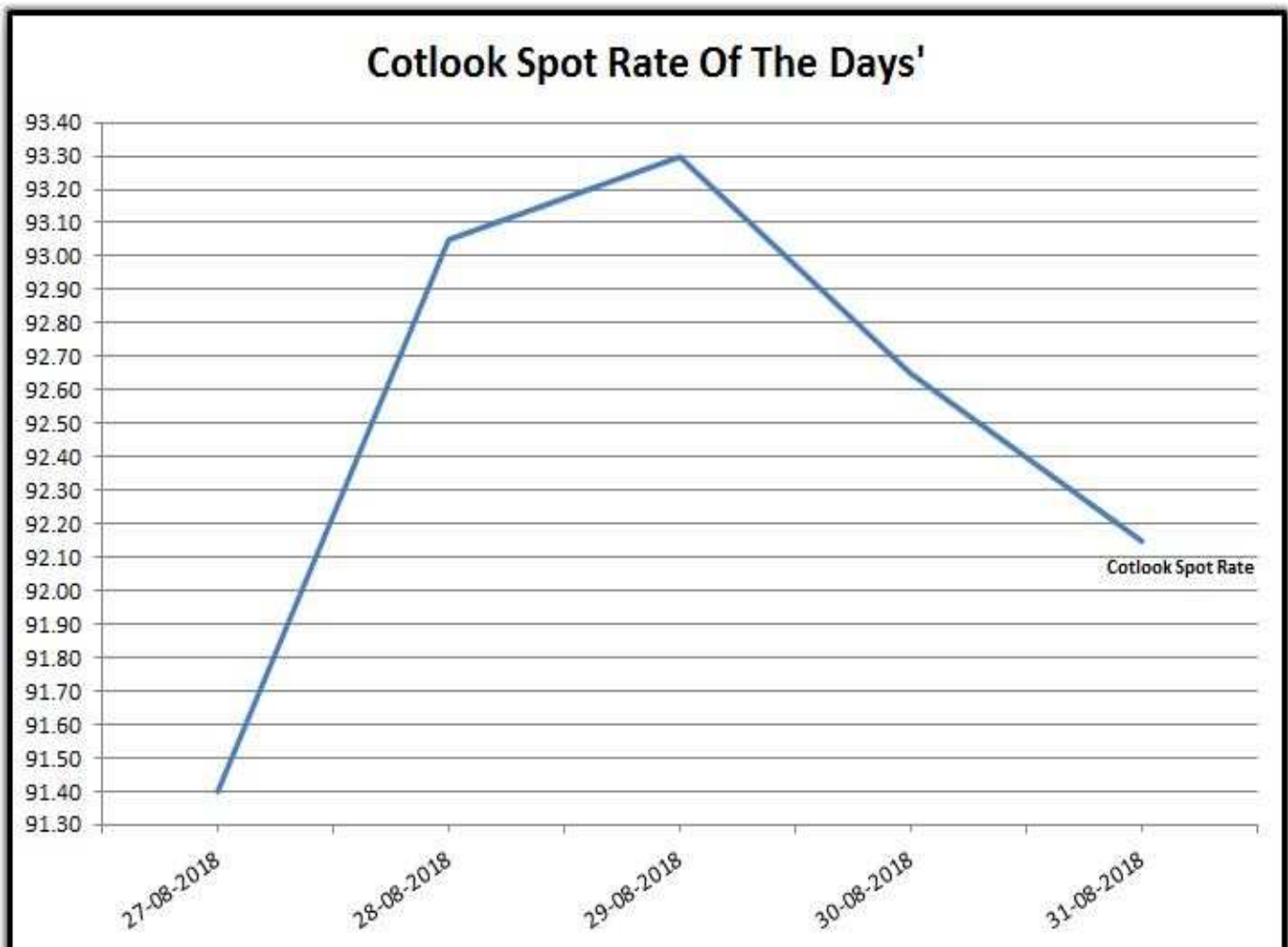


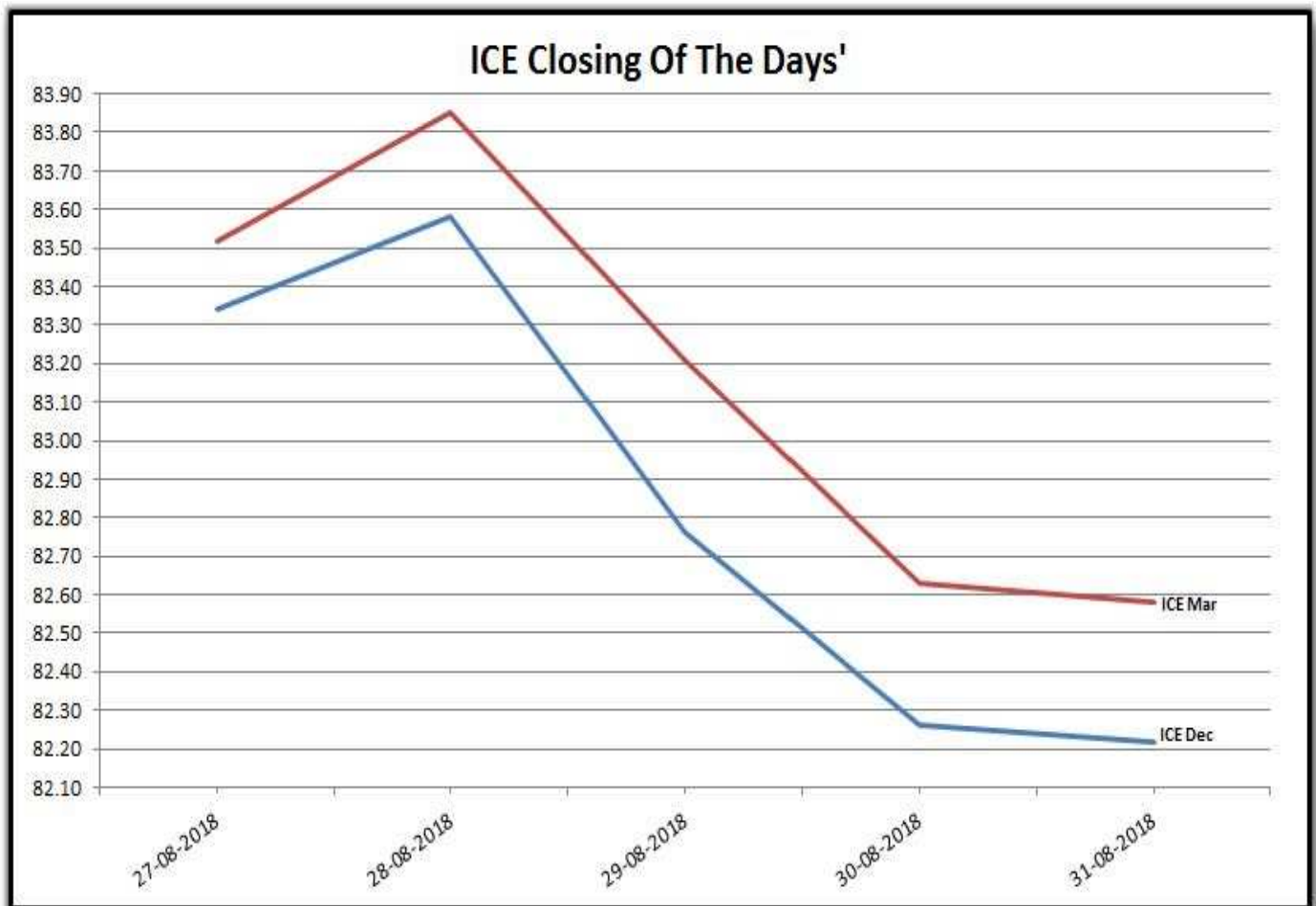
### USD-INR Exchange Rate Closing Of The Days'



## Foreign Cotton Indices

Date	Cotlook	ICE	
	Spot Rate	Dec-18	Mar-19
27-08-2018	91.40	83.34	83.52
28-08-2018	93.05	83.58	83.85
29-08-2018	93.30	82.76	83.21
30-08-2018	92.65	82.26	82.63
31-08-2018	92.15	82.22	82.58

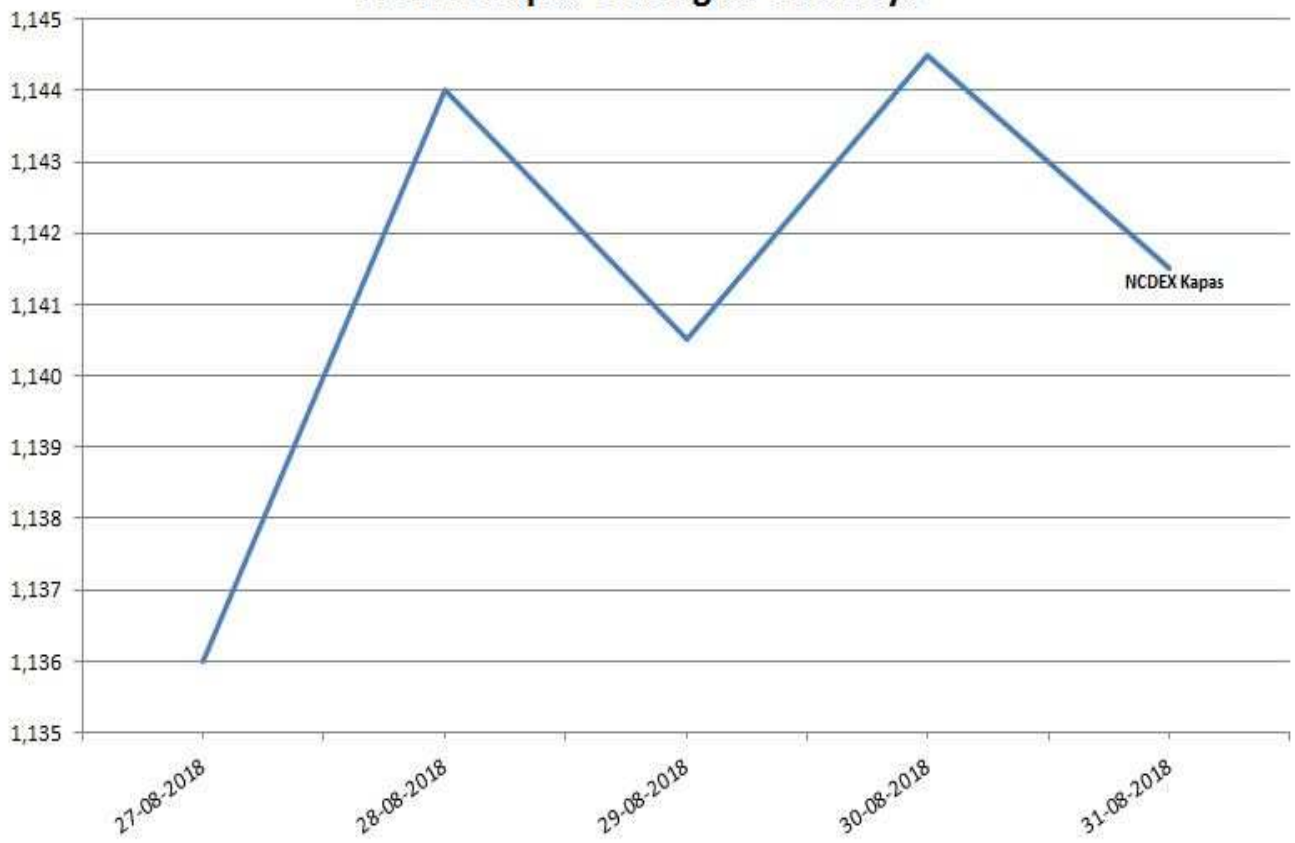




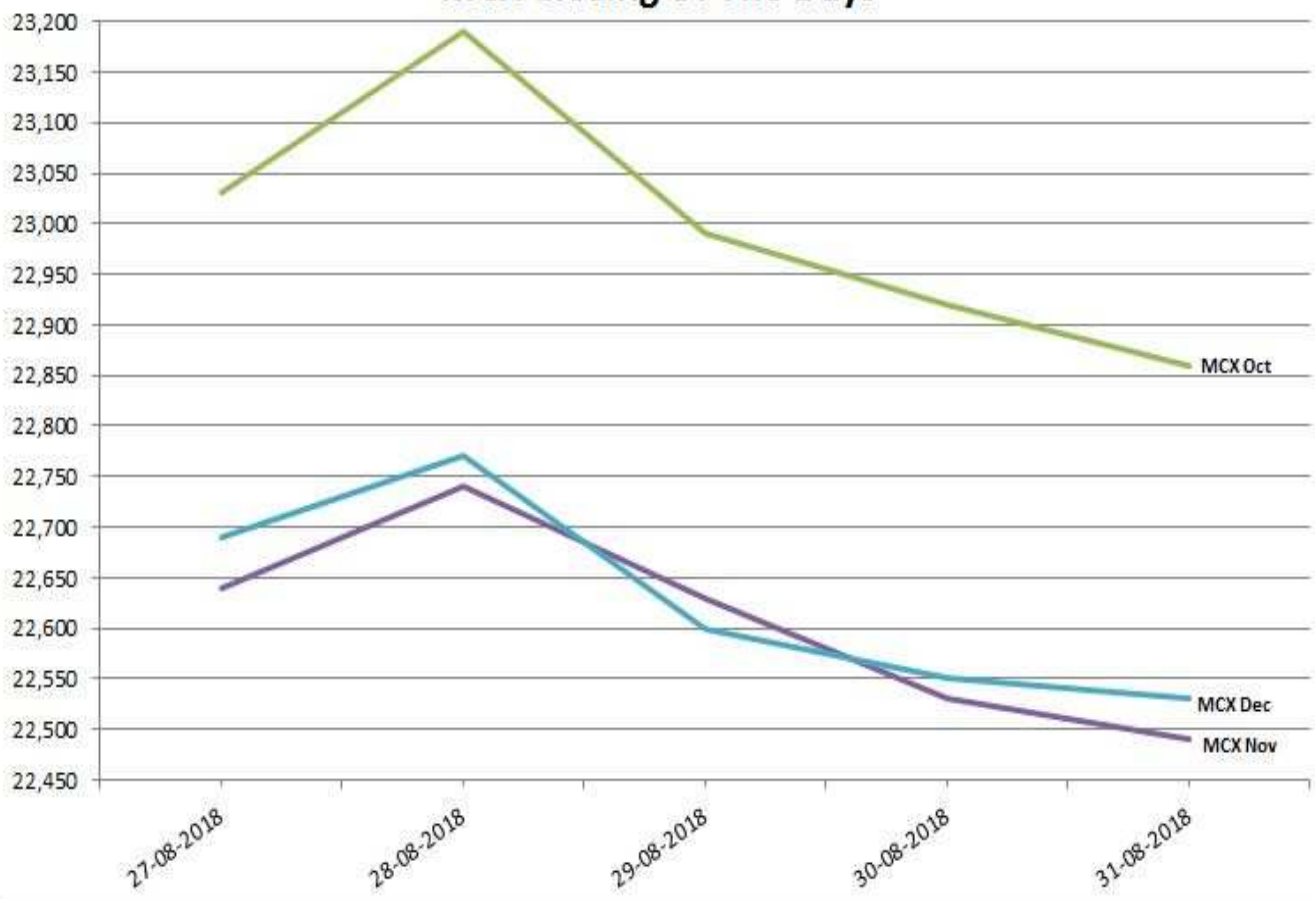
<b>Indian Cotton Indices</b>				
<b>Date</b>	<b>NCDEX Kapas</b>	<b>MCX</b>		
	<b>30-Apr-19</b>	<b>Oct-18</b>	<b>Nov-18</b>	<b>Dec-18</b>
27-08-2018	1136	23,030	22,640	22,690
28-08-2018	1144	23,190	22,740	22,770
29-08-2018	1140.5	22,990	22,630	22,600
30-08-2018	1144.5	22,920	22,530	22,550
31-08-2018	1141.5	22,860	22,490	22,530



### NCDEX Kapas Closing Of The Days'



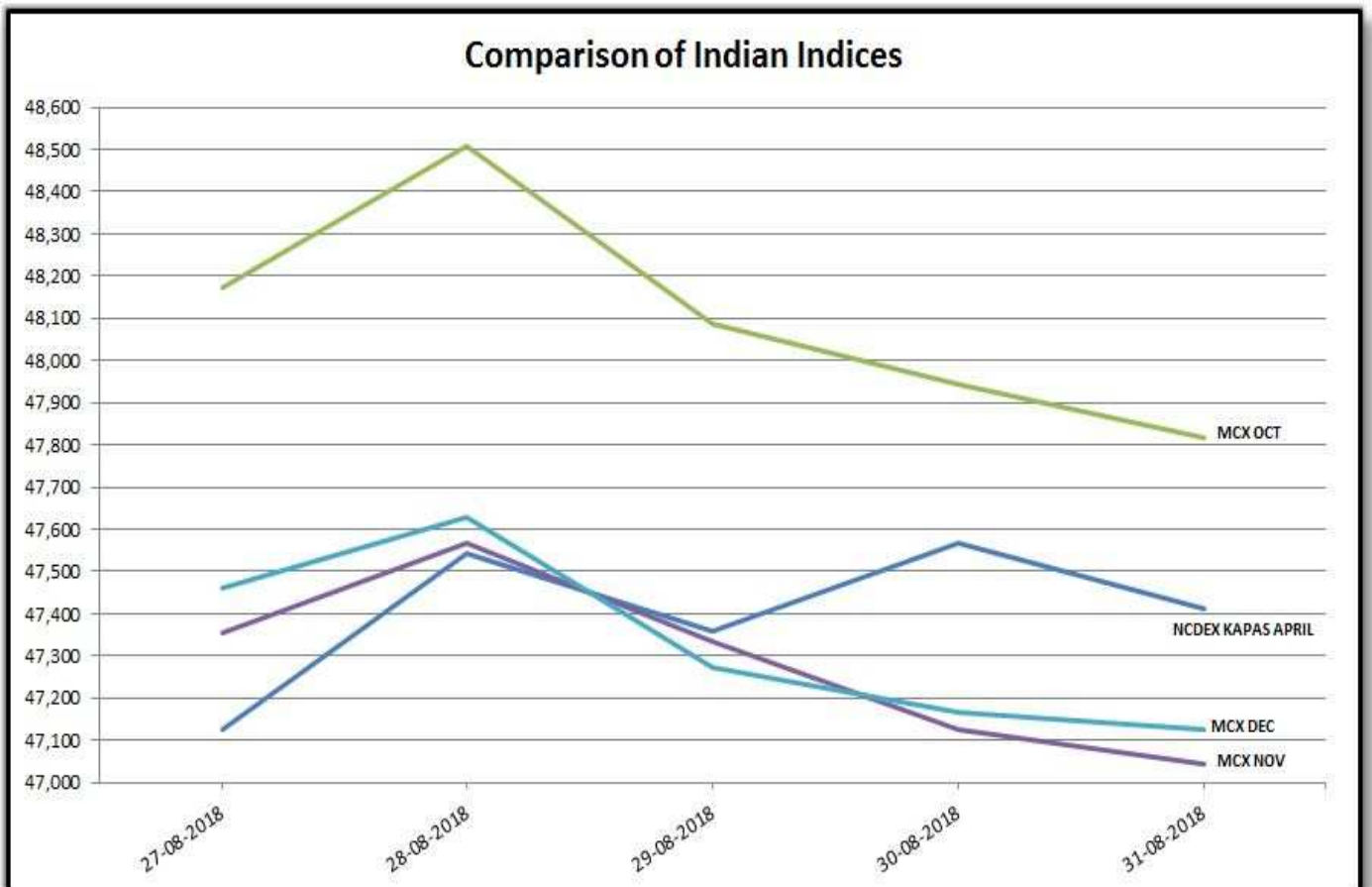
### MCX Closing Of The Days'



## Indian Cotton Indices in Candy Rate

Date	NCDEX Kapas	MCX		
	April	Oct	Nov	Dec
27-08-2018	47,124	48,172	47,356	47,461
28-08-2018	47,542	48,507	47,565	47,628
29-08-2018	47,359	48,088	47,335	47,272
30-08-2018	47,568	47,942	47,126	47,168
31-08-2018	47,411	47,816	47,042	47,126

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



## **IN THE WEEK AHEAD:**

- Crop Progress will be released Tuesday at 3:00 p.m. Central Time
- The Export Sales report will be released Friday 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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