

23<sup>rd</sup> July 2019

➤ **Raw Cotton-ICE Future Cotton Price Updates:**

<b>ICE (NYBOT) Future Cotton #2</b>				
Product	Open	High	Last	Changes
Oct 19	62.79	62.79	62.79	-
Dec 19	63.20	63.64	63.19	-0.17
March 19	64.14	64.36	63.98	-0.17

\* An asterisk beside the last price indicates that the price is from a previous session

<b>COTLOOK &amp; C.C. &amp; F.C. Index C Update Date :</b>		
Product	Last	Change
Cotlook 'A' Index	72.95	-0.75

➤ **Indian Cotton Prices Update:**

	<b>NEW COTTON</b>
<b>Shankar 6, 1-1/8</b>	44300-44500
<b>V-797</b>	34000-34200
<b>MCU5</b>	45000-46000
<b>Mech</b>	44500-44700

Since last one month market has been extremely slow and demand has been poor. Yarn prices have been falling. Demand from key markets like china and Bangladesh has been poor. As prices have kept on falling customers have refrained from buying. Due to this many mills in India have already cut production between 20 to 40% by many spinning factories.. In Gujarat, Gujarat spinning Association has called a meeting on 26<sup>th</sup> of July with the agenda of asking all to cut production and stop factory for at least one day in week.

Indian cotton prices have remain the same, in range of INR 44000 per candy due to which lot of imported cotton has come into India. As a result in coming three months we see a large availability of contamination free yarns available in India. However this situation will change from November as new Indian crop will come and everyone believes that Indian cotton prices will come down in November. IN current scenario it seems yarn prices have almost touched the bottom level or close to the bottom level. Any positive news like normalcy in US/China trade war or upward movement on NYCF etc. could possibly trigger reverse correction in price and yarn prices may move up, which however looks difficult. We expect that yarn demand will further improve from early September. All this factors will lead us to believe that today is good time to cover yarns for August and sept deliveries. As further drop in prices looks difficult and any positive news would trigger in any upward movement.

Yarn prices on FOB basis: \*\*\* All prices mentioned are USD/Kg FOB basis

Cotton Ring Yarn	Prices
NE 20/1 CH	2.70-2.75
NE 24/1 CH	2.80-2.85
NE 26/1 CH	2.85-2.90
NE 30/1 CH	2.90-2.95
NE 32/1 CH	2.95-3.00
NE 40/1 CH	3.25-3.30
NE 30/1 CH Slub	3.25-3.30
For Org/BCI -- Add 10 cents	

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*\*Above are indicative prices, actual prices may vary depending on market conditions.*

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➤ **Currency Exchange Rates- USD/INR: 68.95**