WTiN Textile Economics

Executive Market Report Summary 17 June 2019

Cost summary	14-Jun-19	
	US$/kg	Change on Week
Polyester		
China PSF 1.4 den	1.05	1.41%
China FDY 50 den/24f	1.25	0.01%
China DTY 150den/48f	1.33	0.56%
Viscose		
China VSF 1.5 den, 38mm	1.61	-1.36%
Polyamide		
China FDY 70 den/24f	2.36	-1.50%
Cotton		
Cotlook A Index	1.72	-1.95%
Wool		
AWEX EMI	12.61	-3.11%
Yarn		
China Cotton combed 32s (weaving)	3.19	-1.33%
China Cotton combed 40s (weaving)	3.58	-1.97%
Indian cotton carded 30s (weaving)*	2.83	-0.70%
Indian cotton combed 40s (weaving)*	3.39	-0.88%
Taiwan p/c 45s*	4.65	0.00%
WTI Oil $ per Barrel		
WTI Crude Oil Price- 10-May	62.77	
WTI Crude Oil Price- 17-May	58.40	
WTI Crude Oil Price- 24-May	53.49	
WTI Crude Oil Price- 31-May	53.95	0.86%

MMF market

- PSF prices recover in China and fall in India

Cotton market

- Weather concerns limit cotton price drop

Fibre raw material market

- Acrylonitrile prices slumps across regions / ASF margins recover

Filament market

- Polyester filament prices roll over in a range bound market

Wool & Speciality Fibres

- Further easing seen at Australian wool sale
- New Zealand wool prices rebound despite much smaller offering
- UK prices move up in the final sale of 2018 season

Trade

- USDA's Weekly Export Sales Report of week ending 6 June

Weekly Market Review – from the analyst desk

European auto slowdown is cutting chemicals demand

Although the European economy continues to expand, the slowdown in the manufacturing sector is taking its toll on demand for chemicals, and some analysts forecast that long-term trends will only aggravate this.

The 19-country Eurozone is also suffering from a global slowdown in which Germany's powerful export-oriented manufacturing sector has been hit. The US-China trade war has indirectly caused a slowdown for demand of German goods, with the automobile sector being the main exponent of that. Many chemicals produced in Europe – around 15-20% – are used in automobiles and any slowdown in the industry greatly affects chemicals and associated sectors.

Traditionally, car sales have been a good measure of consumer confidence, since car buying is boosted when economy, employment and wages grow. However, the sharp slowdown in the manufacturing sector in Europe in the one year is yet spill over to the predominant services sector. On average, services account for 80% of European GDP.

While a global recession is being mooted by some analysts, the European economy is still holding up, reducing painful rates of unemployment and increasing wages modestly. This would be key for the chemicals-intensive automobile sector, but as consumers become more aware about climate change, making sustainability a part of their daily lives, demand for new cars may continue to decrease.

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Price movement key: Increase Unchanged Decrease

MMF market

Man-Made Fibre Prices (ex-works) in Eastern China						
Date		7-Jun		31-May		
Intermediates	yuan/tonne	US$/Kilogram	yuan/tonne	US$/Kilogram	Yuan Price change (%)	US Dollar Price Change (%)
PX (FOB South Korea)		0.817		0.859	-	-4.89
PTA	5,605	0.813	5,480	0.795	2.28	2.29
MEG	4,270	0.619	4,210	0.611	1.43	1.44
Caprolactam	11,700	1.697	11,700	1.697	0.00	0.01
Acrylonitrile	13,550	1.966	14,250	2.067	-4.91	-4.90
PET	6,675	0.968	6,625	0.961	0.75	0.77
Polyester filament						
FDY 50 den/24f	8,600	1.248	8,600	1.247	0.00	0.01
DTY 50 den/72f	8,150	1.182	8,150	1.182	0.00	0.01
DTY 150 den/48f	9,200	1.335	9,150	1.327	0.55	0.56
POY 150 den/48f	8,050	1.168	8,050	1.168	0.00	0.01
FDY 150 den/96f	7,750	1.124	7,750	1.124	0.00	0.01
Polyamide 6 filament						
FDY 70 den/24f	16,250	2.357	16,500	2.393	-1.52	-1.50
Staple fibre						
Polyester 1.4 denier 38 mm	7,250	1.052	7,150	1.037	1.40	1.41
Viscose 1.5 denier, 38mm	11,120	1.613	11,275	1.635	-1.37	-1.36
Acrylic 1.5 denier, 38 mm	17,200	2.495	17,200	2.495	0.00	0.01

Man-Made Fibre Prices (ex-works) in Taiwan				
US$/kg, FOB. L/C sight	Polyester			Viscose
	Staple	Filament		Staple
	1.4D x 38 mm semi-dull for spinning	150D/48F FDY	150D/48F DTY	1.5 denier x 38 mm bright for spinning
22-May-19	1.20	1.55	1.70	1.95
29-May-19	1.20	1.55	1.70	1.95
5-Jun-19	1.20	1.55	1.70	1.95
12-Jun-19	1.20	1.55	1.70	1.95

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Price movement key: Increase Unchanged Decrease

PSF slumps on easing cost and lull season

POLYESTER

Polyester staple fibre prices moved in different directions in major Asian markets with a rise seen in China, fall in India and flat run in Pakistan. In China, polyester fibre prices were raised twice this week, following a surge in crude oil values and feedstock cost. However, market was mostly range bound given sluggish demand, and most suppliers offered flat. In Pakistan, polyester fibre producers' offer rolled over amid wait-and-watch sentiment and muted activity after a long holiday break in the previous week. In India, producers' offers were revised down for H2 June following a similar cut for H1. However, downstream sentiment failed to improve, seeing polyester feedstock easing and lacked strength to go up.

In China, offers for 1.4D direct-melt PSF were raised to 7.15-7.35 Yuan a kg (US$1.04-1.07 a kg, up US cents 2) in Jiangsu and Zhejiang while the same in Fujian and Shandong were up US cents 1-2 at US$1.04-1.07 a kg. Export offers were also flat at US$0.98-1.00 a kg FOB China. In Pakistan, 1.4D PSF offers were steady at PakRs.185-187 a kg (US$1.19-1.20 a kg, down US cents 6 due to sharp weakness in currency). In India, producers' offers for 1.2D were revised down INR6 again to INR89.50 a kg (US$1.29 a kg) and 1.4-2D to INR88.75 a kg (US$1.28 a kg), both down US cents 9.

NYLON

Nylon staple fibre prices were stable, with high-end for wool-like items and low-end for core-spinning. Producers saw cost pressure eased while demand was flat to weak. 1.5D was traded at 14.50-16.00 Yuan a kg (US$2.10-2.32 a kg).

ACRYLIC

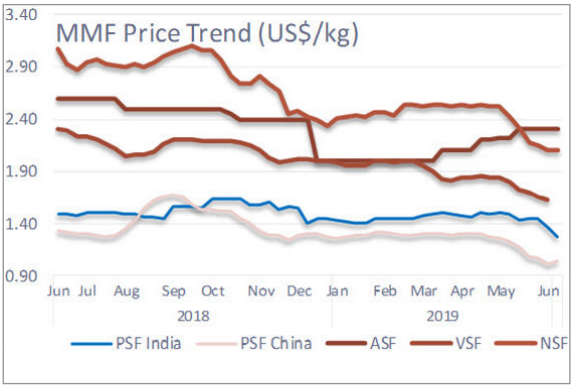
Acrylic staple fibre prices rolled over in Asian markets of China, India and Pakistan this week despite the sharp decline in cost of acrylonitrile over the past four weeks. The cost have fallen by almost by 10% or by US$200 a ton. This implies that there is substantial margin recovery for acrylic makers. In China, producers continued to control operation rates of acrylic fibre plants and rolled over their offers in the face of falling feedstock. However, fresh order intakes from downstream yarn mills was still negligible, with operation rates at relatively low levels. Meanwhile, production rate increased to 56% during the week, but supply was still short. In India, acrylic fibre producers rolled over their offers for June, as feedstock cost was still higher. In Pakistan, no change was reported in acrylic fibre prices, but a sharp depreciation in the PakRe pegged values sharply down in US$ terms. Looking forward, the drop of raw materials are likely to influence acrylic fibre markets in coming weeks.

Taiwan origin 3D bright acrylic fibre tow offers rolled over at US$2.30-2.35 a kg, a flat fourth week run. In China, medium-length and cotton-type acrylic fibre prices were steady at 17.20-17.70 Yuan a kg (US$2.49-2.57 a kg). In Pakistan, 1.2D ASF prices were unchanged in Karachi market at PakRs.345 a kg (US$2.21 a kg, down US cents 11 due to a sharp fall in currency value). In India, producers' retained their offers stable for June at INR170.50-182.00 a kg (US$2.46-2.63 a kg).

VISCOSE

Viscose staple fibre market sentiment was soft in China this week, due to rising inventory and some producers continuously offloading goods at low prices. However, downstream demand was low as spinners ran at low operating due to limited order intakes, on one hand while on the other hand, spinners faced some risks of buying viscose fibre in a market situation where prices are persistently tumbling. Thus, the industry needs to change the supply side. Currently, some units were idled or will start maintenance, so the bearish atmosphere may ease to somewhat. In India, viscose fibre prices remained unchanged while overseas offers in Pakistan rolled over. Overall, with weak sentiment and supply being managed, prices are expected to slide slower in coming weeks.

In China, offers for medium-end goods were down at 11.00-11.20 Yuan a kg (US$1.60-1.62 a kg, down US cents 2) while high-end goods were traded at 11.30-11.50 Yuan a kg (US$1.64-1.67 a kg, down US cents 3). In spot markets, prices for 1.5D VSF fell to 11.12 Yuan a kg (US$1.61 a kg) and 1.2D to 11.52 Yuan a kg (US$1.67 a kg), both down US cents 2-3. In Pakistan, overseas offers for 1.5D VSF rolled over in Karachi markets at PakRs270-273 a kg (US$1.73-1.75 a kg, down US cents 9 due to weak currency). In India, prices for 1.2-2.0D were steady at INR147-197 a kg (US$2.12-2.84 a kg).



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Price movement key: Increase Unchanged Decrease

Cotton market

ICE futures (New York)				ZCE futures			
No.2 contract (US cents/lb)				No. 1 contract (RMB/tonne)			
	14-Jun	7-Jun	Change		14-Jun	7-Jun	Change
Jul	65.94	65.59	0.35	Jan	14,035	13,500	535
Oct	66.61	65.88	0.73	Mar	14,165	13,625	540
Dec	65.75	65.51	0.24	May	14,435	13,835	600
Mar	66.38	66.14	0.24	Jul	13,240	12,645	595
May	67.19	67.11	0.08	Sep	13,485	12,965	520
Jul	67.70	67.81	-0.11	Nov	13,775	13,215	560

Cotlook A Index (US cents per lb)			Pakistan Spot Rate (Rs/maund)		
Midd., 1-3/32" (CFR Far Eastern Ports)			Grade 3, 1-1/16" (ex-gin)		
14-Jun	7-Jun	Change	14-Jun	7-Jun	Change
77.80	79.35	-1.55	8,800	8,800	0

China Cotton Index			Cotton Association of India (Rs/Candy)		
Type 3128B (delivered mill, China)			Delivery at upcountry Spot markets ex-gin, 29mm Gujurat (Rs/Candy)		
14-Jun	7-Jun	Change	14-Jun	7-Jun	Change
14,062	14,092	-30	45,700	45,600	100

CEPEA/ESALQ Cotton Price Index (Brazil US Cents per lb)		
Type 6 Fiber 30/32mm (trades in Brazilian Markets, Prompt delivery prices paid to producer)		
14-Jun	7-Jun	Change
71.83	72.55	-0.72

NQ = not quoted N = nominal Sources: InterContinental Exchange (ICE), Zhengzhou Commodity Exchange (ZCE), Cotlook Ltd, WTiN, Karachi Cotton Association, Beijing Cotton Outlook,CEPEA/ESALQ

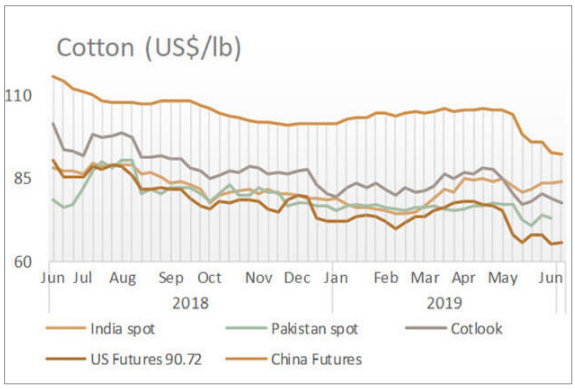
Cotton Yarn export quotations (week ended 7 June)								% change on Week					
		India		Bangladesh		Pakistan		India		Bangladesh		Pakistan	
		Weaving	Knitting	Weaving	Knitting	Weaving	Knitting	Weaving	Knitting	Weaving	Knitting	Weaving	Knitting
Open-end	10s			1.93		1.90				-1.0		-1.0	
	12s			2.00		1.96				-1.5		-2.0	
	16s	2.06		2.10		2.04		0.0		-1.9		-3.8	
	21s	2.19						0.0					
Carded	20s	2.57	2.58					-1.2	-0.8				
	30s	2.77	2.77		2.83	2.82		-1.1	-1.1		-1.4	-0.7	
	40s	3.07						-1.0					
Combed	20s		2.90		2.85				-1.0		-0.7		
	26s		2.92		2.93				-1.0		-1.3		
	30s		2.97		2.98				-1.0		-1.7		
	34s		3.12		3.12				-1.0		-1.9		
	40s		3.27		3.28				-0.9		-2.1		
Compact combed	30s	3.11		3.10	3.02			-1.0		-1.6	-1.3		
	40s	3.36		3.45		3.43		-1.8		-1.1		-1.2	
	60s	4.02			4.37	4.35		-0.7			1.2	0.7	
	80s				5.64	5.63					0.2	0.2	

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Weather concerns limit cotton price drop

Cotton Futures fell 1% on the weekend due to a firmer dollar and weak US exports, but the fall was limited by weather concerns. Prices posted a weekly gain, having fallen sharply in the previous week. The USDA weekly export sales report was not strong as net cotton sales were down 59%, while exports were up 17% for the 2018-19 marketing year. There were concerns that the cold May weather from Texas to the Delta may cause yields to fall. It has been hot and dry for the last few weeks in the Southeast, and crops of all kinds in the region need water and cooler weather. Rains moved into the region over the weekend, bringing heavy precipitation. Also pressuring the market are forecasts for big crop around the world. USDA sees no shortage anywhere in the coming year. The dollar index was up and a stronger greenback makes commodities priced in US$ more expensive for holders of other currencies.



The most active US cotton contract on ICE Futures, July settled up US cents 0.35 to US cents 65.94 per pound from last week while December settled at US cents 65.75 per pound, up US cents 0.24 on the week.

Global spot benchmark, the Cotlook A index, fell US cents 1.55 to US cents 77.80 per pound, despite gaining US cent 0.30 on the weekend.

In China, the spot cotton market remained subdued in spite of successive gains in Futures market. Some offers for on-call sales were based on a smaller premium to futures. Imported cotton was cheaper on the week. Offers for US-origin EMOT SM June/July loading were at 14.42 (US cents 94.93 per pound, down US cents 1.15) and at 13,154 (US cents 86.58 per pound, down US cents 1.91) under 1% in-quota tariff. Meanwhile, the China Cotton Index fell 30 Yuan this week, to close at 14,062 a ton (US cents 92.55 a pound, down US cent 0.19 from a week ago).

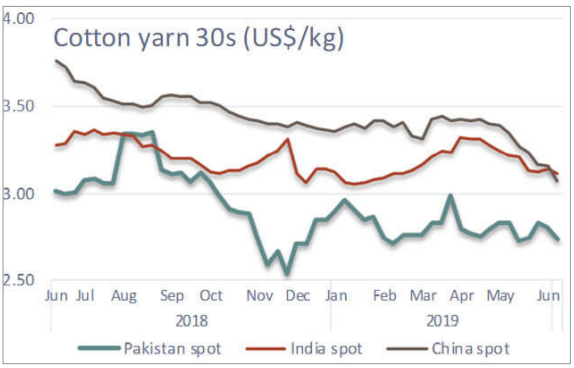
In Pakistan, trading activity on the cotton market improved after the Eid holidays last week as fresh buying by small mills were prominent this week. The official spot rate remained unchanged at PakRs8,960 per maund ex-Karachi. According to reports, few large mills were in the market and leading participants were still confused on imposition of sales taxes and duties. Experts opined that the budget speech lacked incentives to the textile sector, and just devaluation of the Rupee will not boost export. Traders urged for solid measures to get the purpose.

In India, spot cotton price movements were mixed with some falling INR100-200 per candy while few others rising INR100-200 per candy. Benchmark Gujarat Shankar-6 was traded at INR45,700 per candy, up INR100 week on week. Apparently, reports of normal monsoon and good sowing progress in Northern India kept prices in check. Recently, the CAI projected cotton exports at 46 lakh bales compared to 69 lakh bales last year due to higher prices and smaller crop size. With lower exports and higher imports, closing stock as on 30 September 2019 is estimated to increase from 13 lakh bales as estimated by the CCI's Cotton Crop Committee. The USDA in its latest monthly report in June, had kept the production, export and import unchanged.

COTTON YARN

Cotton yarn prices declined, rather sharply this week in China, while a few specs remained range bound with a marginal downtrend. Deals were mainly concluded for 32s and 40s yarns. Overall, transactions were moderate, while a few players saw weak sales and a drop in prices. The market sentiment is expected to remain bearish in coming weeks, until demand or cotton prices start rising. In Pakistan, cotton yarn prices were generally stable in Karachi markets and were seen rising across counts in Faisalabad market. Meanwhile, there was no movement in cotton prices this week. The Federal Budget announced this week provides zero-rate of sales tax on inputs of five export-oriented sectors including textiles with and objective to resolve delay in refund payments. However, sales tax on finished articles of textiles was raised to 17%, while ginned cotton was subjected to 10% rate. In India, cotton yarn prices retreated in domestic market, while export offers also followed up.

In China, cotton yarn 21s combed yarn prices moderated to 20.80 Yuan a kg (US$3.02 a kg, down US cents 2), while 32s combed eased to 22.00 Yuan a kg (US$3.19 a kg, down US cents 4). Carded 32s prices declined sharply to 21.20 Yuan a kg (US$3.08 a kg, down US cents 9). 40s combed fell to 24.70 Yuan a kg (US$3.58 a kg, down US cents 7). In Pakistan, 30s carded prices in Karachi were steady at PakRs185-190 per pound (US$2.61-2.69 a kg, down US cents 13 due to sharply fall in currency), while 32s cone in Faisalabad were up PakRs4-5 at PakRs194-2017 per pound (US$2.74-2.84 a kg, down US cents 6). In India, 30s combed yarn for knitting was down INR2 to INR216 a kg (US$3.11 a kg) in Ludhiana and the same in Tirupur was at INR218 a kg (US$3.14 a kg), both down US cents 3. Export offers were also down at US$2.97 a kg.offers were also stable at US$3.00 a kg.



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Price movement key: Increase Unchanged Decrease

Fibre raw material market

Polyester filament prices roll over in a range bound market

POLYESTER

Polyester filament yarn markets were range bound across Asia and prices generally rolled over despite firm feedstock cost. In China, local offers were mostly ranged bound in Jiangsu despite firm crude oil and upstream feedstock. Transactions were diverged between producers, seeing downstream mills on heavy wait-and-watch stance. In Shengze, producers rolled over the prices while, selling indications were negotiable. In Pakistan, trading atmosphere was dull after a long holiday break last week, and selling indications for DTYs were heard rolled over in Karachi market. However, a sharp fall in the PakRe pegged numbers down in US$ terms. In India, firm feedstock cost supported local POY sentiment and prices to remain stable. Downstream mills showed little interest and were on wait-and-watch stance expecting prices to fall in the near term.

In China, POY offers remained unchanged with 75/36 at US$1.16-1.17 a kg and 75/72 to US$1.17-1.19 a kg in Shengze. In India, POY offers rolled over, with 115/108 at INR100 a kg or US$1.44 a kg and 130/34 POY at INR92 a kg or US$1.33 a kg. In China, DTY prices were flat in Shengze with 75/36 at US$1.57-1.58 a kg and 75/72 intermingled at US$1.58-1.60 a kg. In Pakistan, 300/96 intermingled DTY were steady at PakRs112 a pound (US$1.58 a kg) for imported and local goods at PakRs111 per pound (US$1.57 a kg). Imported and local 150/48 intermingled DTY were at PakRs118 a pound (US$1.67 a kg). All quotes were down US cents 8-9 due to a sharp fall in PakRe. In China, FDY offers were steady, with 50/24 at US$1.31-1.32 a kg and 150/96 FDY at US$1.12-1.13 a kg.

NYLON

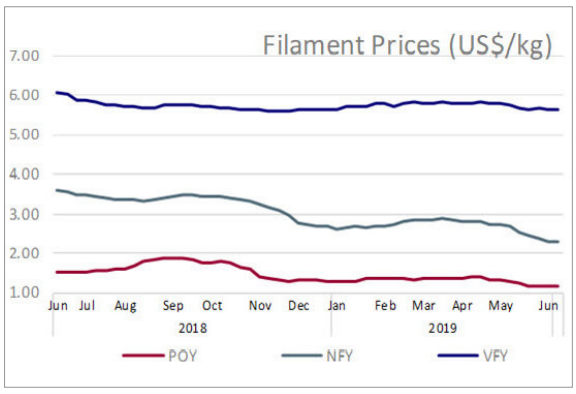
Nylon filament yarn prices were stable to down in Asian markets, as upstream caprolactam cost was stable at a low level, while nylon chip cost saw marginal change at due to mild downtrend. Nylon FDY prices turned insipid, given low chip costs and bearish demand. Nylon DTY prices softened, reflecting less active demand. Cord fabric prices were flat on the back of insipid demand from the tire sector, while monofilament prices declined sharply. Overall demand was flat to weak as warp knitting and covering mills operated at stable 60% run rates, while circular-knitting and lacing mills ran at 40% run rates. Going ahead, nylon yarn markets are likely to remain stable until buying interest at low-price and trade strengthens.

In China, offers for nylon FDY70D/24F SD rolled over at 16.00-16.50 Yuan a kg (US$2.32-2.39 a kg), while DTY70D offers dropped to 17.20-19.00 Yuan a kg (US$2.50-2.76 a kg, down US cents 4-7). Cord fabric 1,260D offers rolled over at 22.00-23.50 Yuan a kg (US$3.19-3.41 a kg) while mono filament 30D prices declined to 18.50-20.00-Yuan a kg (US$2.68-2.90 a kg, down US cents 7-14). In India, 20 SD filament prices rolled over this week at INR296 a kg (US$4.27 a kg) in the Surat market.

VISCOSE

Viscose filament yarn market sentiment weakened somewhat this week in China, with prices showing signs of easing. Producers continued to face heavy pressure from liquidity, resulting in piling inventories. Price-wise, offers for first-class, second-class and third-class VFY 120D rolled over, while actual transactions values were slightly lower. In India, prices remained unchanged on cost support, while demand was apparently stagnant. Overall, given soft demand, it is expected that viscose filament prices may move downwards somewhat in the coming weeks.

In China, viscose filament offers were steady across specs both in Yuan and US$ terms. 120D bright were at 39.00 Yuan a kg (US$5.66 a kg), and dull at 38.75 Yuan a kg (US$5.62 a kg). 300D bright prices were at 29.40 Yuan a kg (US$4.26 a kg) and dull at 25.90 Yuan a kg (US$3.76 a kg). In India, viscose filament prices rolled over in INR and US$ terms, with 100D bright VFY at INR388 a kg (US$5.60 a kg) and 450D at INR 225 a kg (US$3.25 a kg).



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Filament market

Chinese Spun Yarn Prices (ex-warehouse terms)						
Qianqing Raw Materials Market					% Change in Yuan	% Change in US Dollar
	14-Jun		7-Jun			
	yuan/tonne	US$/kg	yuan/tonne	US$/kg		
Polyester 32s	12,000	1.7407	12,200	1.7695	-1.64	-1.63
Viscose 30s	16,500	2.3935	16,700	2.4222	-1.20	-1.19
Poly/cotton 32s	16,600	2.4080	16,700	2.4222	-0.60	-0.59
Poly/viscose 40s	18,900	2.7416	19,200	2.7848	-1.56	-1.55
Prices from Anhui					% Change in Yuan	% Change in US Dollar
	14-Jun		7-Jun			
	yuan/tonne	US$/kg	yuan/tonne	US$/kg		
Cotton carded 32s	21,200	3.0753	21,800	3.1619	-2.75	-2.74
Cotton combed 32s	22,000	3.1913	22,300	3.2345	-1.35	-1.33
Cotton carded 40s	22,300	3.2348	22,800	3.3070	-2.19	-2.18
Cotton combed 40s	24,700	3.5830	25,200	3.6551	-1.98	-1.97

Pakistan: Karachi Cone Cotton Yarn Market (Wholesale price)						
Cone	14 June 2019		07 June 2019		PKR % change	USD % change
	Mean PKR per 10lb	US$ per kg	Mean PKR per 10lb	US$/kg		
Carded 10/1	1,465	2.1310	1,465	2.1798	0.00	-2.24
Carded 40/1	2,350	3.4183	2,350	3.4966	0.00	-2.24
Carded 22/1	1,725	2.5092	1,725	2.5666	0.00	-2.24
Carded 30/1	1,878	2.7322	1,878	2.7948	0.00	-2.24
Combed 20/1	1,800	2.6183	1,800	2.6782	0.00	-2.24
Combed 40/1	2,350	3.4183	2,350	3.4966	0.00	-2.24
Source: Brecorder , X-Rates						

Filament prices firmly flat despite raw material easing

POLYESTER

Polyester filament yarn prices were generally stable across China, India and Pakistan this week despite weak crude oil and PTA spot prices. In China, local offers were stable, supported by pre-holiday short-covering. However, the cautious mood persisted, and the overall transaction remained muted. In Shengze, producers lowered prices for some specs while selling indications did not change. In Pakistan, offers for DTYs in Karachi market were flat after they were raised in the previous week. However, the weak currency pegged values down in US$ terms. In India, POY market sentiment was poor, with some price cut by traders as pessimistic mood prevailed. However, the transaction was sparse amid weak demand.

In China, POY offers rolled over with 75/36 at US$1.16-1.17 a kg and 75/72 to US$1.17-1.19 a kg in Shengze. In India, POY offers did not change, with 115/108 at INR100 a kg or US$1.44 a kg and 130/34 POY at INR92 a kg or US$1.33 a kg. In China, DTY prices were flat in Shengze with 75/36 at US$1.57-1.58 a kg and 75/72 intermingled at US$1.58-1.60 a kg. In Pakistan, 300/96 intermingled DTY were stable at PakRs112 a pound (US$1.66 a kg) for imported and local goods at PakRs111 per pound (US$1.65 a kg). Imported and local 150/48 intermingled DTY were at PakRs118 a pound (US$1.75 a kg). All quotes were down US cents 2 due to weak PakRe. In China, FDY offers rolled over, with 50/24 at US$1.31-1.32 a kg and 150/96 FDY at US$1.12-1.13 a kg.

NYLON

Nylon filament yarn markets were steady to soft amid slow liquidity. Suppliers were aggressive given flat chip costs and negative margin, while trading prices lagged behind given lukewarm buying interest from downstream mills. Nylon-6 DTY prices were mixed but weak as feedstock costs were low and buying interest lusterless. Nylon-6 FDYs were cheaper as sentiment was stable-to-soft on less active downstream demand. Demand from lacing and warp-knitting mills was unforthcoming, and feedstock market performed less satisfactory. Cord fabric sentiment went flat as demand from the tyre sector was stable. Overall, nylon filament yarn markets are expected to remain flat until buying interest from end-users strengthens.

In China, offers for nylon FDY70D/24F SD were lowered to 16.00-17.00 Yuan a kg (US$2.32-2.47 a kg, down US cents 7), while DTY70D offers were dropped to 17.80-19.50

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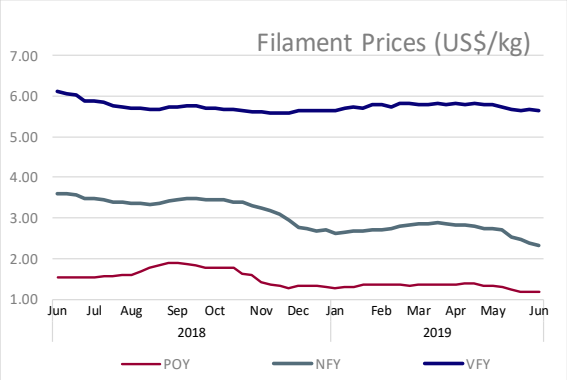
Price movement key: Increase Unchanged Decrease

Yuan a kg (US$2.58-2.83 a kg, down US cents 3). Cord fabric 1,260D offers rolled over at 22.00-23.50 Yuan a kg (US$3.19-3.41 a kg) and mono filament 30D prices were stable at 19.50-20.50-Yuan a kg (US$2.83-2.97 a kg). In India, 20 SD filament prices rolled over this week at INR296 a kg (US$4.27 a kg, up US cents 3 due to weak US$) in the Surat market.

VISCOSE

Viscose filament yarn market sentiment was relatively soft in China and India, seeing prices across specs trend flat to lower. In China, producers faced heavy pressure from liquidity, reflecting piling inventories. Price-wise, offers for first-class, second-class and third-class VFY 120D were seen unchanged on the week, the 16th straight week of price stagnation. In India, viscose filament prices rolled over but a weak US$ pegged values up in US$ terms. Overall, viscose filament prices are expected to remain weak due to low demand and no factor boosting sentiment.

In China, viscose filament offer rolled over across specs both in Yuan and US$ terms. 120D bright were at 39.00



Yuan a kg (US$5.66 a kg), and dull at 38.75 Yuan a kg (US$5.62 a kg). 300D bright prices were at 29.40 Yuan a kg (US$4.26 a kg) and dull at 25.90 Yuan a kg (US$3.76 a kg). In India, viscose filament prices rolled over in INR terms and up US cents 2-4 due to weak US$, with 100D bright VFY at INR388 a kg (US$5.60 a kg) and 450D at INR 225 a kg (US$3.25 a kg).

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Wool & Speciality Fibres

Wool							
Australia				**South Africa**			
AWEX EMI (cents/kg)				Cape Wools Merino Indicator (cents/kg)			
	13-Jun	06-Jun	change		29-May	15-May	change
A$	1,823	1,864	-2.20%	Rand	20,607	20,598	0.04%
US$	1,260	1,299	-3.00%	US$	1,401	1,391	0.72%
New Zealand				**United Kingdom**			
NZ Wool Services Indicators Coarse Crossbred (cents/kg)				British Wool Fleece Indicator (clean)			
	13-Jun	06-Jun	change		11-Jun	21-May	change
NZ$	287	284	1.06%	pence/kg	151	156.8	-3.57%
US$	189	188	0.53%	US cents/kg	192	200	-4.20%
Dates shown represent the latest auction in each country versus week-earlier result. Sources: Australian Wool Exchange, Cape Wools SA, NZ Wool Services International, British Wool Marketing Board.							

Speciality Fibres		
Quotations for the following fibres and tops are average prices in US$/kg, FOB		
	29-May	14-June
Chinese Cashmere (dehaired)		
White		
Hosiery 38mm	134.00	132.00
Weaving 32mm	123.00	122.00
Brown		
Hosiery 38mm	120.00	119.00
Weaving 32mm	116.00	115.00
Mongolian Cashmere (dehaired)		
Brown	107.00	106.00
Light Grey	107.00	106.00
Afghan/Iranian Cashmere (dehaired)		
White	99.00	98.00
Fawn	97.00	96.00
Dark Brown	97.00	96.00
Alpaca Tops		
White		
Baby (BL)	NQ	NQ
Fine Spinning (FS)	NQ	NQ
Adult (AG)	NQ	NQ
Camel Hair (dehaired)		
Super-baby	50.00	50.00
Medium baby	NQ	NQ
Adult	46	45.00
Silk		
Mulberry Sliver	46.5	46.00
Mulberry Noil	22	22.00
Tussah Sliver	31.5	30.50
Tussah Noil	20	20.00
Source: The Schneider Group		

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By Nitin Madkaikar
Wool prices fell across all types and descriptions at the Australian wool auctions this week, with all selling centres operating.. More

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By Nitin Madkaikar
Wool sales held on 13 June in New Zealand's South Island saw prices gain both in domestic currency terms as well as in US dollar terms. More

UK prices move up in the final sale of 2018 season
By Nitin Madkaikar
The British Wool index was down 3.6% at £1.51 a kg clean in the final sale of the 2018 season held on 11 June, compared to the previous sale on 21 May.. More

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Fabric

Yuan/mt	China Grey Fabric				
	CGOE10 Denim 10*10 72*40 59"/60" Indigo	CG C32 Cotton Twill 32*32 130*70 47"	CG JC40 Combed Cotton 40*40 133*72 67"	CG R30 Rayon 30*30 68*68 63"	CG T/C45 Polyester/Cotton (65:35) 45*45 110*76 63"
26/04/2019	9.322	5.715	7.984	4.450	4.720
03/05/2019	9.322	5.715	7.984	4.450	4.720
10/05/2019	9.322	5.715	7.984	4.450	4.720
17/05/2019	9.322	5.715	7.984	4.450	4.720
24/05/2019	9.322	5.715	7.984	4.450	4.720
31/05/2019	9.322	5.715	7.984	4.450	4.720
07/06/2019	9.322	5.715	7.984	4.450	4.720
14/06/2019	9.322	5.715	7.984	4.450	4.720

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USDA's Weekly Export Sales Report of week ending 6 June

According to the USDA weekly export sales report of 6 June, net cotton sales of 75,100 RB for 2018-19 were down 59% from the previous week and 72% from the prior 4-week average. Increases were reported for India (30,400 RB, including decreases of 1,000 RB), Vietnam (25,200 RB, including 1,500 RB switched from South Korea, 1,000 RB switched from Japan and decreases of 6,300 RB), Indonesia (9,800 RB), Turkey (8,300 RB), and Taiwan (2,900 RB).

Reductions were primarily for China (5,600 RB) and Mexico (2,000 RB). For 2019/2020, net sales of 43,000 RB primarily for Japan (11,700 RB), Guatemala (11,700 RB), Vietnam (8,500 RB), China (4,400 RB), and Pakistan (3,500 RB), were partially offset by reductions for Mexico (4,000 RB).

Exports of 360,400 RB were up 17% from the previous week and 1% from the prior 4-week average. Exports were primarily to Vietnam (90,700 RB), Turkey (55,200 RB), India (53,600 RB), China (42,500 RB), and Indonesia (22,500 RB).

Net sales of Pima totaling 5,700 RB were primarily for India (4,400 RB), and Vietnam (1,100 RB, switched from China). Reductions were reported for China (1,100 RB) and the UK (100 RB). For 2019/2020, net sales of 4,100 RB were primarily for Egypt (2,600 RB) and India (1,300 RB). Exports of 18,800 RB were up 34% from the previous week, but down 9% from the prior 4-week average. The destinations were primarily to China (10,800 RB), India (2,600 RB), Vietnam (2,600 RB), and Pakistan (1,200 RB).

EXPORT OF OWN ACCOUNT

For 2018-19, new exports for own account totaling 200 RB were to Vietnam. Exports for own account totaling 3,900 RB to Vietnam (2,600 RB) and South Korea (1,300 RB) were applied to new or outstanding sales. The current exports for own account outstanding balance of 5,600 RB is for Vietnam (2,500 RB), China (2,300 RB), Taiwan (500 RB), and Thailand (300 RB).

U.S. EXPORT SALES WEEK ENDING 30 May 2019

	ALL UPLAND 1404				PIMA 1301			
	Current MY		Next MY		Current MY		Next MY	
	This week	Year ago	This week	Year ago	This week	Year ago	This week	Year ago
Outstanding Sales								
Known	4,519.4	3,867.3	3,732.3	4,821.6	163.2	112.6	54.9	98.7
Unknown	0.0	1.7	0.0	0.0	0.0	0.0	0.0	0.0
Total	4,519.4	3,869.0	3,732.3	4,821.6	163.2	112.6	54.9	98.7
Optional Origin	0.0	13.4	0.0	0.0	0.0	0.0	0.0	0.0
Accumulated Exports	10,649.0	12,428.6			553.3	521.5		
Exports For Own Acct	5.5	15.7			0.0	0.0		
Net Change In Sales	75.1	34.8	43.0	226.7	5.7	7.7	4.1	32.4

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