WTiN Textile Economics

Executive Market Report Summary 29 July 2019

Cost summary	26-Jul-19	
	US$/kg	Change on Week
Polyester		
China PSF 1.4 den	1.10	-6.14%
China FDY 50 den/24f	1.26	-3.56%
China DTY 150den/48f	1.34	11.93%
Viscose		
China VSF 1.5 den, 38mm	1.69	-1.00%
Polyamide		
China FDY 70 den/24f	2.46	0.06%
Cotton		
Cotlook A Index	1.66	3.36%
Wool		
AWEX EMI	12.23	0.00%
Yarn		
China Cotton combed 32s (weaving)	3.17	-0.69%
China Cotton combed 40s (weaving)	3.55	-0.64%
Indian cotton carded 30s (weaving)*	2.71	0.00%
Indian cotton combed 40s (weaving)*	3.34	0.00%
Taiwan p/c 45s*	4.65	0.00%
WTI Oil $ per Barrel		
WTI Crude Oil Price- 07-Jun	58.20	
WTI Crude Oil Price- 14-Jun	57.35	
WTI Crude Oil Price- 21-Jun	59.99	
WTI Crude Oil Price- 28-Jun	55.42	-7.62%

MMF market

- ASF sees massive downward correction

Cotton market

- Futures mixed despite strong export sales report

Fibre raw material market

- PTA slumps once again while MEG price softens

Filament market

- Polyester filament moves sideways on weak cost

Wool & Speciality Fibres

- Wool price down in second sales of 2019
- New Zealand wool prices generally firm and tending to be dearer

Trade

- USDA's Weekly Export Sales Report for week ending 18 July

Weekly Market Review – from the analyst desk

Petrochem trading muted before trade talks

Trading activity across key petrochemicals in Asia was muted ahead of the upcoming US-China trade talks this week. Many market participants preferred to stay on the sidelines until clarity was established on the direction. The year-long trade war between the two economies has had an adverse impact on the Chinese petrochemicals industry, with the country grappling with a slowdown in the market for raw material as well as finished goods. Inventories reportedly piled up earlier this year, after the US announced tariffs on Chinese imports.

Reflecting a sluggish economy, China posted a 6.2% GDP growth in Q2 of 2019, the slowest rate since 1991. China is targeting a full-year 2019 growth of 6.0-6.5%, representing a slowdown from last year's 6.6%, which was already a 28-year low.

Manufacturing activities for exports usually peak in Q3, as finished products are then shipped to destination countries for the year-end holidays.

Benzene market players adopted a cautious stance to await some development on the US-China trade talks. Benzene is used to producing a number of intermediates that are used to create polymers, solvents and detergents. On purified terephthalic acid, several ongoing plants turnarounds are keeping supply snug, especially in China. However, buying is done on a need-to basis, given an uncertain market outlook, undermined by persistent slow sales in the downstream polyester markets.

Nitin Madkaikar
Price Analyst

Analyst
Nitin Madkaikar - nmadkaikar@wtin.com
Production
Jessica Holgate - design@wtin.com
Sales Manager
Alex Norbury - sales@wtin.com
Managing Director
Mark Jarvis - mjarvis@wtin.com

Executive Market Report
is published by
World Textile Information Network Ltd.
West One, 114 Wellington Street,
Leeds, West Yorkshire, LS1 1BA
Tel: +44 (0)113 819 8155
Fax: +44 (0)113 819 8156
Web: wwwwtin.com

Copyright © 2019 World Textile Information Network Ltd. All rights reserved. No part of this publication may be reproduced, stored in a retrieval system, or transmitted, in any form or by any means, electronic, mechanical, photocopying, recording or otherwise, without the written permission of the publisher. Disclaimer: Information contained in this report is obtained from sources believed to be reliable, however no responsibility nor liability will be accepted by WTiN for commercial decisions claimed to have been based on the content of the report.

Price movement key: Increase Unchanged Decrease

MMF market

Man-Made Fibre Prices (ex-works) in Eastern China						
Date	26-Jul		19-Jul			
Intermediates	yuan/tonne	US$/Kilogram	yuan/tonne	US$/Kilogram	Yuan Price change (%)	US Dollar Price Change (%)
PX (FOB South Korea)		0.841		0.844	-	-0.44
PTA	5,625	0.818	6,800	0.991	-17.28	-17.47
MEG	4,430	0.644	4,405	0.642	0.57	0.33
Caprolactam	12,400	1.802	12,500	1.821	-0.80	-1.03
Acrylonitrile	11,550	1.679	10,750	1.566	7.44	7.19
PET	7,000	1.018	7,375	1.075	-5.08	-5.31
Polyester filament						
FDY 50 den/24f	8,700	1.265	9,000	1.311	-3.33	-3.56
DTY 50 den/72f	8,250	1.199	8,650	1.260	-4.62	-4.85
DTY 150 den/48f	9,200	1.337	8,200	1.195	12.20	11.93
POY 150 den/48f	8,150	1.185	8,550	1.246	-4.68	-4.90
FDY 150 den/96f	7,850	1.141	8,050	1.173	-2.48	-2.71
Polyamide 6 filament						
FDY 70 den/24f	16,900	2.457	16,850	2.455	0.30	0.06
Staple fibre						
Polyester 1.4 denier 38 mm	7,550	1.097	8,025	1.169	-5.92	-6.14
Viscose 1.5 denier, 38mm	11,630	1.691	11,720	1.708	-0.77	-1.00
Acrylic 1.5 denier, 38 mm	14,900	2.166	15,700	2.287	-5.10	-5.32

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
3-Jul-19	1.05	1.40	1.55	1.90
10-Jul-19	1.05	1.40	1.55	1.90
17-Jul-19	1.05	1.40	1.55	1.90
24-Jul-19	1.05	1.40	1.55	1.90

Summary
MMF market
Cotton market
Fibre raw material market
Filament market
Wool & Speciality Fibres
Trade

Price movement key: Increase Unchanged Decrease

ASF sees massive downward correction

Polyester

Polyester staple fibre prices extended weakness and makers continued to cut down offers day by day this week to boost sales. Offers were cut sharply at the weekend to reflect the cumulative fall in cost of purified terephthalic acid and mono ethylene glycol cost. There were also no favourable factors or reports on the US-China trade war. Mainstream offers for 1.4D direct-melt-spun fibre in Jiangsu and Zhejiang were down 5-6% on the week and discussions were heard to have followed through. In Fujian, PSF market headed south and discussions were muted, with each deal discussed separately. In India, producers' offers were stable, while offers rolled over in Pakistan for the week.

In China, offers for 1.4D direct-melt PSF were cut to 7.50-7.60 Yuan a kg (US$1.09-1.10 a kg, down US cents 7-8) in Jiangsu and Zhejiang, while the same in Fujian and Shandong were down US cents 8 at US$1.09-1.12 a kg. Offers for China-origin 1.4D fibre were reduced to US$1.03 a kg FOB China from US$1.10 a kg a week ago. In Pakistan, 1.4D PSF offers rolled over at PakRs205-207 a kg (US$1.27-1.28 a kg, down US cent 1 due to weak currency). In India, producers' offers were stable with 1.2D at INR93.00 a kg (US$1.35 a kg) and 1.4-2D at INR92.25 a kg (US$1.34 a kg).

Nylon

Nylon staple fibre prices eased at the high end for wool-like items, while demand for core-spun yarn was lacking. Producers still reported slightly negative margins. Offers for 1.5D were lower at the upper end at 15.00-15.50 Yuan a kg (US$2.18-2.25 a kg, down US cents 2).

Acrylic

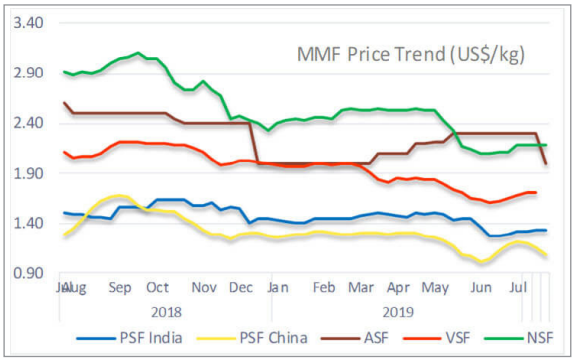
Acrylic staple fibre prices declined this week as producers in China and Taiwan lowered their offers significantly. This has pegged spot values to a 19-week low in Taiwan and to 18-month low in China. The reductions were despite acrylonitrile prices had started moving and strengthening cost support to acrylic fibre markets. Supply was stable as the industry run rate in China was constant at 57% during the week. Downstream demand was still sluggish, as yarn mills had limited fresh order intakes and thus showed low interest in fibre buying. Acrylic fibre prices rolled over in Pakistan, while producers in India retained their offers at the moment. Going ahead, as cost support increased, acrylic fibre prices have potential to move up and limited room for downtrend.

Taiwan origin 3D bright acrylic fibre tow offers were reduced this week by to US$2.00-2.10 a kg from US$2.30-2.35 a kg, last week. In China, medium-length and cotton-type acrylic fibre prices slumped to 14.90-15.50 Yuan a kg (US$2.17-2.25 a kg, down US cents 8-12). In Pakistan, 1.2D ASF offers rolled over in Karachi market at PakRs.380 a kg (US$2.36 a kg, down US cents 2 due to weak currency). In India, producers' offers were retained for July at INR172.50 a kg (US$2.50 a kg, down US cent 1 due to weak INR).

Viscose

Viscose staple fibre market sentiment was weak in China, as demand was limited from downstream mills who ran at low operating rates due to limited end use orders. Thus, bearish mood dominated the markets. Discussions for medium-end viscose fibre were down while those for high-end rolled over. Given imbalance fundamentals, producers may face rising inventory pressure and sentiment may continue to ease, with little possibility of a rally in the short-run. In Pakistan, no change was reported in viscose fibre prices in Karachi market implying low activity. In India, producers' offers were stable given limited supply and stagnant demand.

In China, offers for medium-end goods were down at 11.50-11.70 Yuan a kg (US$1.67-1.70 a kg, down US cents 3), while high-end goods traded steady at 11.90-12.10 Yuan a kg (US$1.73-1.76 a kg). In spot markets, 1.5D VSF moderated slightly to 11.63 Yuan a kg (US$1.69 a kg, down US cents 2), while 1.2D rolled over at 12.05 Yuan a kg (US$1.75 a kg). In Pakistan, offers for overseas 1.5D VSF were unchanged in Karachi markets at PakRs290-293 a kg (US$1.80-1.82 a kg, down US cents 1 due to weak currency). In India, 1.2-2.0D prices rolled over at INR147-197 a kg (US$2.13-2.88 a kg).



Summary
MMF market
Cotton market
Fibre raw material market
Filament market
Wool & Speciality Fibres
Trade

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)			
	26-Jul	19-Jul	Change		26-Jul	19-Jul	Change
Jul	64.24	62.25	1.99	Jan	13,945	13,590	355
Oct	64.54	63.07	1.47	Mar	14,110	13,790	320
Dec	65.46	63.98	1.48	May	14,475	14,105	370
Mar	66.18	64.97	1.21	Jul	14,540	14,200	340
May	66.81	65.88	0.93	Sep	13,335	12,965	370
Jul	66.10	65.48	0.62	Nov	13,655	13,295	360

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)		
26-Jul	19-Jul	Change	26-Jul	19-Jul	Change
75.40	72.95	2.45	8,700	8,350	350

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)		
26-Jul	19-Jul	Change	26-Jul	19-Jul	Change
14,063	14,025	38	44,100	44,000	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)		
26-Jul	19-Jul	Change
66.31	68.57	-2.26

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 19 July)								% change on Week					
		India		Bangladesh		Pakistan		India		Bangladesh		Pakistan	
		Weaving	Knitting	Weaving	Knitting	Weaving	Knitting	Weaving	Knitting	Weaving	Knitting	Weaving	Knitting
Open-end	10s			1.82		1.78				-2.7		-1.7	
	12s			1.86		1.84				-3.6		-1.6	
	16s	1.99		2.00		1.97		0.0		-3.4		-0.5	
	21s	2.05						0.0					
Carded	20s	2.52	2.53					0.0	0.0				
	30s	2.67	2.65		2.73	2.70		0.0	0.0		-0.7	-1.1	
	40s	3.02						0.0					
Combed	20s		2.70		2.69				0.0		-1.5		
	26s		2.72		2.80				0.0		-1.4		
	30s		2.82		2.85				0.0		-1.4		
	34s		3.04		3.02				0.0		-1.0		
	40s		3.16		3.21				0.0		-1.8		
Compact combed	30s	2.92		2.95	2.89			0.0		-0.7	-1.4		
	40s	3.36		3.32		3.30		0.0		0.0		0.0	
	60s	3.92			4.20	4.20		0.0			-3.2	-1.2	
	80s				5.50	4.88					-0.5	-1.2	

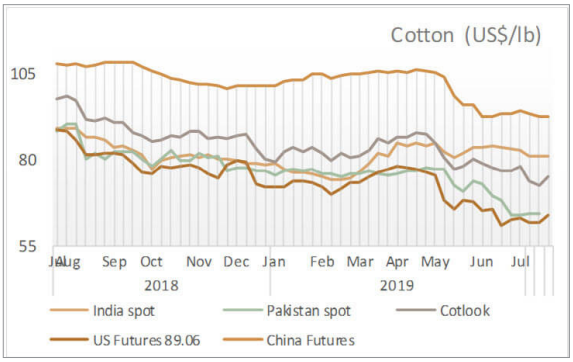
Source: Textilebeacon.com

Summary
MMF market
Cotton market
Fibre raw material market
Filament market
Wool & Speciality Fibres
Trade

Price movement key: Increase Unchanged Decrease

Futures mixed despite strong export sales report

The cotton market was mixed this week, despite a strong export sales report from the USDA this week. However, there was no buying from China – which disappointed the trade. The Chinese government was allowing private industry to buy US cotton without the punitive tariffs as a goodwill measure but, so far, the industry had not begun buying. World demand is less this year as China has not been buying. World prices have been lower as a result. The situation is bad enough that Indian spinners are cutting back operations. The USDA noted less demand for US cotton as well, primarily due to the trade disputes between US and China. US production prospects have improved after a rough start to the season and continues to remain strong as most areas are in good condition. The USDA has kept condition ratings generally strong. The main issue will be finding buyers for the cotton and that could mean that lower prices are needed longer-term.



The active December contract was up 2% or US cents 1.47 week on week and settled at US cents 64.54 per pound from last week while nearby October settled at US cents 64.24 per pound, up US cents 1.99 on the week.

Global spot benchmark, the Cotlook A index, more than regained previous losses by rising US cents 2.45 to US cents 75.40 per pound.

In China, cotton spot market stalemated on a weak note. Offers for grade-3128 Xinjiang-origin machine-picked were at 14.40 Yuan a kg (US cents 94.97 per pound), self-lifting amid sluggish demand. Imported cotton prices were up, with offers for US-origin EMOT SM November/December loading at 14.11 Yuan a kg (US cents 93.07 per pound, up US cents 1.29), and at 12.62 Yuan a kg (US cents 83.26 per pound, up US cents 2.35) 1% in-quota tariff. Meanwhile, the China Cotton Index inched up 38 Yuan this week, to close at 14,063 a ton (US cents 92.75 a pound, up US cent 0.04 from last week).

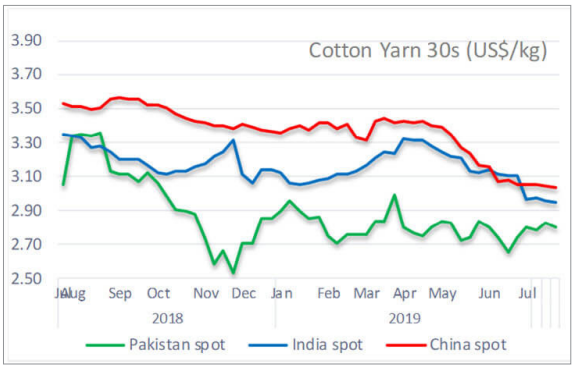
In Pakistan, spot cotton prices jumped back to a five-week high as the flow of seed cotton from Punjab fields gained momentum and leading textile spinners actively replenishing inventories. The overall market sentiment was bullish, with prices moving higher. Textile mills were apparently rushing to book larger lots ahead of long Eid-ul Azha holidays. However, shortage of logistics – currently hauling sacrificial animals – was affecting cotton movement. Further, fears of more rains in cotton belt and forward buying also pushed the rates higher on the cotton market. Reports from Punjab indicated that the current spell of moderate rains was beneficial for standing cotton crop and this may help in achieving higher yield. However, if downpour continues for long, it may damage the crop. As a result there was no respite to rising cotton prices and official spot rates were raised by PakRs350 week on week to PakRs8,860 per maund, ex-Karachi. The other factor for the hectic trading was short supply of fine lint against the high demand.

In India, spot cotton price movement was mixed this week with coarser varieties becoming dearer and finer varieties cheaper. Domestic factors were supporting cotton prices and a weak monsoon in the current season is also keeping the prices above the global prices. Global prices have shown a revival in the last few weeks. The Southwest monsoon advanced further into remaining parts of West Rajasthan and has thus covered the entire country in the previous week. Cotton sowing was completed over 10.90 million hectares as of this week, higher than the 10.26 million hectares sown normally until this week. It was also 0.6 million more than last year. Higher acreage was reported in most cotton growing states excepting Andhra Pradesh, Karnataka and Gujarat.

COTTON YARN

Cotton yarn markets in China saw stable price run this week amid good sales volume. Demand for 21s and 32s yarn was moderate, while other specs saw quiet sentiment. However, prices of combed 32s and 40s edged down as values in firm deals were negotiable. Overall the markets saw moderate transaction, and only few spinners picked up orders for autumn and winter products. Thus, most participants held weak confidence as a whole. In Pakistan, some upward correction at the high end in coarser yarn prices were seen in Faisalabad market, implying improving demand and rising cost of production. In India, narrow movement in cotton prices supported cotton yarn prices to roll over this week while piling inventory continued to exert pressure on spinners. Many mills in north India have reportedly reduced production by taking one day holiday in order to support prices.

In China, 32s cotton combed yarn prices moderated to 21.90 Yuan a kg (US$3.19 a kg) and carded 32s to 20.90 Yuan a kg (US$3.05 a kg), both down US cent 1. 40s combed edged down to 24.50 Yuan a kg (US$3.57 a kg) and carded to 22.00 Yuan a kg (US$3.21 a kg). Carded 16s and 21s rolled over at 14.00 Yuan a kg (US$2.04 a kg) and 16.60 Yuan a kg (US$2.42 a kg), respectively. In Pakistan, 30s carded prices in Karachi were steady at PakRs185-190 per pound (US$2.55-2.66 a kg, down US cent 1 due to weak currency), while 32s cone in Faisalabad were up PakRs4 to PakRs2051-215 per pound (US$2.83-2.96 a kg, up US cents 4). In India, 30s combed yarn for knitting rolled over at INR204 a kg (US$2.96 a kg) in Ludhiana, while export offers were stable at US$2.82 a kg.



Summary
MMF market
Cotton market
Fibre raw material market
Filament market
Wool & Speciality Fibres
Trade

Price movement key: Increase Unchanged Decrease

Fibre raw material market

PTA slumps once again while MEG price softens

POLYESTER INPUT: PTA

Purified terephthalic acid spot prices and Futures retreated significantly this week, due to unfavorable market condition, together with sharp reduction in production of polyester and woven products. The price spread between spots and futures also narrowed in the process. However, Sinopec and Yisheng Petrochemical settled their July contract prices up from June. Margins for purified terephthalic acid production in China dropped week on week, primarily due to a sharper decline in spot prices compared with the slower drop in prices of paraxylene. A slow sales-to-output ratio in the downstream sectors, prompted spot buyers to limit purchases to a need-to basis. India has extended its anti-dumping duties on purified terephthalic acid imported from South Korea and Thailand effective for a period of five years from 28 July. The variants include MTA and QTA.

Asian marker, the CFR China, declined US$35 on the week to US$710-712 a ton, while offers from Taiwan and Korea were stable at US$860 a ton. Offers for bonded goods on a one-day trip were at US$860 a ton, and discussions for nearby-month cargoes dipped gradually from US$760-800 a ton to US$710-720 a ton. Sinopec settled its July contract price at 6,670 Yuan a ton (US$970 a ton, up US$100) from June, while Yisheng Petrochemical settled its July contracts at 6,350 Yuan a ton (US$925 a ton, up US$90) from June. In Europe, July contracts were pegged at Euro666-700 a ton FD NWE. In the US, June contracts were stable at US cents 47.45 per pound (US$1,046 a ton) DEL.

POLYESTER INPUT: MEG

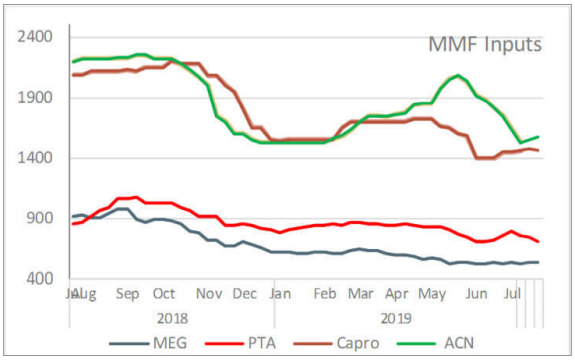
Mono ethylene glycol markets in Asia fluctuated in a narrow range and weakened slightly this week, dragged down by poor sales of polyester products and purified terephthalic acid market, though the inventories at China ports and volume of arrivals kept on decreasing. Inventories along east China decreased 4.7% week on week to 998 kilo ton, due to fewer import cargo arrivals and steady offtake rate. Spot import discussions were also softer amid persistently lukewarm downstream polyester and increased destocking in domestic markets. In the US, July mono ethylene glycol contracts rolled over, with length in supply expected to persist for the rest of the year. There were some logistical rail issues in the aftermath of Tropical Storm Barry, but supply itself was not impacted and outweighed demand, with the situation unlikely to change anytime soon. Demand for MEG into PET was steady but faced a delayed peak season and PET imports.

Asian benchmark, the CFR China lost US$3 week on week to US$538-543 a ton while the CFR South East Asia values were at US$540-545 a ton. Offers for nearby-month cargoes were at US$540 a ton with bids around US$535 a ton. Forward-month cargoes were offered US$2-3 higher than that for nearby-month cargoes. In Europe, bulk spot prices were stable at Euro495-505 a ton CIF NWE, and truck spot prices at Euro505-515 a ton FCA NWE. In the US, July contracts were assessed at a roll over at US cents 22.5-28.5 per pound (US$496-628 a ton) FOB USG, while spot prices were quoted in the low-US cents 20s per pound (US$441 a ton) for barge material and in mid-US cents 20s per pound for rail/truck material.

NYLON INPUT: CAPROLACTAM

Caprolactam markets in Asia saw slight correction given the bearish downstream demand. Prices of liquid and flake materials in China also declined amid insipid trades. Reportedly, buyers are likely to remain cautious on uncertain nylon demand. The seasonal lull will curb bulk purchases and supply can be in excess of demand in the near term. Sinopec settled its July caprolactam contract price higher than its June due to higher feedstock benzene prices. With benzene spot market going downward, the caprolactam market will remain range-bound on a soft tone in the coming week. In Europe, July contract price discussions were ongoing and the key talking points were increased in benzene contract and weak downstream demand for nylon 6 and the automotive sector. Meanwhile, caprolactam supply remained ample.

Asian caprolactam prices gave back US$10-20 this week and were at US$1,460-1480 a ton CFR SE and FE Asia. In China, spot offers for liquid goods prices fell to 12,400-12,500 Yuan a ton (US$1,800-1,815 a ton, down US$20), while flake goods fell to 12,800-13,000 Yuan a ton (US$1,860-1,890 a ton, down US$30). Sinopec settled its July contract price at 12,600 Yuan a ton (US$1,830 a ton) and Fibrant's nomination was at 12,700 Yuan a ton (US$1,845 a ton). In Europe, June contract prices were at Euro2,101-2,225 a ton FD NWE and cyclohexane July contract at Euro798 a ton ex-works NWE. In the US, cyclohexane July contracts were at US cents 272 a gallon FOB USG.



ACRYLIC INPUT: ACRYLONITRILE

Acrylonitrile prices in the Asian market rebounded this week as suppliers held offers high, but further upward momentum was lacking. Downstream buyers bought hand to mouth volume amid cautious attitude as spot markets were quiet and covered by wait-and-see sentiment. In China, demand for acrylonitrile remained short as downstream ABS market extended weakness while acrylic yarn makers were operating at low but steady rate

Summary
MMF market
Cotton market
Fibre raw material market
Filament market
Wool & Speciality Fibres
Trade

Price movement key: Increase Unchanged Decrease

of about 57%. In Europe, acrylonitrile contract price for July was confirmed at a decrease in a split settlement, reflecting change in sentiment and lower feedstock cost. Supply was still termed tight, and INEOS Nitriles had planned maintenance in Seal Sands, UK, from July-end for one month. In the US, spot export prices plunged amid increased supply expectations, with INEOS Nitriles restarting its Texas plant last weekend. Soft demand due to seasonal lull for acrylic fibre and high ABS inventories also pushed prices lower. In turn, spot export availability is expected to increase with the restart of Texas plant, with cargoes available in the coming months.

Asian acrylonitrile marker, the Far East CFR gained further US$25 week on week to US$1,574-1,576 a ton while CFR China rolled over at US$1,550-1,600 a ton. In China, self-lifting values at Lianyungang port jumped US$110 to US$1,670-1,690 a ton. Sinopec Anqing cut its July settlement prices to 11,100 Yuan a ton (US$1,615 a ton, down US$250) ex-tank. In India, prices were steady at US$1,550-1,600 a ton CFR. In Europe, spot prices fell US$10 on the week to US$1,578-1,582 a ton CIF Mediterranean. The July contract price was fully confirmed in a split settlement at a decrease of Euro92-94 a ton from June values. In the US, spot export prices plunged US$175 to US$1,560-1,570 a ton FOB US Gulf.

Summary
MMF market
Cotton market
Fibre raw material market
Filament market
Wool & Speciality Fibres
Trade

Price movement key: Increase Unchanged Decrease

Filament market

Chinese Spun Yarn Prices (ex-warehouse terms)						
Qianqing Raw Materials Market					% Change in Yuan	% Change in US Dollar
	26-Jul		19-Jul			
	yuan/tonne	US$/kg	yuan/tonne	US$/kg		
Polyester 32s	12,400	1.8024	12,900	1.8795	-3.88	-4.10
Viscose 30s	16,400	2.3839	16,600	2.4186	-1.20	-1.44
Poly/cotton 32s	16,500	2.3984	16,500	2.4040	0.00	-0.23
Poly/viscose 40s	19,000	2.7618	19,200	2.7974	-1.04	-1.27
Prices from Anhui					% Change in Yuan	% Change in US Dollar
	26-Jul		19-Jul			
	yuan/tonne	US$/kg	yuan/tonne	US$/kg		
Cotton carded 32s	20,900	3.0380	20,900	3.0451	0.00	-0.23
Cotton combed 32s	21,800	3.1688	21,900	3.1908	-0.46	-0.69
Cotton carded 40s	22,000	3.1979	22,000	3.2054	0.00	-0.23
Cotton combed 40s	24,400	3.5467	24,500	3.5696	-0.41	-0.64

Pakistan: Karachi Cone Cotton Yarn Market (Wholesale price)						
Cone	19 July 2019		12 July 2019			USD % change
	Mean PKR per 10lb	US$ per kg	Mean PKR per 10lb	US$/kg		
Carded 10/1	1,465	2.0128	1,465	2.0538	0.00	-2.00
Carded 40/1	2,350	3.2287	2,350	3.2945	0.00	-2.00
Carded 22/1	1,725	2.3700	1,725	2.4183	0.00	-2.00
Carded 30/1	1,878	2.5807	1,878	2.6333	0.00	-2.00
Combed 20/1	1,800	2.4731	1,800	2.5235	0.00	-2.00
Combed 40/1	2,350	3.2287	2,350	3.2945	0.00	-2.00
Source: Brecorder , X-Rates						

Summary
MMF market
Cotton market
Fibre raw material market
Filament market
Wool & Speciality Fibres
Trade

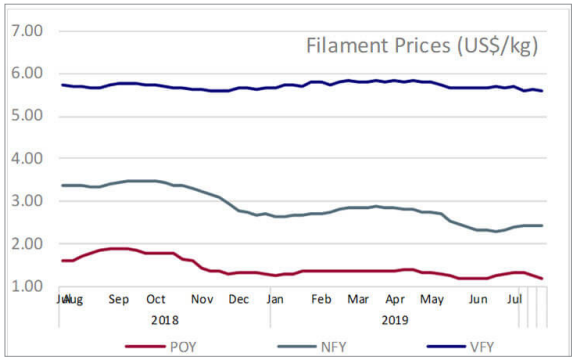
Price movement key: Increase Unchanged Decrease

Polyester filament moves sideways on weak cost

Polyester

Polyester filament yarn offers moved sideways amid fluctuating feedstock cost and thin trading atmosphere, as a wait-and-see stance dominated downstream converters. In Shengze, mainstream producers cut their offers for POYs, DTYs and FDYs, while selling indications were talked down. In Zhejiang, with relatively soft raw material cost, local offers were stable to down as downstream mills were generally cautious, so trading atmosphere was muted. In Pakistan, offers for DTYs were stable for local goods, but swings in exchange rates pushed offers for imported material sharply up despite poor feedstock cost. Trading atmosphere was lackluster and inventory pressure kept rising. In turn, local producers were eager to liquidate volumes but downstream mills held a wait-and-see stance. In India, POY market sentiment was lackluster, although offers stayed unchanged. Discounts were generally available in firm discussions. Inventory at producers was reportedly piling up slowly.

In China, POY prices were down US cents 6, with 75/36 at US$1.18-1.19 and 75/72 at US$1.19-1.21 a kg in Shengze. In India, POY offers rolled over, with 115/108 at INR100 a kg or US$1.45 a kg and 130/34 POY at INR92 a kg or US$1.34 a kg. In China, offers for DTYs were down US cents 5-8, with 75/36 at US$1.58-1.60 a kg and 75/72 intermingled at US$1.57-1.58 a kg. In Pakistan, offers for imported 300/96 intermingled DTY jumped rose to PakRs132 a pound (US$1.81 a kg, up US cent 1) while local goods offers were stable at PakRs116 per pound (US$1.59 a kg, down US cent 1). Imported 150/48 intermingled DTY were up at PakRs140 a pound (US$1.991 a kg, up US cents 5). In China, FDY offers were down US cents 3-5, with 50/24 at US$1.32-1.34 a kg and 150/96 FDY to US$1.13-1.15 a kg.



Nylon

Nylon filament yarn prices were almost stable across specs in China this week, as caprolactam prices went slightly lower, while contract nominations were stable. And with nylon chip sentiment slightly weak, the cost support for nylon yarn was steady to firm. Demand was modest with warp knitting and covering mills operating steady at 65% run rates, while circular-knitting and lacing mills at 40% run rates. Further buying interest was not so strong anymore. Demand for fishing-net yarn and staple was lukewarm, while that for monofilament and cord fabrics was cautious. Nylon-6 FDY prices were range-bound on a firmer tone, given high chip costs and acceptable demand. Nylon-6 DTY prices moved stable, indicating moderate demand.

In China, offers for nylon FDY70D/24F SD were up at the upper end at 16.70-17.10 Yuan a kg (US$2.43-2.49 a kg), while DTY70D offers were flat at 17.80-19.30 Yuan a kg (US$2.59-2.81 a kg). Cord fabric 1,260D offers declined at the upper end to 21.50-22.50 Yuan a kg (US$3.13-3.27 a kg, down US cents 8), while mono filament 30D prices rolled over at 19.00-19.50 Yuan a kg (US$2.76-2.83 a kg). In India, 20 SD filament prices remained unchanged at INR296 a kg (US$4.29 a kg, down US cent 1 due to weak INR) in Surat market.

Viscose

Viscose filament yarn market sentiment in China was weak this week. Producers could hardly liquidate volumes amid the current seasonal lull, so larger discounts were widely offered in firm discussions. Price-wise, offers for first-class, second-class and third-class VFY 120D were seen rolling over at the moment. Overall, with no improvement in demand seen on the horizon, market sentiment is expected to remain soft and prices weaker in the short-run. In India, no change was reported in viscose filament prices given a miniscule market with limited player and producers.

In China, viscose filament offers were stable in Yuan and down US cent 1 in US$ terms. 120D bright offers were at 38.50 Yuan a kg (US$5.60 a kg), and dull at 38.25 Yuan a kg (US$5.56 a kg). 300D bright prices were at 28.80 Yuan a kg (US$4.19 a kg) and dull at 25.40 Yuan a kg (US$3.69 a kg). In India, viscose filament prices remained unchanged in INR and down US cents 1-2 in US$ terms, with 100D bright VFY at INR388 a kg (US$5.62 a kg) and 450D at INR 225 a kg (US$3.26 a kg). Export prices had averaged US$4.62 a kg for June 2019, against US$4.04 a kg a year ago.

Summary
MMF market
Cotton market
Fibre raw material market
Filament market
Wool & Speciality Fibres
Trade

Price movement key: Increase Unchanged Decrease

Wool & Speciality Fibres

Wool							
Australia				**South Africa**			
AWEX EMI (cents/kg)				Cape Wools Merino Indicator (cents/kg)			
	11-Jul	04-Jul	change		05-Jun	29-May	change
A$	1,754	1,723	1.80%	Rand	20,607	20,598	0.04%
US$	1,222	1,212	0.83%	US$	1,401	1,391	0.72%
New Zealand				**United Kingdom**			
NZ Wool Services Indicators		Coarse Crossbred (cents/kg)		British Wool Fleece Indicator (clean)			
	25-Jul	18-Jul	change		23-Jul	02-Jul	change
NZ$	280	279	0.36%	pence/kg	149	154	-3.25%
US$	188	187	0.53%	US cents/kg	186	191	-2.77%
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		
	27-Jun	4-Jul
Chinese Cashmere (dehaired)		
White		
Hosiery 38mm	133.00	133.00
Weaving 32mm	121.00	121.00
Brown		
Hosiery 38mm	125.00	125.00
Weaving 32mm	116.00	116.00
Mongolian Cashmere (dehaired)		
Brown	104.00	104.00
Light Grey	105.00	105.00
Afghan/Iranian Cashmere (dehaired)		
White	105.00	105.00
Fawn	104.00	104.00
Dark Brown	103.00	103.00
Alpaca Tops		
White		
Baby (BL)	28.50	28.50
Fine Spinning (FS)	26.50	26.50
Adult (AG)	18.00	18.00
Camel Hair (dehaired)		
Super-baby	42.00	42.00
Medium baby	37.00	37.00
Adult	29.00	29.00
Silk		
Mulberry Sliver	42.50	42.50
Mulberry Noil	16.50	16.50
Tussah Sliver	33.50	33.50
Tussah Noil	16.00	16.00
Source: The Schneider Group		

New Zealand wool prices generally firm and tending to be dearer

By Nitin Madkaikar

Wool sales held on 25 July in New Zealand's North Island had just 8,661 bales on offer, of which 7,664 bales were sold, recording a clearance rate of only 91% as against 71% in the previous sale. More

Good price gains seen in second British sales of 2019

By Nitin Madkaikar

The second sale of the 2019 British selling season posted a 5.2% rise in the British Wool index at £1.62 a kg clean as against £1.54 a kg in the first sale held on 2 July. More

Summary
MMF market
Cotton market
Fibre raw material market
Filament market
Wool & Speciality Fibres
Trade

Price movement key: Increase Unchanged Decrease

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"
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
21/06/2019	9.322	5.715	7.984	4.450	4.720
28/06/2019	9.322	5.715	7.984	4.450	4.720
05/07/2019	9.322	5.715	7.984	4.450	4.720
12/07/2019	9.322	5.715	7.984	4.450	4.720
19/07/2019	9.322	5.715	7.984	4.450	4.720
26/07/2019	9.322	5.715	7.984	4.450	4.720

Summary
MMF market
Cotton market
Fibre raw material market
Filament market
Wool & Speciality Fibres
Trade

Price movement key: Increase Unchanged Decrease

WTiN
Executive Market Report
29 July 2019

USDA's Weekly Export Sales Report of week ending 11 July

The USDA's weekly export sales report of 18 July showed that net cotton sales of 163,000 RB for 2018-19 were up noticeably from the previous week and from the prior 4-week average. Increases were primarily for Vietnam (91,400 RB, including decreases of 5,900 RB), India (28,900 RB, including decreases of 1,300 RB), Pakistan (9,500 RB), Turkey (7,900 RB), and Thailand (7,400 RB, including 1,600 RB switched from Japan and decreases of 1,600 RB). Japan saw reductions (2,300 RB).

For 2019-20, net sales of 208,000 RB were primarily for Vietnam (133,300 RB), China (11,500 RB), Indonesia (10,700 RB), Bangladesh (10,500 RB), and Pakistan (7,600 RB). Exports of 318,300 RB were up 3% from the previous week, but down 3% from the prior 4-week average. Exports were primarily to Vietnam (79,500 RB), India (77,700 RB), Turkey (50,200 RB), Indonesia (18,400 RB), and China (16,200 RB).

Net sales reductions of Pima totaling 800 RB resulting in increases for Bahrain (300 RB), Switzerland (200 RB), and Greenland (100 RB), were more than offset by reductions for China (1,300 RB).

For 2019-20, total net sales of 2,100 RB were reported for Peru. Exports of 8,100 RB were down 30% from the previous week and 42% from the prior 4-week average. The destinations were primarily to India (5,100 RB), Pakistan (1,400 RB), Thailand (1,000 RB), Peru (200 RB), and Greenland (100 RB).

Exports for own account

For 2018-2019, new exports for own account totaling 1,500 RB were to Vietnam. Exports for own account totaling 1,200 RB to Indonesia were applied to new or outstanding sales. The current exports for own account outstanding balance of 14,800 RB is for Indonesia (9,000 RB), China (2,300 RB), Vietnam (1,500 RB), South Korea (1,200 RB), Taiwan (500 RB), and Thailand (300 RB).

U.S. EXPORT SALES WEEK ENDING 27 June 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	2,938.1	2,022.3	4,520.0	6,279.7	86.6	43.9	63.7	171.4
Unknown	0.0	0.1	0.0	0.0	0.0	0.0	0.0	0.0
Total	2,938.1	2,022.4	4,520.0	6,279.7	86.6	43.9	63.7	171.4
Optional Origin	0.0	4.5	0.0	0.0	0.0	0.0	0.0	0.0
Accumulated Exports	12,595.0	14,298.7			636.2	601.9		
Exports For Own Acct	14.8	13.0			0.0	0.0		
Net Change In Sales	163.0	2.3	208.0	199.1	-0.8	5.8	2.1	4.6

Summary
MMF market
Cotton market
Fibre raw material market
Filament market
Wool & Speciality Fibres
Trade

Price movement key: Increase Unchanged Decrease