



Gujcot Trade Association

WEEKLY REPORT

Market Movement from 10th Dec 2018 to 15th Dec 2018

- Very stable range was seen in NY March Future between 79.41 to 80.02. But Indian Indices MCX remained very volatile with large range. Due to Indian rupee depreciation during the week.
- There was two big events. WASDE and US Export Sales both were bearish but market did not lowered and remained almost unchanged.
- Due to sluggish demand in yarn and cloths mills are not interested to build inventories and running hand to mouth.
- Overall this week was stable in small price range.
- Gujarat 29 mm Cotton sold between 44,650 to 45,150 Rs./Candy.
- Otherstate Kapas arrivals from Madhya Pradesh and Maharashtra continued in good quantities.
- All India Daily Arrivals remained between 1,60,000 to 1,75,000 bales.
- Gujarat Daily Pressing was approximately 50,000 bales.
- NY Marchfutures w/w lost 0.63 cents.
- Indian Rupee weakened against USD during this week from 71.33 to 72.01.
- In Gujarat ginner have huge disparity so ginning is running in slow pace.

Global

US Weekly Export Sales

- Net UPLAND sales of 47,100 RB for 2018-2019 were down 50 percent from the previous week and 66 percent from the prior 4-week average. Increases were reported for Vietnam (29,300 RB, including 4,100 RB switched from South Korea, 1,900 RB switched from China, 200 RB switched from Japan, and decreases of 1,800 RB), China (11,700 RB, including decreases of 13,200 RB), Mexico (8,100 RB), Indonesia (7,200 RB, including 2,300 RB switched from China and 500 RB switched from Japan), and Turkey (5,500 RB). Reductions were reported for Bangladesh (28,600 RB), South Korea (1,600 RB), and Malaysia (400 RB).
- For 2019-2020, net UPLAND sales of 33,500 RB were reported for Bangladesh (22,000 RB), China (8,800 RB), Mexico (2,600 RB), and Japan (100 RB).
- UPLAND Exports of 1,54,500 RB were down 3 percent from the previous week, but up 13 percent from the prior 4-week average. Exports were primarily to Vietnam (46,500 RB), China (25,200 RB), Mexico (17,800 RB), Indonesia (13,500 RB), and South Korea (7,800 RB).
- Net sales of PIMA totaling 10,900 RB for 2018/2019 were down 51 percent from the previous week and 49 percent from the prior 4-week average. Increases were reported for India (5,500 RB), Peru (4,000 RB, including decreases of 100 RB), Turkey (400 RB), and Honduras (400 RB). Reductions were reported for Japan (100 RB).
- PIMA Exports of 11,700 RB were down 29 percent from the previous week, but up 35 percent from the prior 4-week average. The destinations were primarily to China (7,200 RB), India (1,900 RB), and Pakistan (1,600 RB).

US Export Sales		06-Dec-2018
Marketing Year 2018-19		
Upland Gross Sales		1,09,700
Cancellation		62,600
Net Upland Sales		47,100
PIMA Gross Sales		11,000
Cancellation		100
Net PIMA Sales		10,900
Total Gross Sales		1,20,700
Total Cancellation		62,700
Total Net Sales		58,000
Shipments		
UPLAND		1,54,500
PIMA		11,700
Total Shipment		1,66,200
Marketing Year 2019-20		
Net Upland Sales		33,500
Net PIMA Sales		0
Total Net Sales		33,500
All Figures in US Running Bale		

USDA WASDE Report

This month's 2018/19 U.S. cotton forecasts include slightly higher production and ending stocks. Production is raised 180,000 bales due mainly to a 300,000-bale increase in Texas. Domestic mill use and exports are unchanged. Ending stocks, forecast at 4.4 million bales in 2018/19, are 100,000 bales above both last month and the 2017/18 estimate.

The forecast range for the marketing year average price received by producers is unchanged from November, 71 to 77 cents per pound, with a midpoint of 74 cents.

The global 2018/19 forecasts compared with last month include lower production, lower consumption, higher trade, and slightly higher ending stocks. Global production is 645,000 bales lower with smaller crops in Pakistan, China, India, Turkmenistan, and Turkey. These changes more than offset a 1.0-million-bale increase in Brazil and smaller increases in the United States and Cote d'Ivoire.

Global consumption is 1.3 million bales lower largely due to a 1.0-million-bale decline for China, but consumption is also lower in Pakistan, Turkey, and Uzbekistan. Global trade is 600,000 bales higher, with imports up in Pakistan, India, and Malaysia, while exports are higher from Brazil, Argentina, Cote d'Ivoire, India, and Uzbekistan.

Projected 2018/19 global ending stocks are nearly 600,000 bales higher this month, but at 73.2 million bales are down 7.3 million bales from the year before.

China report from Reinhart weekly report

A narrow-ranged consolidation is ongoing in the ZCE cotton futures market. The short-term outlook remains negative if prices do not break and build value above 15'520 (basis May19 contract). Support is at 15'000-14'875, then at 14'500. Resistance at 15'520, then at around 16'000.

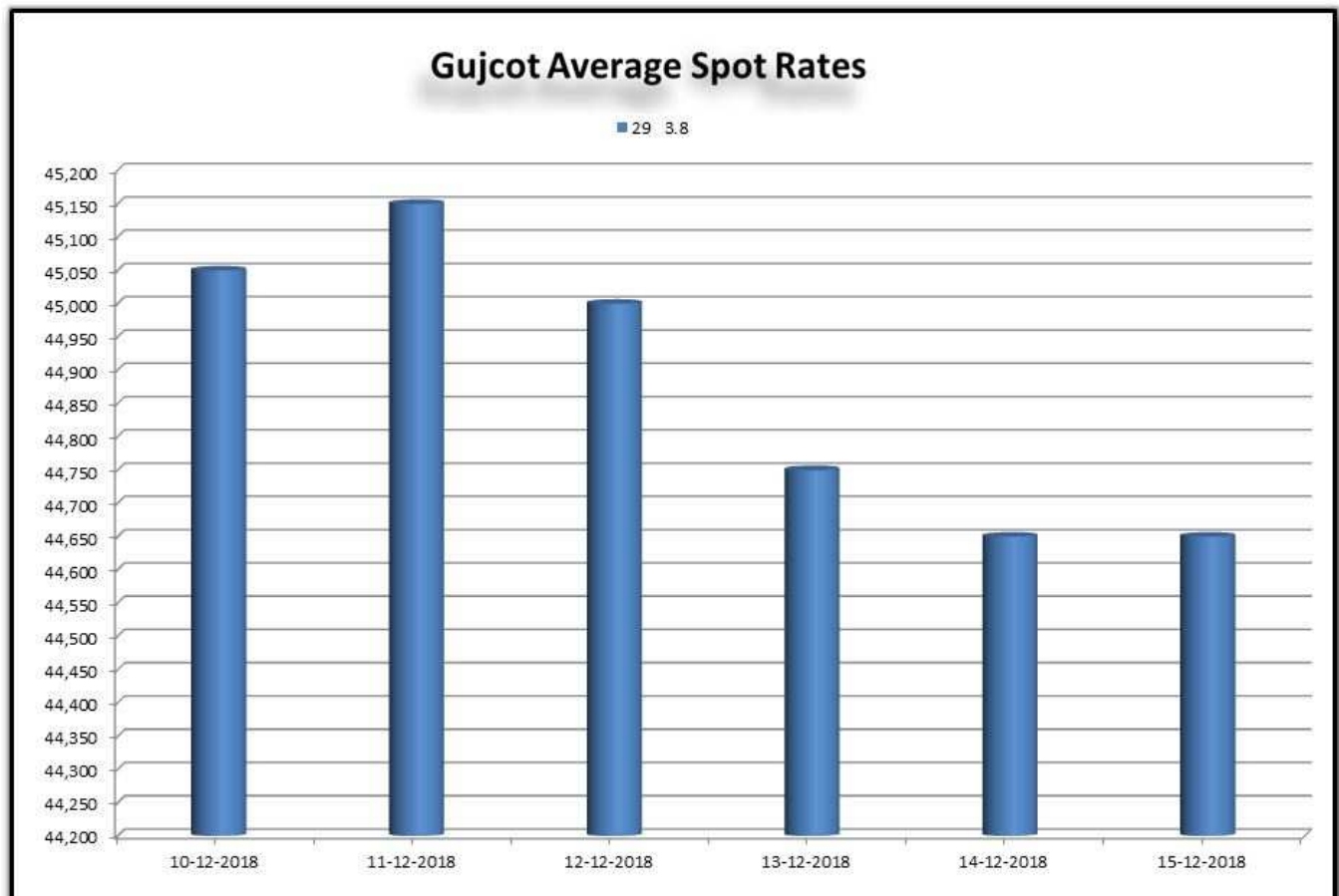
Both, domestic and import cotton business, remained sluggish this week. Rumors circulating that China restarted purchases of US soybeans and liquefied natural gas. No signs yet that US cotton purchases have also been resumed.

Average Rate Of Last week					
Variety	Staple Length	Mic.	Price Range		Average Of 6 Days
			Low	High	
Shankar 6	29	3.8	44,650	45,150	44,875
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			21,510	21,740	21,610
USD Exchange Rate			71.33	72.01	71.78

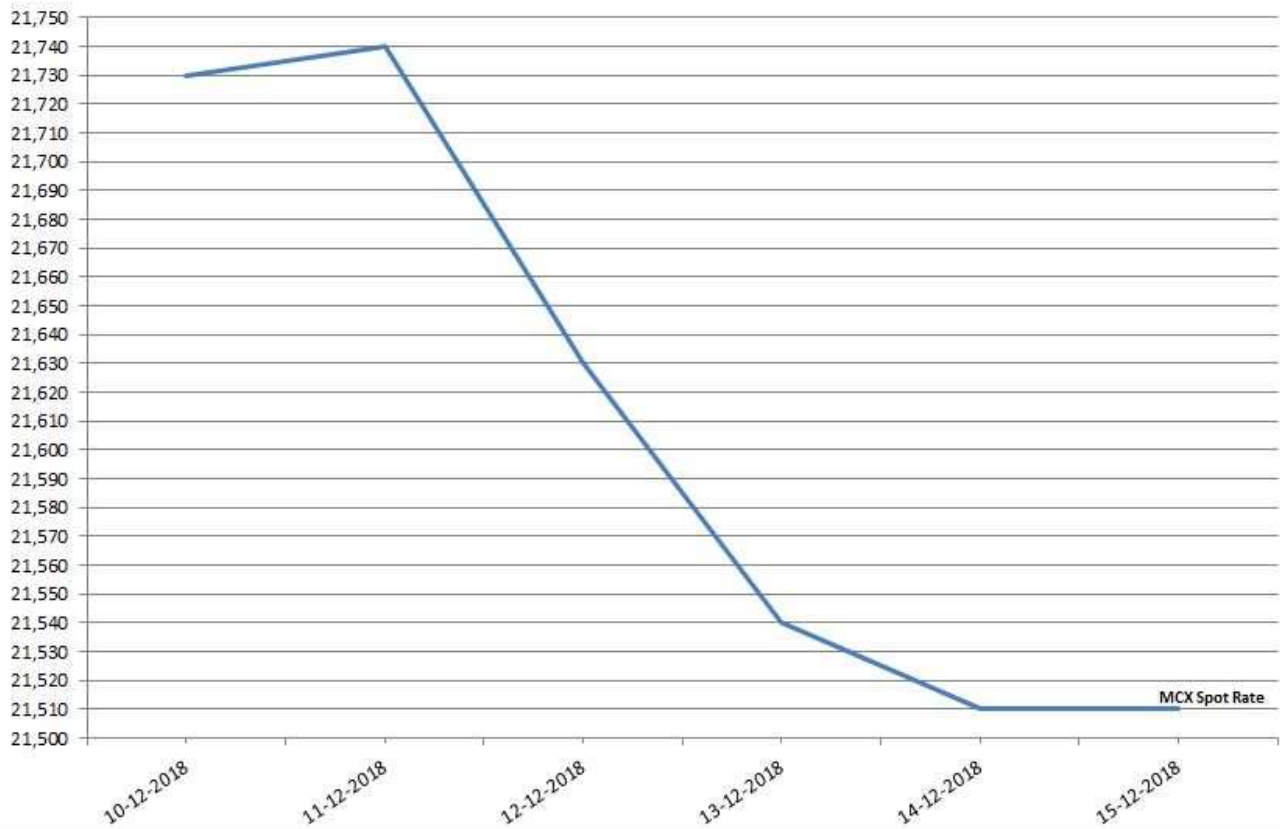
Rate Of Last Week

Date	29 3.8	MCX Spot Rate	USD-INR Exchange
10-12-2018	45,050	21,730	71.33
11-12-2018	45,150	21,740	71.85
12-12-2018	45,000	21,630	72.01
13-12-2018	44,750	21,540	71.68
14-12-2018	44,650	21,510	71.89
15-12-2018	44,650	21,510	71.89

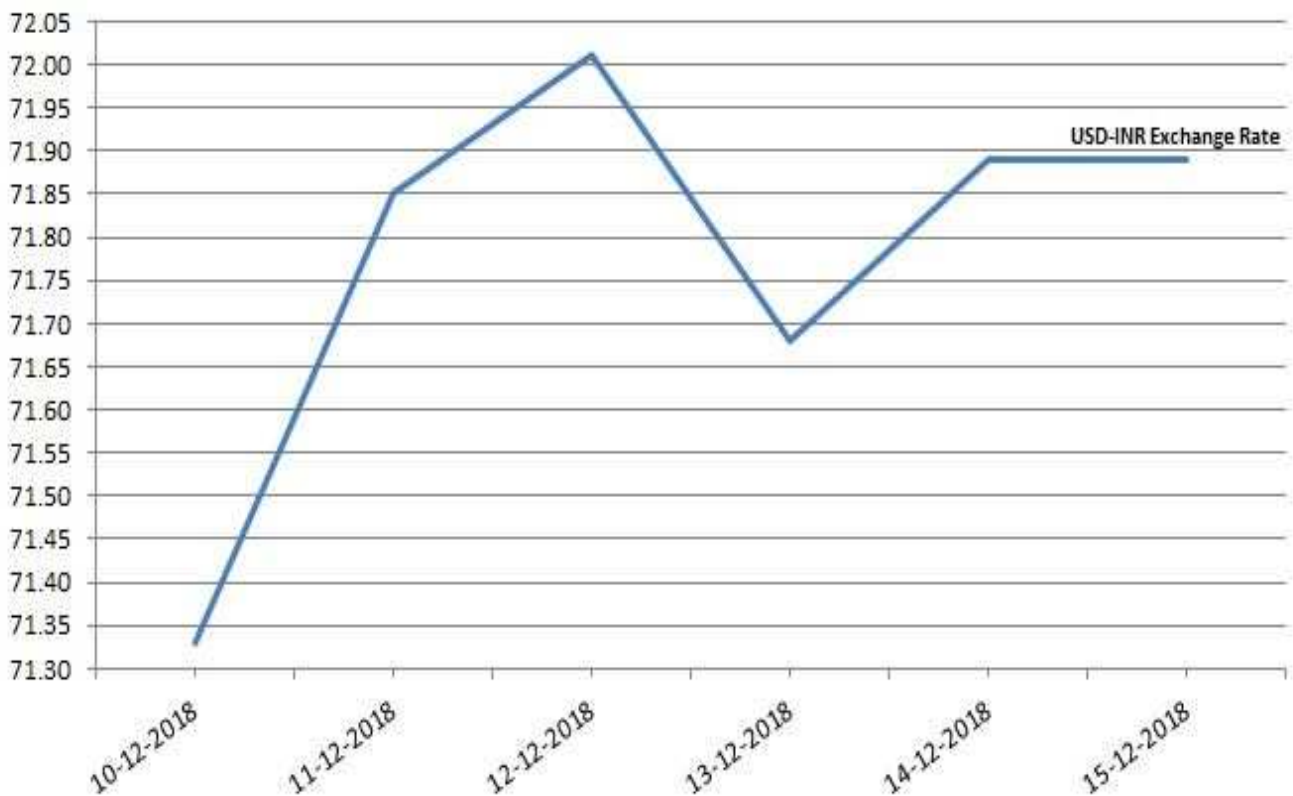
Cotton Price Movement during the Last Week



MCX Spot Rate Closing Of The Days'



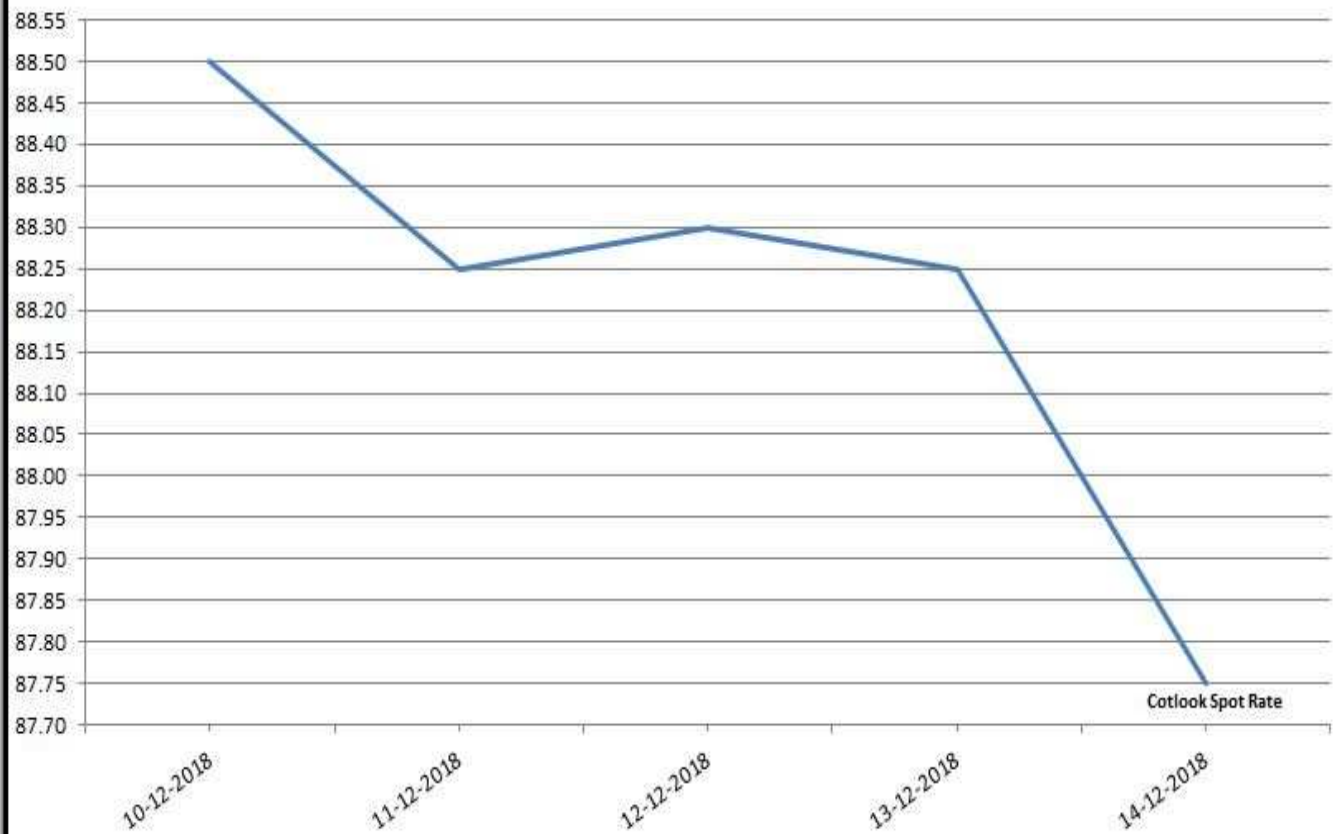
USD-INR Exchange Rate Closing Of The Days'

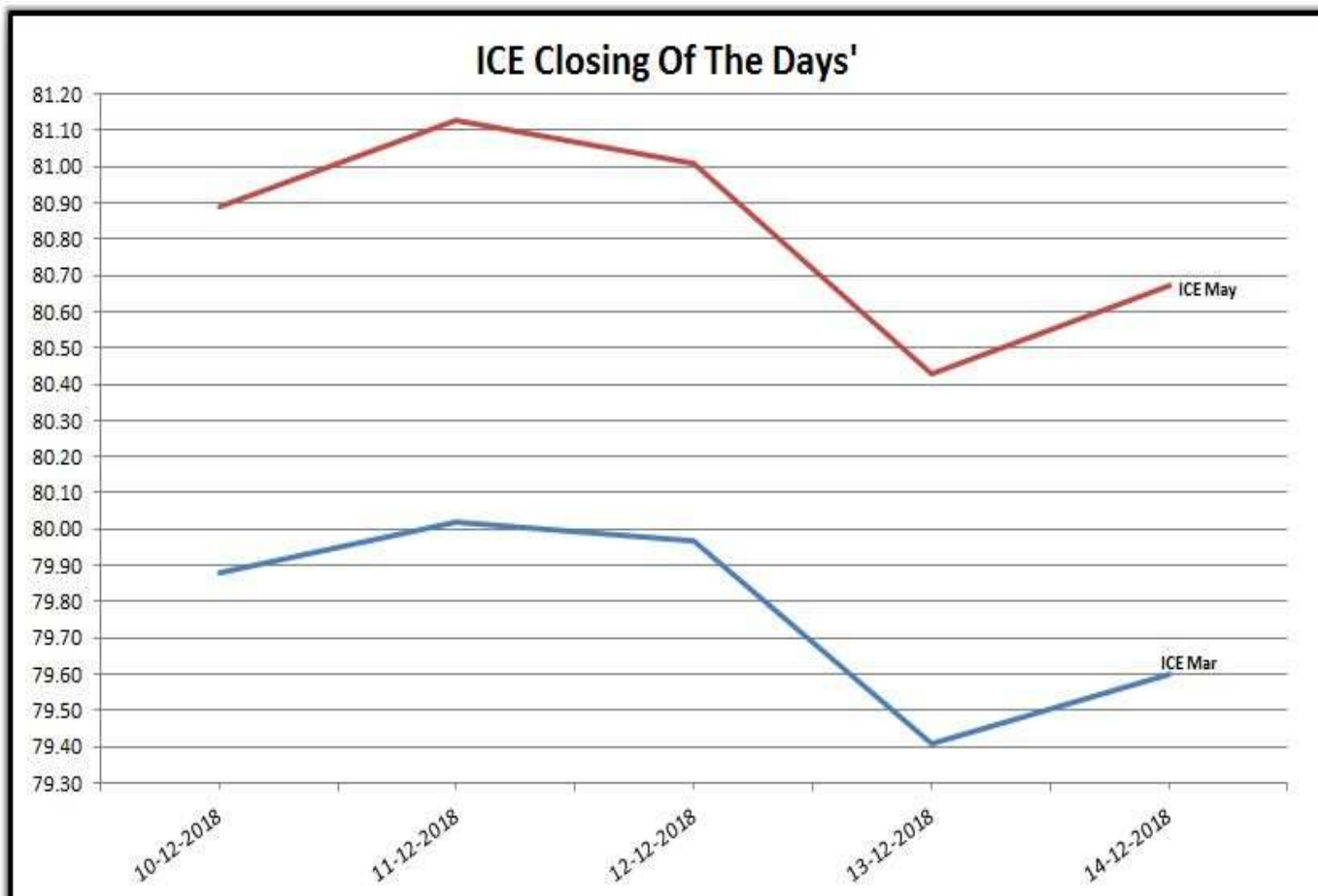


Foreign Indices

Date	Cotlook	ICE	
	Spot Rate	Mar-19	May-19
10-12-2018	88.50	79.88	80.89
11-12-2018	88.25	80.02	81.13
12-12-2018	88.30	79.97	81.01
13-12-2018	88.25	79.41	80.43
14-12-2018	87.75	79.60	80.67

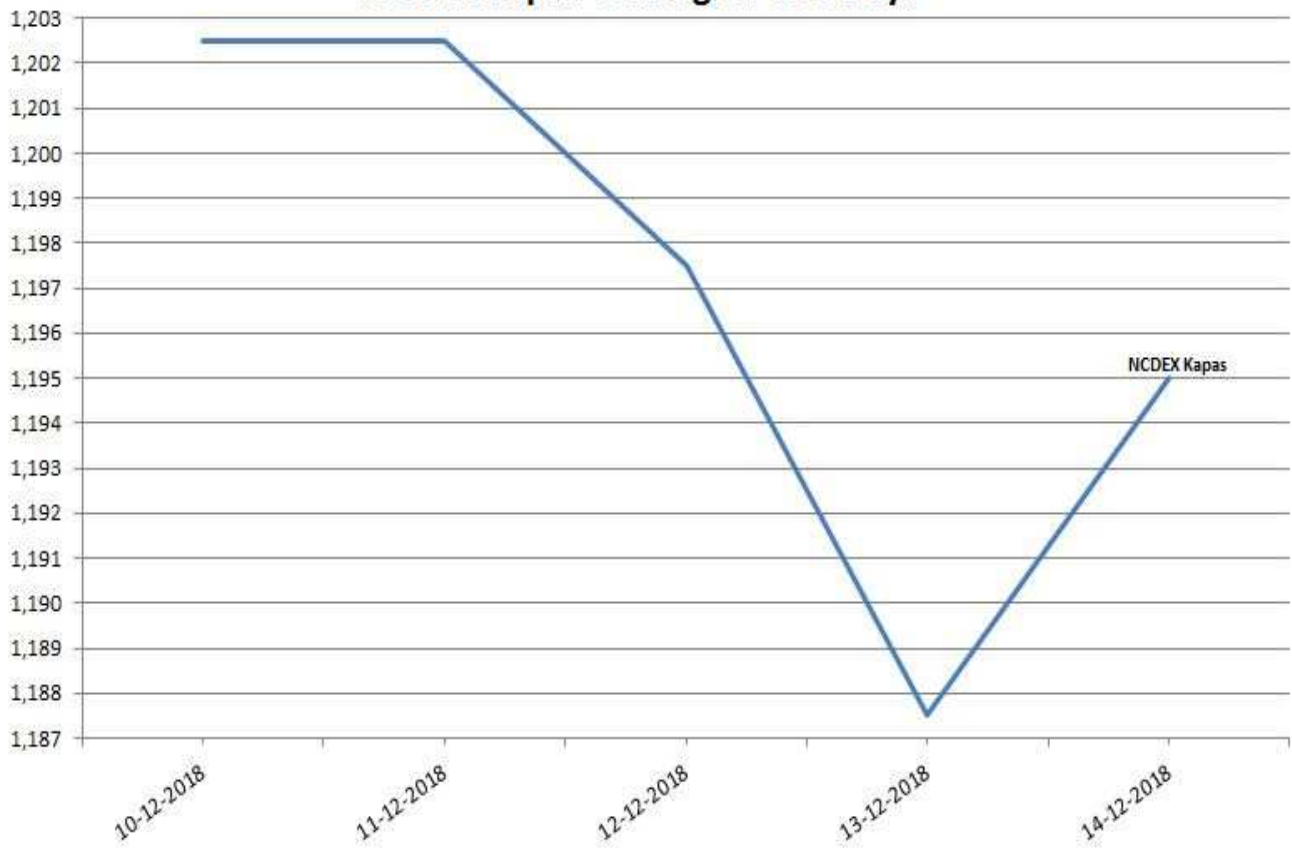
Cotlook Spot Rate Of The Days'



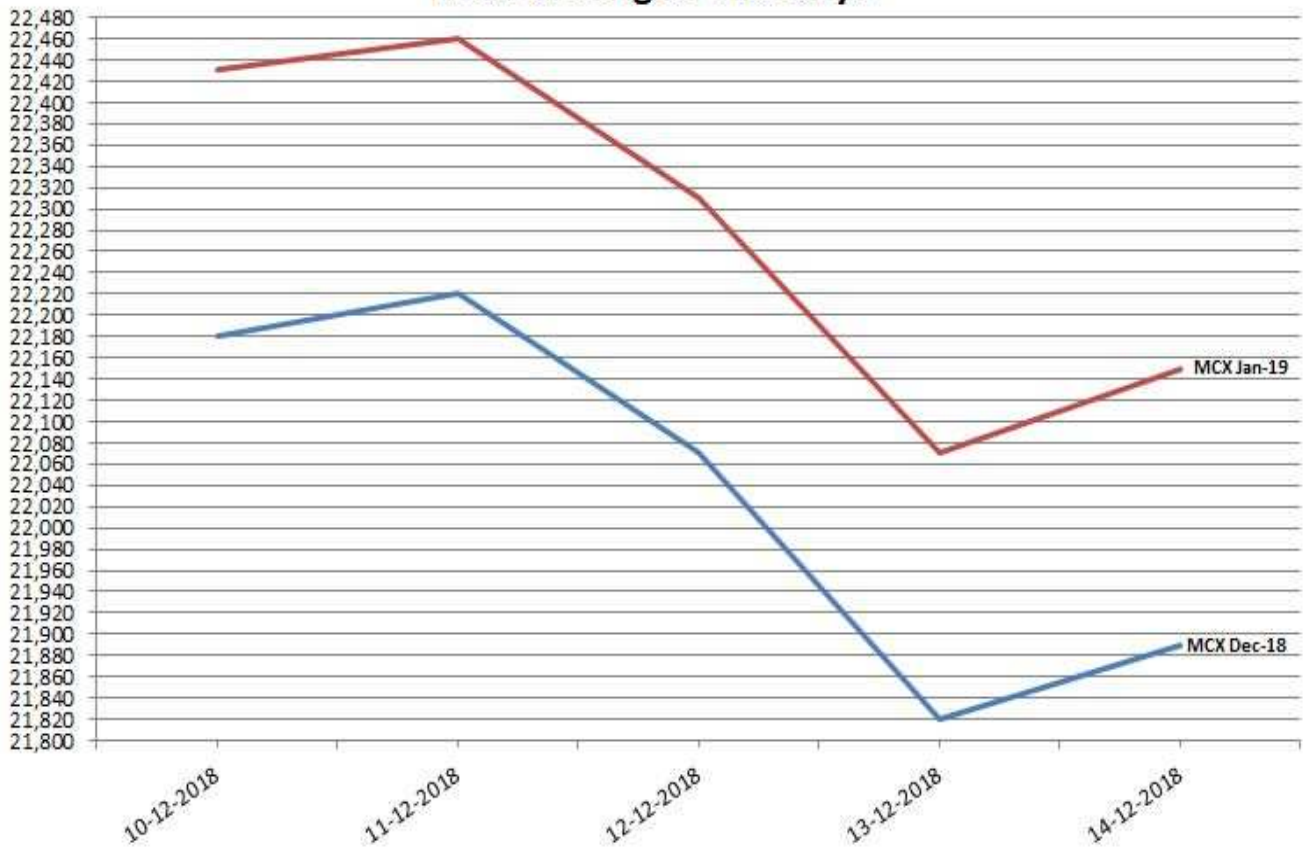


Indian Indices			
Date	NCDEX Kapas	MCX	
	30-Apr-19	Dec-18	Jan-19
10-12-2018	1202.50	22,180	22,430
11-12-2018	1202.50	22,220	22,460
12-12-2018	1197.50	22,070	22,310
13-12-2018	1187.50	21,820	22,070
14-12-2018	1195.00	21,890	22,150

NCDEX Kapas Closing Of The Days'



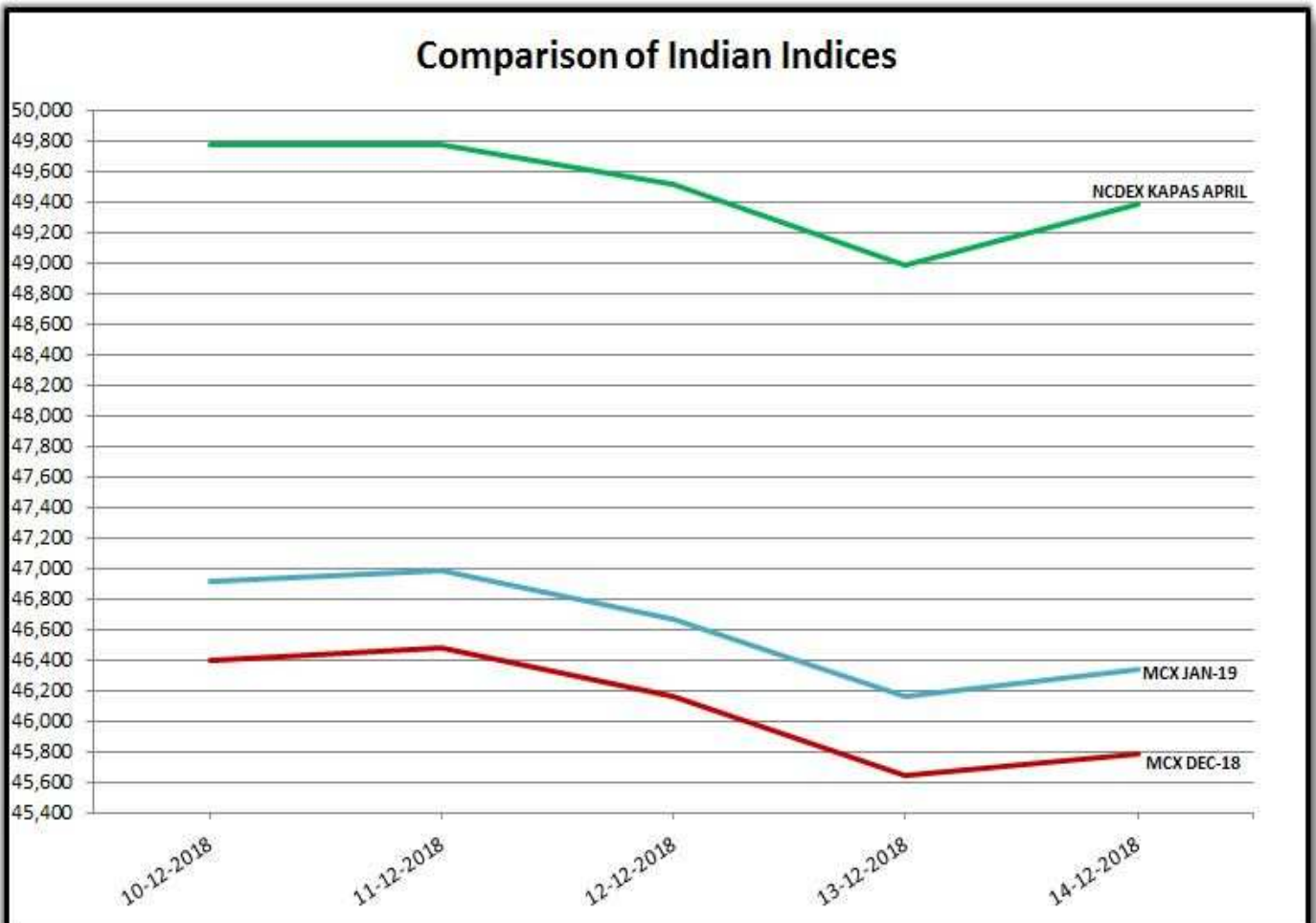
MCX Closing Of The Days'



Indian Indices in Candy Rate

Date	NCDEX Kapas	MCX	
	April	Dec-18	Jan-19
10-12-2018	49,771	46,394	46,917
11-12-2018	49,771	46,478	46,980
12-12-2018	49,509	46,164	46,666
13-12-2018	48,987	45,641	46,164
14-12-2018	49,379	45,787	46,331

Remark :- For NCDEX Kapas we have taken seed rate 450/20 Kg to convert in Candy.



IN THE WEEK AHEAD:

- 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 CFTC's Commitments-of-Traders will be released Friday at 2:30 p.m. Central Time.

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 Balancesheet 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 :



Basil Commodities



Axita Cotton Limited



Dharmdeep Commodities Pvt. Ltd.

Report prepared by

Kalpesh Patel

Manager

Gujcot Trade Association