Global Markets Weekly Review

SAMPLE: 27 JANUARY 2017

Table of Contents

NOTES TO GLOBAL MARKETS WEEKLY REVIEW

In This Report

Prices covered in this report relate to "Low" of the "Low/High" price range

Price Spread Ratio is the relation of the product with its raw material. It is a conversion cost indicator. For example, MEG produced from ethylene, POY from PTA/MEG, DTY/FDY from POY. In this report price spread, we have, to the best of our knowledge linked the chain to the upstream and to the closest market term.

Next week tendencies

UP = Price will rise, DW = Price will fall, RO = Price will roll over, RO-UP = Price may roll over or rise, RO-DW = Price will roll over or fall.

Confidentiality Statement

This report is solely intended for the benefit of the client and is governed by the subscription terms and conditions. Reproduction or distribution of any part of this report to third parties is not permitted without written consent from Textile Beacon Global Info Services, India. All information contained in this report has been obtained in good faith from sources deemed to be reliable in Textile Beacon's discretion but does not warrant or represent the accuracy and accepts no liability whatsoever for any reliance on or commercial decisions taken on use of this report by the client company or any third party. All prices in this Global Markets Weekly Review are indicative and may vary according to the specification, quality, size etc.

MARKET TERMS USED	
FOB	Free on Board
CIF	Cost + Insurance + Freight
C+F/CNF/CFR	Cost + Freight
FD or Delivered	Free delivery within 300 sq.km
Spot	Main market cash transaction
Local	Local main market prices inclusive of all federal and local taxes
Contract	Producers' nominated price for the month
Producers Offer	Ex-factory price

MARKETS BY REGIONS			
FE Asia	South East Asia	S. West Asia	Europe
China	Thailand	India	Rotterdam
Korea	Malaysia	Pakistan	ARA
Taiwan	Indonesia		Turkey
Japan	Phillipines		
	Singapore		

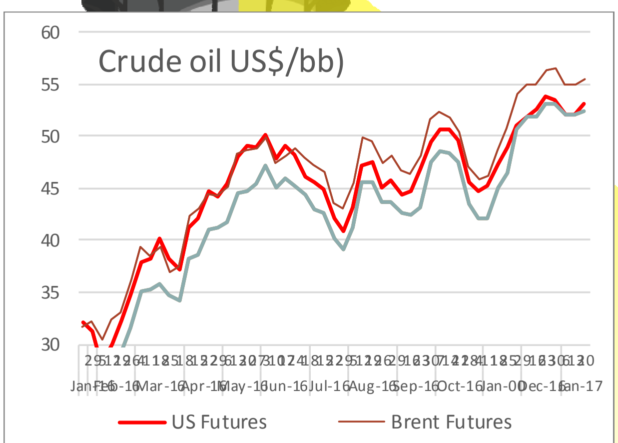
Key Movers in the week ended 27 January

- ✓ Crude Oil: Oil prices up on week but are weak as drillers add rigs
- ✓ Polyester Chain: Quiet holiday week but US MEG at 18-month high
- ✓ Nylon Chain: Benzene moderates in Asia and US
- ✓ Acrylic Chain: ACN spot surges in USA and Asia on feedstock cost
- ✓ Viscose Chain: Viscose markets calm in holiday week
- ✓ Cotton: Markets on bullish trend, cotton yarn prices up
- ✓ Spun yarn: PV yarn prices up in India

The Polyester Chain

Crude oil

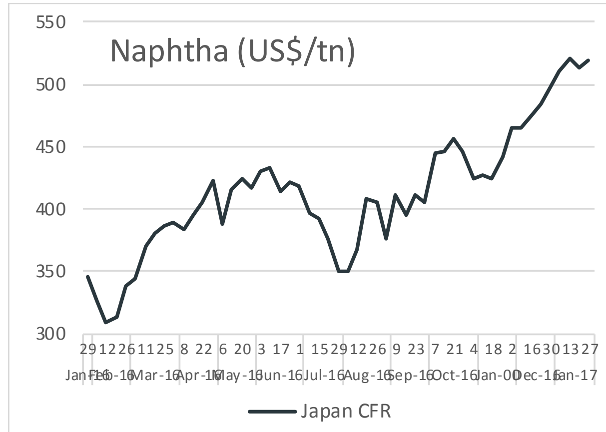
Crude oil prices slipped weekend, extending losses after data suggested drilling was ramping up in the US, raising investor concern about how effective OPEC and other producers will be at supporting prices by cutting supplies. Earlier prices had jumped more than US$1 after Saudi Arabia's Energy Minister Khalid al-Falih told the World Economic Forum in Davos, that 1.5 million barrels a day of the roughly 1.8 million in cuts pledged by OPEC and non-OPEC countries, were already been taken out of the market. But U.S. oil production has been rising filling that gap that OPEC has left open, as IEA forecast total US output in 2017 to average of 12.8 million bpd.



US crude futures for March delivery settled US cents 61 or 1.4% up on the week at US$53.17 a barrel. European Brent was up US cents 13 at US$55.52 a barrel. Meanwhile, the US weekly oil and gas rig count from Baker Hughes showed that US drillers have added 15 oil rigs in the week, the 12th gain in 13 weeks. That brings the total count to 566, the most since November 2015.

NAPHTHA

Asian naphtha market remained supported by strong North Asian demand, which pulled up CFR premiums to near double digits. However, concerns over prompt naphtha supply further widened the market backwardation, while cracks held firm, as buyers sought to cover their shorts into South Korea and Taiwan for first-half March arrival. Opening the week naphtha crack held steady as buyers continued to seek cargoes for March arrival, while sellers remained scarce. Asia's open-spec naphtha prices were firm following deals concluded at US$519.50 a ton CFR Japan for first-half March delivery.



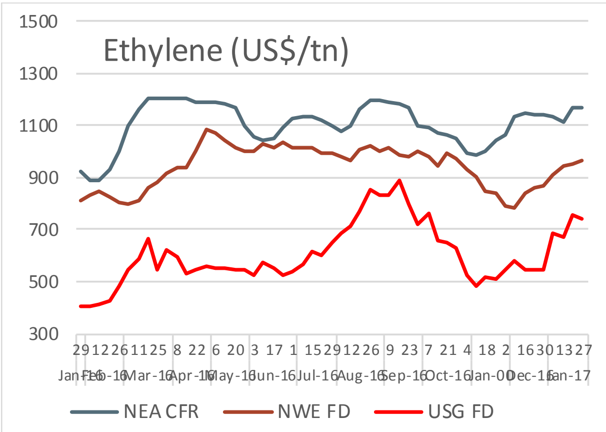
In Europe, petrochemical producers are set to increase use of feedstock naphtha in steam cracking, particularly in coastal areas, because of higher cracker margins, good availability and a bullish outlook on co-products. Thus, markets are expecting naphtha-based contract cracker margins to increase further on a bullish co-products market. Meanwhile, naphtha availability is healthy, partly due to reduction in US gasoline blending demand. During the week, Glencore sold one cargo to BASF at US$501 a ton CIF NWE, down from US$508 a ton early in the week.

ETHYLENE

Ethylene prices in Asian markets remained flat amid thin trade as China was on a weeklong holiday. Prices were assessed unchanged week on week. In Europe, ethylene spot prices were up but flat at weekend while markets were bullish ahead of February contract price settlement. Spot was also assessed at an 11% discount to the January contract numbers. In US, spot ethylene fell from three-month high as feedstock ethane prices edged lower on week. Meanwhile, ExxonMobil started Baytown turnaround. In Latin America, lack of feedstock lack of ethane and ethylene was hampering PE production.

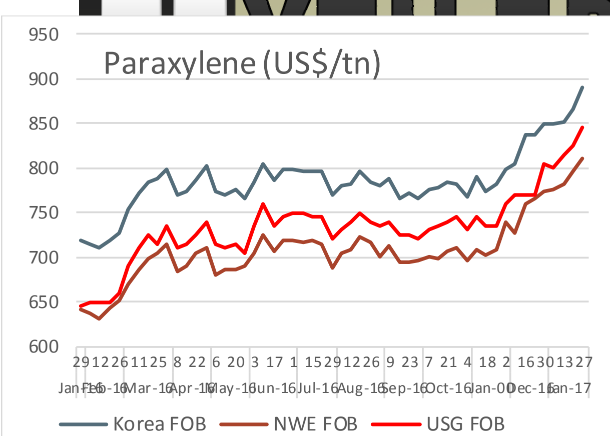
Asian ethylene Northeast CFR markers remained unchanged on the week at US$1,1669-1,171 a ton while Southeast CFR was similarly flat at US$1,034-1,036 a ton. In Europe, spot was at Euro908-912 a ton FD, up Euro12 on the week while

CIF values were at US$966-971 a ton, up US$20. US spot ethylene was US cent 0.50 lower week on week, assessed at US cents 33.75-34.25 per pound FD USG for prompt-month.



PARAXYLENE

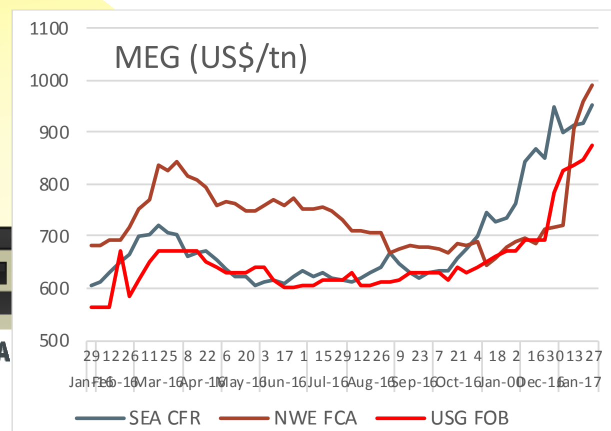
Paraxylene prices were up in Asian markets were at 18-month highs as regional supply was constrained by production issues, while market sentiment remained bullish as February Asian contract prices settlement was up from January. In US, paraxylene spot gained behind Asian rise while market fundamentals remained stagnant, but remained at netback to the CFR Taiwan. Spot mixed xylene February pricing fell as it trended lower with energy while supply was tight amid reformer outages. In Europe, paraxylene and orthoxylene were subdued on weakness in extraction economics while mixed xylene ended the week on a bullish note.



Asian paraxylene prices rose US$24.33 on the week with CFR Taiwan/China at US909.50-910.50 a ton and FOB Korea at US$889.50-890.5 a ton. February paraxylene contract price was settled at US$900 a ton, up US$50 from January. S-Oil dropped its February ACP nomination to US$915 a ton, US$5 lower from its initial nomination while JX Nippon Oil & Energy lowered its nomination to US$910 a ton, down US$50. In US, spot paraxylene rose US$20 on the week to US$845 a ton FOB USG while mixed xylene February pricing fell US cents 4 to US cents 246 a gallon (US$745 a ton) FOB USG. European paraxylene spot gained US$14 on the week to US$810 a ton.

MEG

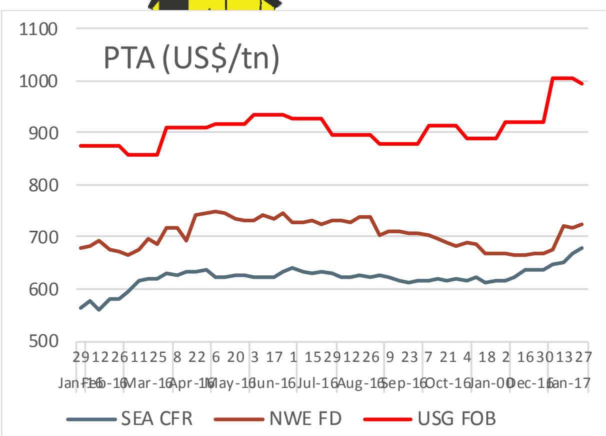
Mono ethylene glycol markets in China extended their gains early this week amid bullish market outlook post-Lunar New Year and concerns about tighter supply in February. Prices were up on the week although the market was quiet as the main Chinese market was off for the Lunar New Year holidays. In US, MEG spot climbed to a fresh 18-month high as February contracts are expected higher with continued pressure from rising Asian pricing. In Europe, MEG and DEG markets saw some firmer sentiment, but prices were not reacting to usual drivers as severely as expected due to mute end of year conditions. MEG spot prices climbed as bullish ethylene contributed to the increase.



Asian MEG prices jumped US$35 week on week, with CFR China at US$950-955 a ton while CFR South East Asia marker was up at US$952-954 a ton. In China, Sinopec nominated its February MEG contract price at 8,200 Yuan a ton (US$1,194 a ton), unchanged from January, In US, spot MEG rose to an 18-month high assessed at US cents 39.75-40.75 per pound (US$876-898 a ton) FOB USG, up US cent 1.25 from last week. European MEG prices rose Euro30 this week assessed at Euro930 a ton FCA NWE.

PTA

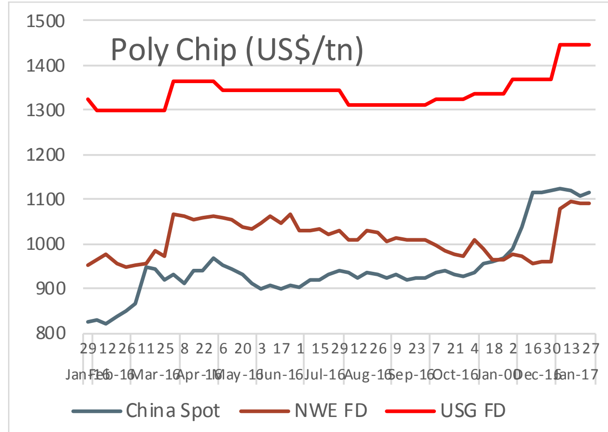
Purified terephthalic acid spot market activity in Asia was limited, with Chinese players mostly out for the Lunar New Year holiday, but price gains may continue into February. Meanwhile, prices rose on surging feedstock costs in India while Southeast marker tracked the Indian market up. In US, PTA January was expected to rise based on expectations of higher pricing for the feedstock paraxylene contract. In Europe, PTA found support in downstream PET market as January contract price was assessed stable since feedstock paraxylene January contract price was already factored in the previous weeks.



Asian PTA prices were up US$11 week on week with CFR China at US$663-665 a ton while CFR Southeast Asia marker was assessed at US$678-680 a ton. The CFR India marker was assessed up US$11 week on week at US$682 a ton, based on tradable indications heard. In US, PTA spot prices were at a 15-month high at US cents 42.84 per pound (US$944.45 a ton) FOB USG, although down US cents 2.68 on the week.

POLY CHIPS

Polyester chip markets were quiet as holiday atmosphere prevailed with Chinese Spring Festival draws closer, and enquiring and trading were both mute. In semi dull chip market, mainstream offers rolled over, and firm deal discussions were range bound. SB chip market mirrored the trend in SD chip market as offers rolled over amid insipid enquiring. CDP chip markets were quiet with mainstream offers higher in some cases, and firm deal discussions were range bound. Meanwhile, Sinopec nominated its February contract price for PET chips.



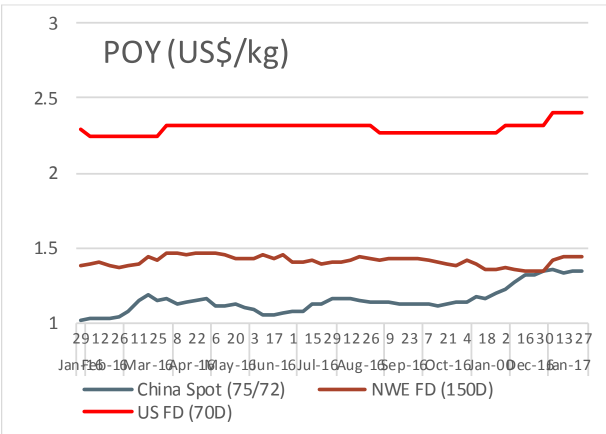
In China, semi dull chip offers were up at 7,650-7,750 Yuan a ton (US$1,115-1,130 a ton, up US$10 on the week) while super bright chip offers were up at 7,500-7,650 Yuan a ton (US$1,095-1,115 a ton, up US$10). Offers for CDP chip were flat at 8,300-8,400 Yuan a ton (US$1,210-1,220 a ton). Sinopec February contract price nominations for PET chips were at 7,950 Yuan a ton (US$1,160 a ton) for regular semi-dull chip. Asian marker for semi-dull continuous spinning fibre grade chip also gained US$25 on the week at US$1,225-1,275 a ton FOB Taiwan/Korea.

PFY

Polyester filament yarn markets in Asia were quiet and prices remained stable amid thin spot trades. In China, more yarn makers started maintenance shutdowns and downstream players reduced run rates ahead of Lunar New Year holidays. Before the holidays, DTYs, FDYs and POYs prices in Shengze rolled over while Zhejiang market saw stable PFY offers in mute transactions. In Pakistan, selling indications for DTYs were at unchanged on the week. In India, offers for POYs were stable as markets saw lusterless spot trades. The unstable raw material trend led to mute buying interest. Overall, PFY markets will probably sustain weak corrections after the New Year holiday.

In China, POY offers for 75/72 POY rolled over at US$1.34-1.35 a kg in Shengze and 75/36 at US$1.32-1.33a kg. In India, 130/34 POY prices were at INR96 per kg or US$1.41 a kg while 115/108 was atINR103 per kg or US$1.51 a kg, both unchanged on the week. In China, 75/72 DTY prices were at

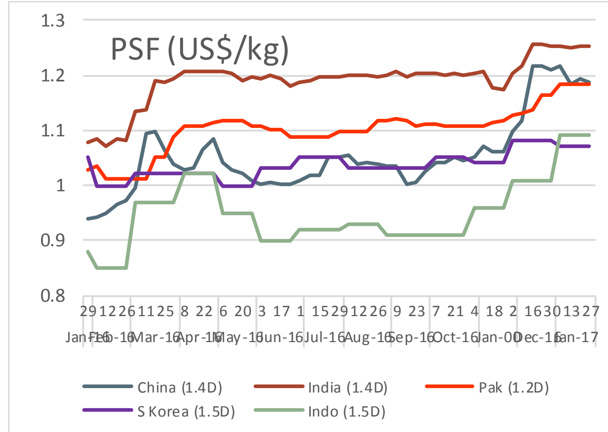
US$1.88-1.89 a kg in Shengze while 75/36 at US$1.80-1.82 a kg, flat on the week. In Pakistan DTY 300/96 intermingled was at PakRs66-80 per pound (US$0.63-0.76 a kg) while regular were flat at PakRs64-74 per pound or US$0.61-0.71 a kg. In Shengze, 150/96 FDYs offers were at US$1.32-1.34 a kg, while 50/24 FDY were traded at US$1.67-1.69 a kg.



PSF

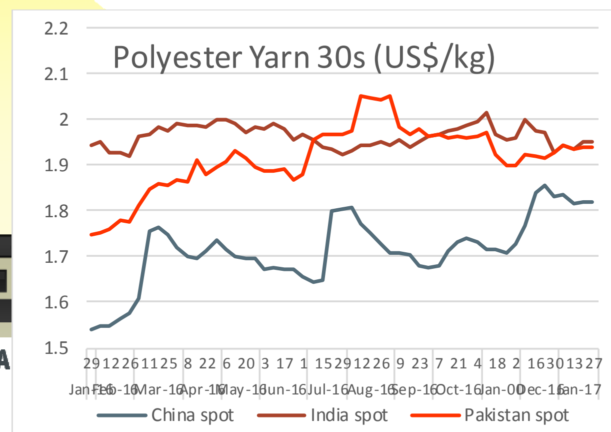
Polyester staple fibre markets were calm as holiday atmosphere in the overall polyester market got strong with the Spring Festival drawing near. Major PSF producers also kept offers steady to down, and discussions for firm deals were mostly unchanged. PSF market in Fujian was range bound, and major producers kept offers steady. In Shandong and Hebei, PSF market was under quiet adjustment as enquiring sentiment was mute with the holiday atmosphere getting closer. In India, PSF prices rolled over after they were hiked mid-December as cotton prices have started sobering. In Pakistan, PSF prices have been stable in the past 3 weeks since the increase in December.

In China, offers for 1.4D direct-melt-spun PSF in Jiangsu and Zhejiang were at 8.15-8.30 Yuan a kg (US$1.19-1.21 a kg). The same in Fujian and Shandong markets were at US$1.21-1.22 a kg. Sinopec had settled January contract price for 1.2D semi-dull and 1.4D bright PSF at 9.25 Yuan a kg (US$1.35 a kg) and 8.60 Yuan a kg (US$1.25 a kg) respectively. In India, 1.2D PSF producers' prices remained unchanged at INR85.25 a kg or US$1.25 a kg. In Pakistan, PSF prices rolled over at PakRs124-126 a kg (US$1.18-1.20 a kg).



POLYESTER YARN

Polyester spun yarn offers were stable on the week in China as producers mostly shut down units for Lunar New Year holidays, so transaction was quiet. Markets are likely to open firm after the holidays as polyester raw material have gained over the week. In India, demand remained relatively weak as the demonetization process eliminated many small-sized yarn producers, whereas others may have found it difficult to operate, with production dropping at spinning mills. In Pakistan, PSF prices have been very stable in the past three weeks, supporting polyester yarn markets.



In Shengze, offers for 32s polyester yarn were steady at 12.50-12.70 Yuan a kg (US$1.82-1.85 a kg). In Qiangqing, 32s weaving yarn was offered at 12.50-12.60 Yuan a kg (US$1.82-1.83 a kg). In India, polyester yarn 30 knit yarn prices rolled over at INR133 a kg (US$1.95 a kg) in Ludhiana market. In Pakistan, polyester yarn prices were steady with 30s spun at PakRs120 per pound (US$2.55 a kg) while 60s at PakRs134 per pound (US$2.85 a kg).

Polyester Chain

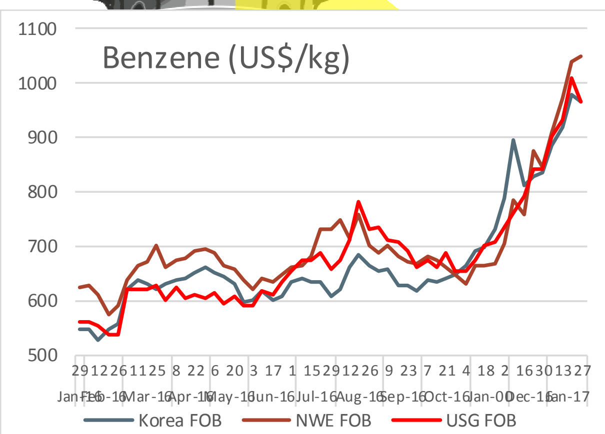
Product Specs	Market	Term	Last 12 mths Low	Last 12 mths High	Dec 2016	20-Jan	27-Jan	% YoY	Next week
Crude Oil (US$/barrel)									
NYMEX Future	USA	Futures	28.15	53.86	52.33	52.00	53.13	65.1	UP
Europe brent	IPE	Futures	30.41	56.55	55.06	54.98	55.50	74.8	UP
US Light	USA	Spot FOB	28.14	53.60	52.11	51.82	52.74	65.8	UP
OPEC	Middle East	Average	26.90	53.10	51.93	52.05	52.51	95.2	RO
Naphtha (US$/ton)									
	Japan	CFR	309	521	480	513	520	50.3	UP
	Rotterdam	Barges FOB	237	404	373	404	404	56.7	UP
	Singapore	Cargoes	249	408	378	408	408	51.5	UP
Price Spread (Ratio)									
Japan CFR / US crude Futures			1.50	1.32	1.25	1.34	1.33		
Rotterdam FOB / European Brent			1.06	0.97	0.92	1.00	0.99		
Ethylene (US$/ton)									
	NE Asia	CFR	889	1,204	1,139	1,169	1,169	26.5	RO
	SE Asia	CFR	889	1,169	982	1,034	1,034	10.7	RO
	NW Europe	CIF	775	1,071	830	946	960	20.5	UP
	NW Europe	FD Spot	785	1,082	839	954	967	18.9	UP
	US Gulf	FD	408	887	554	755	744	82.4	DW
Price Spread (Ratio)									
NE CFR / Japan CFR naphtha			2.88	2.31	2.37	2.28	2.25		
NWE FD Spot / Rott naphtha			3.31	2.68	2.25	2.36	2.40		
Paraxylene (US$/ton)									
	Korea	FOB	710	890	832	865	890	23.7	RO
	China/Taiwan	CFR	730	910	852	885	910	23.0	RO
Exxon's nomination	Asia CFR	Contract	740	860	860	860	860	14.7	RO
Indemitsu -nomination	Asia CFR	Contract	750	850	840	840	840	10.5	RO
	Europe	FOB	630	810	756	796	810	26.4	UP
	US Gulf	FOB	645	845	779	825	845	31.0	RO-UP
Price Spread (Ratio)									
Korea FOB / Japan CFR naphtha			2.30	1.71	1.73	1.69	1.71		
Europe FOB / Rott naphtha			2.66	2.01	2.03	1.97	2.01		
Mono Ethylene Glycol (US$/ton)									
	SE Asia	CFR	604	952	879	917	952	57.6	UP
	China	CFR	601	950	877	915	950	58.1	UP
MEGlobal's nomination	Asia	CFR Asia	710	1,050	840	1,020	1,020	41.7	RO
	Europe	FCA	642	991	704	959	991	45.1	RO-UP
	US Gulf	FOB	562	876	716	849	876	55.9	RO-UP
Price Spread (Ratio)									
SE CFR / NE Asia CFR ethylene			1.13	1.32	1.29	1.31	1.36		
China CFR / NE Asia CFR ethylene			1.13	1.32	1.28	1.30	1.35		
Europe FCA / FD ethylene			1.36	1.53	1.40	1.67	1.71		
US FOB / FD ethylene			2.30	1.65	2.16	1.87	1.96		
Purified Terephthalic Acid (US$/ton)									
	SE Asia	FOB	560	678	633	667	678	20.6	RO-UP
	China	CFR	641	769	743	652	663	21.7	RO-UP
	China	Spot	641	769	743	769	769	19.9	RO-UP
	Europe	FD	665	750	667	719	724	6.6	RO-UP
	USG	FOB	858	1,003	922	1,003	994	13.5	RO-DW
Price Spread (Ratio)									
SE Asia / Korea FOB Px			1.18	1.14	1.14	1.15	1.14		
China CFR / China CFR Px			1.31	1.26	1.30	1.10	1.09		
Europe FD / Europe FOB Px			1.57	1.38	1.32	1.35	1.33		
USG FOB / US FOB Px			1.99	1.77	1.77	1.81	1.76		
Polyester Chips (US$/ton)									
Semi-dull, fibre grade	Taiwan / Korea	FOB	1,000	1,225	1,200	1,200	1,225	22.5	RO-UP
Semi-dull, fil grade	China	Spot	819	1,121	1,096	1,106	1,114	35.1	RO-UP
CDP	China	Spot	949	1,209	1,181	1,208	1,208	26.7	RO-UP
Fibre grade	Europe	FD	948	1,094	963	1,092	1,092	14.9	RO-UP
Fibre grade	USA	FD	1,300	1,448	1,367	1,448	1,448	9.3	RO-UP

Price Spread (Ratio)									
Taiwan-Korea SD chips/ SE FOB PTA-MEG			1.43	1.33	1.40	1.33	1.33		
China SD chips/ China CFR PTA-MEG			1.07	1.12	1.15	1.25	1.22		
Europe fib gr / Europe FD PTA-MEG			1.18	1.09	1.16	1.14	1.12		
USA fib gr / USA FD PTA-MEG			1.38	1.23	1.30	1.24	1.24		
Polyester Filament Yarn (US$/kg)									
POY 75/72	Shengze	Spot	1.01	1.34	1.30	1.32	1.32	30.8	RO-UP
POY 115 / 108 POY	India	Spot	1.16	1.51	1.37	1.51	1.51	28.3	RO
POY 150 D POY	Europe	FD	1.34	1.47	1.35	1.44	1.44	4.5	RO
POY 70 D	USA	FD	2.25	2.40	2.31	2.40	2.40	4.8	RO
DTY 75/72	Shengze	Spot	1.48	1.88	1.81	1.88	1.88	26.8	RO-UP
DTY 75/48	Pakistan	Spot	0.97	1.00	1.00	1.00	1.00	3.0	RO-DW
DTY 150	Europe	FD	1.55	1.70	1.56	1.65	1.65	3.5	RO
DTY 70	USA	FD	2.53	2.62	2.53	2.53	2.53	-3.4	RO
FDY 150/96	Changshu	Spot	0.98	1.36	1.31	1.32	1.32	35.6	RO
FDY SD 75/36	S Korea	FOB	1.30	1.43	1.35	1.41	1.41	8.5	RO-UP
FDY 150D Trilobal bright	S Korea	FOB	1.40	1.51	1.45	1.51	1.51	7.9	RO-UP
1000D/192F high stretch, low shrink	China	FOB	1.25	1.40	1.38	1.40	1.40	5.3	RO-UP
1100 dtex conventional shrink	Europe	FD	1.85	2.01	1.86	1.74	1.74	11.9	RO
1000D low shrink	USA	FD	2.31	2.51	2.31	2.31	2.31	-5.4	RO
Polyester Staple Fibre (US$/kg)									
Virgin fibre									
1.4D/38mm directly melt spun	China	Spot	0.94	1.22	1.19	1.19	1.19	26.4	RO
1.0-1.2D 38mm	Pakistan	Spot	1.01	1.18	1.15	1.18	1.18	14.9	RO
1.4 D/38mm SD	India	Spot	1.07	1.26	1.25	1.25	1.25	16.0	RO-UP
1.5D spinning fibre	S Korea	FOB	1.00	1.08	1.08	1.07	1.07	1.9	RO-UP
1.5D spinning fibre	Indonesia	CIF	0.85	1.09	1.01	1.09	1.09	23.9	RO
1.2/1.5D	Europe	FD	1.19	1.30	1.19	1.19	1.30	1.2	RO-UP
1.7dtex	USA	FD	1.76	1.90	1.83	1.90	1.90	4.9	RO-UP
Re-cylced									
3-dimensional-crimp hollow 6-15D	East China	Spot	0.97	1.14	1.09	1.14	1.14	9.4	
100% Polyester Spun Yarn									
21s	China	Spot	1.36	1.70	1.67	1.67	1.67	23.2	RO
20s	Pakistan	Spot	2.06	2.23	2.18	2.23	2.23	8.2	RO
30s	China	FOB	1.45	1.70	1.61	1.60	1.50	0.0	RO-DW
30s	India	Spot	1.92	2.02	1.97	1.95	1.95	0.4	RO
30s	Pakistan	Spot	2.25	2.52	2.36	2.52	2.52	11.2	RO
32s	China	Spot	1.54	1.86	1.82	1.82	1.82	18.0	RO-DW
45s	China	Spot	1.71	1.98	1.96	1.97	1.97	15.0	RO-DW
60s	China	Spot	2.02	2.24	2.10	2.15	2.15	2.3	RO-DW
60s	Pakistan	Spot	2.71	3.01	2.74	2.82	2.82	3.9	RO

The Nylon Chain

Benzene

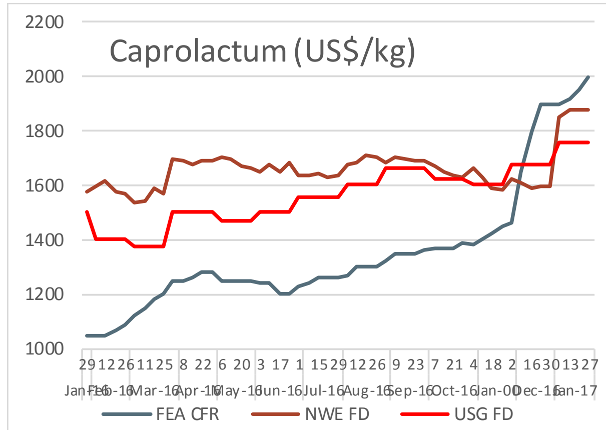
Benzene prices declined over 1 per cent in Asian markets and more sharply on weekend on strong selling interest. In Europe, benzene spot hit a fresh 26-month high as upward momentum continued, with prices increasing sharply on Tuesday only to decline sharply weekend. In US, spot benzene fell on weaker demand as derivative turnaround was extended while styrene continued to rise. In Latin America, benzene pricing fell off 26-month high despite demand was talked stronger and to remain that way through Q2 as anticipated downstream production issues in China could lead to limited availability from Asia.



Asian benzene spot declined US$10-15 on the week with FOB Korea at US$961.50-965.50 a ton and CFR Taiwan to US$977-979 a ton. The CFR India was down US$14.50 at US$972-973. In Europe, spot gained US$8-16 week on week assessed at US$1,047.50-1,048.50 a ton FOB Rotterdam and US$1,029.50-1,030.50 a ton CIF ARA. US spot benzene assessments for February fell US cents 15 week on week to US cents 321.95-322.05 a gallon FOB USG and US cents 320 a gallon DDP USG. Latin benzene pricing plunged US$42 week on week, assessed at US$907-909 a ton.

Caprolactum

Caprolactum markets remained firm in China amid thin trading as the Spring Festival approached during the week and trading activities had mostly ended. Mainstream offers and trading values were firm. Sinopec raised its February contract nomination for liquid, AA grade, goods, mainly from Baling Petrochemical and Baling Hengyi. Downstream demand was also weak as yarn makers proceeded for the weeklong holidays. Upstream benzene prices moderated on the week which will ease cost support to caprolactum producers and with moderate demand, prices are likely to remain stable to down in coming week.

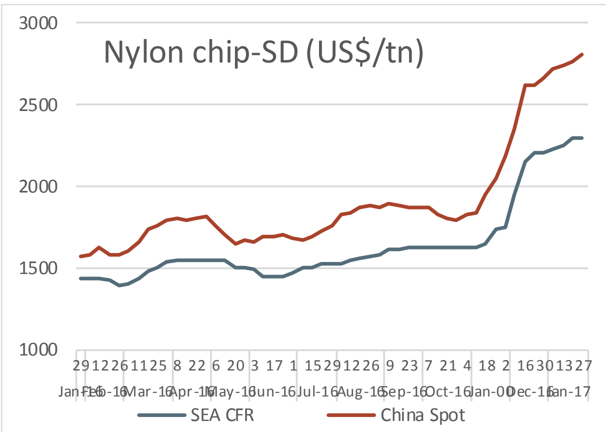


Asian caprolactum prices were up US$50 at the lower end on the week with SE and FE markers at US$2,000-2,050 a ton while East European goods were stable at US$2,000-2,050 a ton. In China, offers and trading values were firm at 17,800 Yuan a ton (US$2,590 a ton). Sinopec hiked its February contract nomination to 18,700 Yuan a ton (US$2,720 a ton, up US$65). High-end contract for January was partially settled at US$2,060 a ton.

Nylon Chips

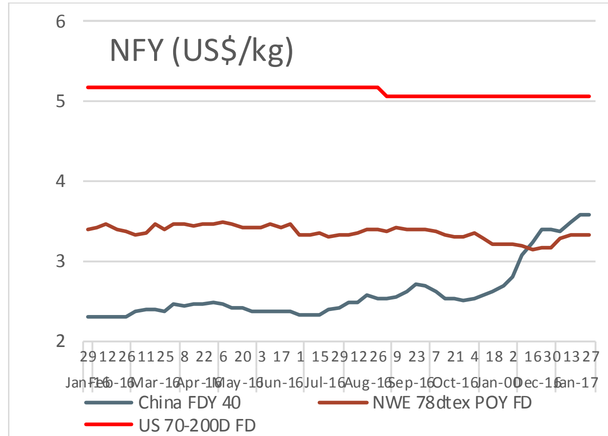
Nylon chip prices were lifted on firm cost support as benzene and caprolactum prices increased over the past two weeks. In China, offers for conventional spinning nylon-6 chip were raised US$95 on the week while leading enterprises in Jiangsu and Hunan, quoted chips at much higher rate. In general, market prices held firm amid thin trading sentiment. Lately, with raw materials staying at high levels and suppliers sitting on lean inventory, sellers maintained firm offers. With the ongoing Spring Festival, transaction was thinner. In the meantime, staple fiber and monofilament makers saw narrow losses.

In China, bright conventional spinning nylon-6 offers were raised to 19,200-19,800 Yuan a ton (US$2,795-2,880 a ton, up US$95 on the week). Offers for semi-dull high-speed spinning chip were raised to 19,900-20,100 Yuan a ton (US$2,895-2,925 a ton, up US$105 on the week). Taiwan-origin high-speed chip from majors were offered on the week at US$2,300-2,350 a ton. High-end engineering plastics grade chip prices were at 20,500 Yuan a ton (US$2,985 a ton).



NFY

Nylon filament yarn makers had trimmed operation as demand slowed down due to Lunar New Year holidays in China while prices remained unchanged on the week. Nylon yarn producers had hiked offers last week to relieve cost pressure. Demand remained lusterless and converters cut production. Warp-knitting, weaving and AJ covering sectors operated at a run rate of 30%. Meanwhile, circular-knitting mills and lacing mills also trimmed operating rate to 10%. In non-textile sectors, fishing-net yarn, monofilament, staple fiber and cord fabric markets saw weak demand.



In China, FDY70D/24F SD prices were at 23.00-23.50 Yuan a kg (US$3.35-3.42 a kg), while FDY40D were flat at 24.50-25.500 Yuan a kg (US$3.57-3.71 a kg). DTY 70D/24F prices rolled over at 23.50-25.50 Yuan a kg (US$3.42-3.71 a kg) while 30D/10F were at 28.00-30.50 Yuan a kg (US$4.08-4.44 a kg). Monofilament 30D prices remained unchanged at 24.50-25.50 a kg (US$3.57-3.71 a kg). Nylon staple fiber 1.5D prices stood at 21.00-22.00 Yuan a kg (US$3.06-3.20 a kg).

Nylon Chain

Product Specs	Market	Term	Last 12 mths Low	Last 12 mths High	Feb 2017	20-Jan	27-Jan	% YoY	Next week
Crude Oil (US$/barrel)									
NYMEX Future	USA	Futures	28.15	53.86	52.33	52.00	53.13	65.1	UP
Europe brent	IPE	Futures	30.41	56.55	55.06	54.98	55.50	74.8	UP
US Light	USA	Spot FOB	28.14	53.60	52.11	51.82	52.74	65.8	UP
OPEC	Middle East	Average	26.90	53.10	51.93	52.05	52.51	95.2	RO
Naphtha (US$/ton)									
	Japan	CFR	309	521	480	513	520	50.3	UP
	Rotterdam	Barges FOB	237	404	373	404	404	56.7	UP
	Singapore	Cargoes	249	408	378	408	408	51.5	UP
Benzene (US$/ton)									
	Korea	FOB	527	978	842	978	965	76.0	RO-UP
	SE Asia	FOB	511	981	846	981	968	81.5	RO-UP
	Rotterdam	FOB	574	1,048	816	1,040	1,048	68.0	RO-UP
	US Gulf	FOB	537	1,007	810	1,007	966	71.8	RO-UP
Price Spread Ratio									
Korea FOB / Naphtha CFR Japan			1.70	1.88	1.75	1.91	1.86		
SE Asia FOB / Naphtha CFR Japan			1.65	1.88	1.76	1.91	1.86		
Rotterdam FOB / Naphtha FOB Rott			2.42	2.60	2.19	2.58	2.60		

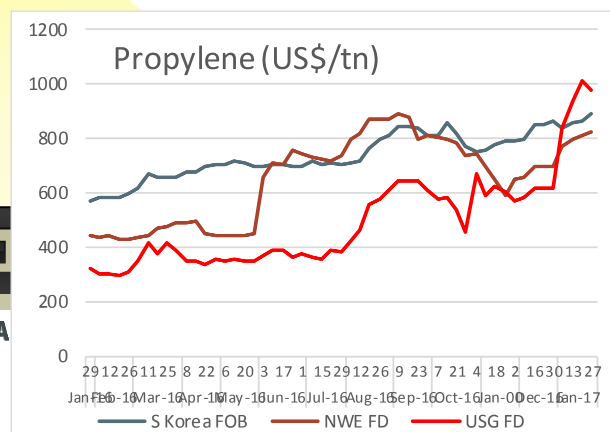
Caprolactum (US$/ton)									
	SE/FE Asia	CFR	1,050	2,000	1,813	1,950	2,000	90.5	UP
Liquid goods	China	Spot	1,378	2,664	2,387	2,664	2,591	82.5	UP
Solid goods	China	Spot	1,455	2,663	2,578	2,649	2,591	75.0	UP
From Japan	China	CIF	1,100	1,900	1,850	1,900	1,900	72.7	UP
From East Europe	China	CIF	1,050	2,000	1,813	1,950	2,000	90.5	UP
	China	Spot	1,474	2,663	2,560	2,620	2,620	73.4	UP
Sinopec	CFR Asia	Contract	1,496	2,735	2,632	2,693	2,693	71.3	RO
Fibrant	CFR Asia	Contract	1,531	2,766	2,401	2,766	2,766	75.1	RO
Price Spread Ratio									
SE/FE Asia CFR / Korea benzene FOB			1.99	2.05	2.15	1.99	2.07		
Nylon Chips US$/ton)									
SD high speed spinning	SE Asia	CFR	1,390	2,300	2,125	2,300	2,300	60.8	RO-UP
SD high speed spinning (Taiwani)	Taiwan	FOB	1,390	2,350	2,138	2,350	2,350	64.3	RO-UP
SD high speed spinning	China	Spot	1,572	2,810	2,564	2,766	2,810	78.7	RO-UP
Conventional Spng Chips	China	Spot	1,549	2,708	2,538	2,708	2,708	73.9	RO-UP
Price Spread Ratio									
SE Asia SD chip / SE Asia Capro CFR			1.32	1.15	1.17	1.18	1.15		
China SD chip local / China Capro Spot			1.07	1.05	1.00	1.06	1.07		
Nylon Filament Yarn (US$/kg)									
FDY 70D/24F SD	China	Spot	2.14	3.35	3.01	3.35	3.35	56.7	RO-UP
DTY 70D/24F SD	China	Spot	2.32	3.49	3.13	3.42	3.49	47.7	RO-UP
78dtex, POY (Ny 6)	Europe	FD	3.14	3.48	3.16	3.32	3.32	-1.8	RO
70-200D, weave (tube)	USA	FD	5.07	5.18	5.07	5.07	5.07	-2.1	RO
Price Spread Ratio									
China DTY 70D / China SD chip spot			1.47	1.24	1.22	1.24	1.24		
China DTY 70D / China Capro spot			1.57	1.31	1.22	1.31	1.33		

The Acrylic Chain

Propylene

Propylene prices were up in Asian markets amid thin supply while demand remained firm particularly from polypropylene makers. Last week, tighter supply had bolstered Northeast Asia prices as JX shut its Sendai RFCC unit. In Europe, propylene offers were thin towards February contract price settlement and discounts were heard from 5%, narrowing toward ideas of a spot price that was flat against the contract price. In US, propylene spot RGP was at 22-month high while PGP pricing fell for the week. Meanwhile, January propylene contracts settled higher on the month more in line with Asia.

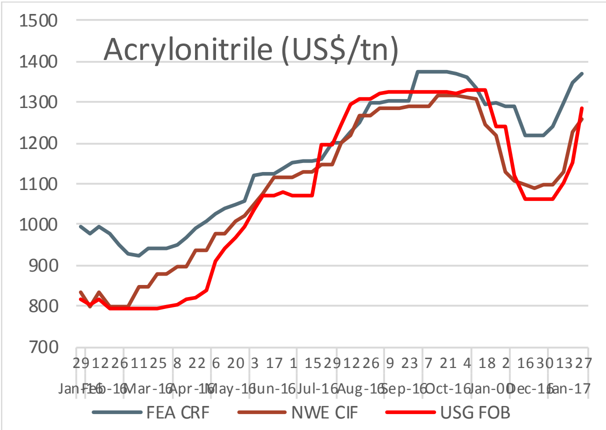
Asian propylene markers gained US$20 on the week with CFR China at US$924-926 a ton and CFR Taiwan at US$934-936 a ton. SE Asia was at US$929-931 a ton. In US, spot polymer and chemical grade propylene pricing sobered US cents 1.25 on the week, to US cents 47.50-48.00 per pound and US cents 44.50-45.00 per pound respectively. In Europe, spot chemical grade propylene prices were at Euro775-779



a ton FD NWE while CIF values were assessed at Euro767-771 a ton.

Acrylonitrile

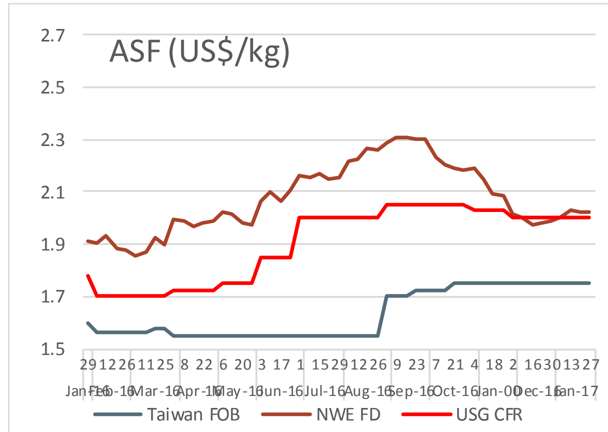
Acrylonitrile prices surged again this week on tighter supply and rising feedstock propylene cost. However, weakening demand for downstream acrylic fiber limited the hike. Asian prices rose slow towards holiday period as ABS sentiment improved a bit while acrylamide prices remained unchanged. In US, acrylonitrile spot rose on global tightness and supported by the significantly higher January propylene settlement. In Europe, acrylonitrile fundamentals continued to support price rise with the rise in feedstock expectations.



Asian ACN prices further surged US$5-20 on the week with CFR Far East Asia at US$1,369-1,371 a ton while Southeast Asia gained US$5 at US$1,314-1,316 a ton. In China, offers for offshore cargoes were at US$1,350-1,370 a ton. In India, ACN prices held stable at lower end at US$1,200-1,300 a ton. US acrylonitrile export assessment surged US$135 week on week to US$1,285-1,295a ton FOB USG while spot prices were assessed US$100 higher at US$1,300-1,400 a ton FOB US Gulf. Northwest European acrylonitrile spot prices were assessed at US$1,258-1,262 a ton CIF Mediterranean.

ASF

Acrylic staple fiber markets and prices were stable in Asian markets this week. In China, trading atmosphere was lackluster due to Lunar New Year holidays and offers for cotton-type staple fiber and medium-length staple fiber were pegged at a roll over. Markets sentiment is likely to pick up after the Spring Festival. In India, ASF prices rolled while they remained unchanged in Pakistan on the week. Overall demand was lusterless. ASF producers will continue to suffer some margin losses given the rise in acrylonitrile cost this week.



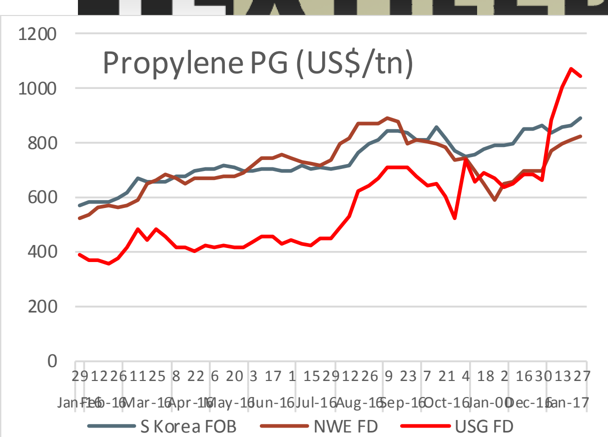
ASF offers for Taiwan origin 3D bright ASF tow remained unchanged at US$1.75-1.78 a kg. In China, ASF prices rolled over for medium-length fiber and cotton-type staple at US$1.88-2.03 a kg. Sinopec's January settlement prices for 1.5D staple fiber were at 13.57-13.67 Yuan a kg (US$1.98-1.99 a kg) from Shanghai Petrochemical, 13.32 Yuan a kg (US$1.94 a kg) from Anqing Petrochemical and 13.28 Yuan a kg (US$1.93 a kg) from Qilu Petrochemical. In India, offers remained unchanged at INR123-126 (US$1.85-1.87 a kg). In Pakistan, 1.2D ASF prices rolled over at PakRs.197 a kg (US$1.88 a kg).

Acrylic Chain									
Product Specs	Market	Term	Last 12 mths Low	Last 12 mths High	Feb 2017	20-Jan	27-Jan	% YoY	Next week
Crude Oil (US$/barrel)									
NYMEX Future	USA	Futures	28.15	53.86	52.33	52.00	53.13	65.1	UP
Europe brent	IPE	Futures	30.41	56.55	55.06	54.98	55.50	74.8	UP
US Light	USA	Spot FOB	28.14	53.60	52.11	51.82	52.74	65.8	UP
OPEC	Middle East	Average	26.90	53.10	51.93	52.05	52.51	95.2	RO
Naphtha (US$/ton)									
	Japan	CFR	309	521	480	513	520	50.3	UP
	Rotterdam	Barges FOB	237	404	373	404	404	56.7	UP
	Singapore	Cargoes	249	408	378	408	408	51.5	UP

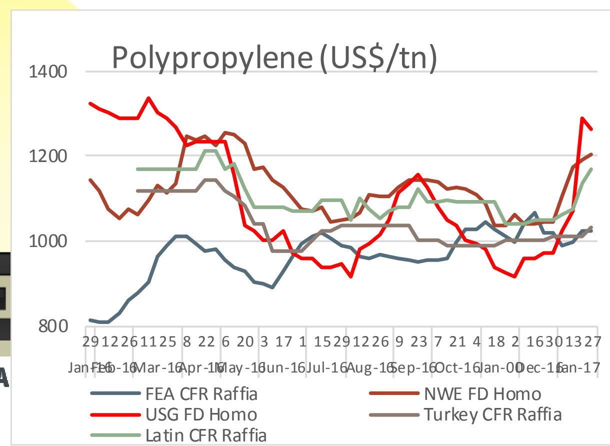
Propylene (US$/ton)									
	Korea	FOB	569	891	841	864	891	56.6	UP
	China	CFR	604	929	899	909	929	53.8	UP
Chemical grade	NW Europe	FD	428	890	687	809	825	87.5	RO-UP
Chemical grade	NW Europe	CIF	395	882	679	801	817	100.5	RO-UP
Chemical grade	USA	Spot	292	1,008	606	1,008	981	206.9	RO
Price Spread Ratio									
Korea FOB / Crude US Futures			2.76	2.26	2.19	2.27	2.29		
NWE FD / European Brent Futures			1.92	2.15	1.70	2.01	2.03		
USA / US light			1.42	2.57	1.59	2.65	2.54		
Acrylonitrile (US$/ton)									
	FE Asia	CFR	924	1,374	1,237	1,349	1,369	37.7	UP
	China	CFR	900	1,350	1,198	1,350	1,350	35.0	UP
	Europe	CIF	798	1,318	1,098	1,228	1,258	51.0	UP
	US Gulf	FOB	795	1,330	1,075	1,150	1,285	57.7	UP
Price Spread Ratio									
FE Asia CFR / Korea propylene FOB			1.62	1.54	1.47	1.56	1.54		
China CFR / China propylene CFR			1.49	1.45	1.33	1.49	1.45		
Europe / NW Europe CGP FD			1.87	1.48	1.60	1.52	1.52		
US Gulf / USA CGP spot			2.72	1.32	1.77	1.14	1.31		
Acrylic Staple Fibre (US$/kg)									
1.5D/38mm	China	Spot	1.76	1.89	1.79	1.89	1.89	5.6	RO
1.5D/38mm	Taiwan	FOB	1.55	1.75	1.75	1.75	1.75	9.4	RO
1.5D/38mm	India	Spot	1.83	2.13	1.93	1.84	1.84	-1.1	RO
1.5D/38mm	Pakistan	Spot	1.86	1.92	1.88	1.88	1.88	-1.4	RO
3D tow	Europe	FD	1.86	2.31	1.99	2.02	2.02	5.9	RO
3D tow	USA	CFR	1.70	2.05	2.00	2.00	2.00	12.4	RO
Price Spread Ratio									
1.5D/38mm China / China CFR ACN			1.96	1.40	1.50	1.40	1.40		
3D Tow / Europe CIF ACN			2.33	1.75	1.81	1.65	1.61		
3D Tow / USG FOB ACN			2.14	1.54	1.86	1.74	1.56		

Polypropylene

Polypropylene markets in Asia were quiet in China while prices Southeast Asia, South Asia prices rose. India's Reliance has resumed limited PP exports after start-up. In Turkey, PP prices fell this week on weak buying, while African prices rose amid lack of offers. European PP spot prices continued



to rise on tight market while sellers are expected to boost prices in February due to steep rise in feedstock cost seen



next month while spot prices continue to firm as January progresses. In US, January PP prices jumped following feedstock showing how the polymer has reverted to the standard or most accurately to monomer's market.

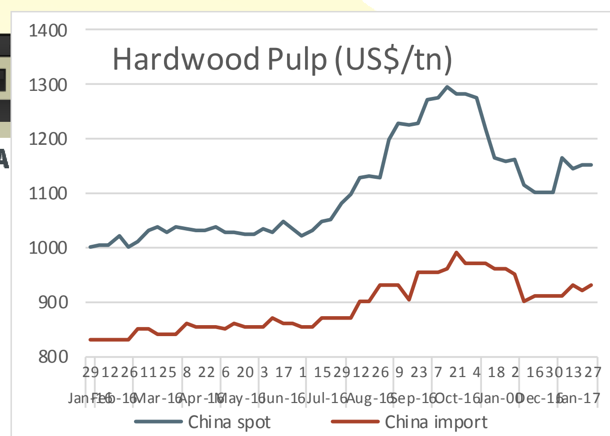
Asian PP markers gained US$10 with raffia grade and injection grade both at US$1,034-1,036 a ton. In Turkey PP was down US$32 assessed at US$1,084 a ton while in Africa PP was up US$20 at US$1,030 a ton. In US, spot homopolymer injection-grade PP was at US$1,290-1,312 a ton FAS Houston. In Brazil, the import assessment rose US$15 to US$1,170-1,180 a ton CFR Brazil for homopolymer, with co-polymer retaining a US$40 a ton premium. In Europe, spot homo polymer prices rose Euro20 on the week to Euro1,118-1,122 a ton FD NWE while contract prices were assessed at Euro1,220 a ton FD NWE.

Polypropylene									
Product Specs	Market	Term	Last 12 mths Low	Last 12 mths High	Feb 2017	20-Jan	27-Jan	% YoY	Next week
Crude Oil (US$/barrel)									
NYMEX Future	USA	Futures	28.15	53.86	52.33	52.00	53.13	65.1	UP
Europe brent	IPE	Futures	30.41	56.55	55.06	54.98	55.50	74.8	UP
US Light	USA	Spot FOB	28.14	53.60	52.11	51.82	52.74	65.8	UP
OPEC	Middle East	Average	26.90	53.10	51.93	52.05	52.51	95.2	RO
Naphtha (US$/ton)									
	Japan	CFR	309	521	480	513	520	50.3	UP
	Rotterdam	Barges FOB	237	404	373	404	404	56.7	UP
	Singapore	Cargoes	249	408	378	408	408	51.5	UP
Propylene (US$/ton)									
	Korea	FOB	569	891	841	864	891	56.6	UP
	China	CFR	604	929	899	909	929	53.8	UP
Polymer grade	NW Europe	FD	521	890	687	809	826	58.7	UP
Polymer grade	NW Europe	CIF	515	882	679	801	817	58.5	UP
Polymer grade	USA	FD	358	1,074	667	1,074	1,047	171.4	RO-DW
Polypropylene (US$/ton)									
Raffia grade	FE Asia	CFR	809	1,064	1,035	1,024	1,024	25.8	RO-UP
Injection grade	FE Asia	CFR	809	1,064	1,033	1,024	1,024	25.8	RO-UP
Raffia grade	Turkey	CFR	-	1,116	1,061	1,116	1,084		RO-DW
Raffia grade	N. Africa	CFR	-	1,142	1,003	1,010	1,030		RO-UP
Homopolymer	NW Europe	FD	1,036	1,255	1,042	1,191	1,201	5.0	UP
Homopolymer	USA	FAS Haston	915	1,334	965	1,290	1,262	-4.6	DW
Homopolymer	Latin America	CFR WCSA	-	1,210	1,048	1,135	1,170		DW
Price Spread Ratio									
FE Asia CFR / Korea FOB PGP			1.42	1.19	1.23	1.19	1.15		
NWE homopolymer / NWE FD PGP			1.99	1.41	1.52	1.47	1.45		
USA homopolymer / USA FAS PGP			2.55	1.24	1.45	1.20	1.21		

The Viscose Chain

Wood Pulp

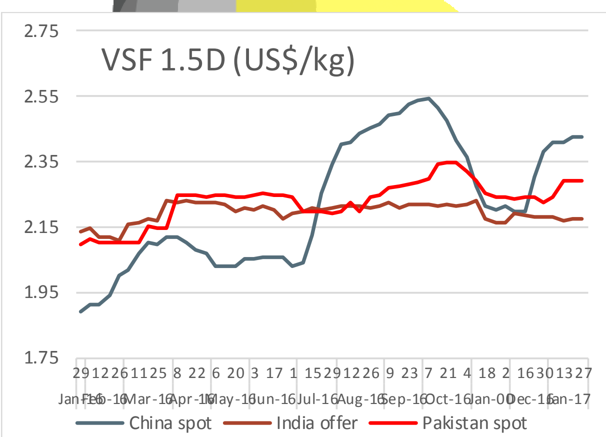
Dissolving pulp market saw softwood pulp deals gradually concluded with mainstream offers for European goods at US$1,030 a ton, while central discussions and trading prices at US$1,020/ton or partly higher. Hardwood pulp was mainly traded at US$930-940 a ton. In China, dissolving pulp markets saw no fresh offers this week as players were shutting down for a week long Lunar New Year holidays. Central trading prices early in the week for hardwood were at 7,900-8,200 Yuan a ton (US$1,150-1,190 a ton).



Cotton linter market in China was lusterless, with few trades or negotiations. Cotton pulp producers generally maintained low run rates, and market transactions were limited due to holidays. In Xiajin, the prices for filament-grade linter were at 6,100-6,200 Yuan a ton (US$890-900 a ton). In cotton pulp markets, offers for staple grade rolled over at 8,200-8,300 Yuan a ton (US$1,195-1,210 a ton), while firm discussions were at 8,000 Yuan a ton (US$1,165 a ton) or slightly below.

VSF

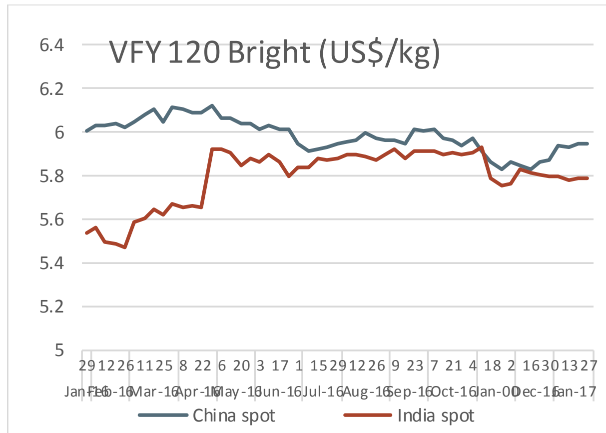
Viscose staple fibre markets saw trading activity generally coming to an end in China due to week long Lunar New Year holidays. Some producers still made tentative price hikes during the last weekend. Goods delivery was mostly suspended. Markets gradually calmed down amid growing holiday atmosphere. In India, VSF prices continued to trend stable seeing downstream spun yarn markets recovering slowly from the demonetization policy. In Pakistan, rising cotton prices were supporting viscose markets with yarn export also picking up steadily.



In China, offers for medium end VSF were up at 16.70-17.00 Yuan a kg (US$2.43-2.47 a kg) while high end VSF was pegged at 17.00 Yuan a kg (US$2.47 a kg). 1.5D VSF was traded at 16.65 Yuan a kg (US$2.42 a kg, up US cent 1 on the week) while 1.2D was stable at 16.85 Yuan a kg (US$2.45 a kg). In Pakistan, 1.5D VSF prices remained unchanged at PakRs240-243 a kg (US$2.29-2.32 a kg) in Karachi market. In India, prices rolled over at INR144-151 kg (US$2.11-2.22 a kg).

VFY

Viscose filament yarn markets in China saw trading activities mostly ended, so did goods deliveries as the Spring Festival holidays approached during the week. Producers mainly tried to materialize deals at their offering levels, and intentions to raise the prices. However, downstream converters were mostly engaged in winding-up. Price-wise, trading prices for first-class, second-class and third-class VFY 120D were seen rolling over on the week. In India, VFY markets saw trading recovering slowly from the ongoing monetization policy. Overall, VFY markets will gradually regain after the Spring Festival holidays.

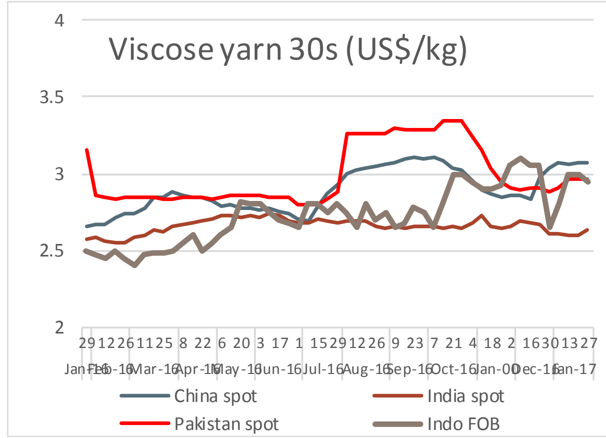


In China, 300D bright offers were at 27.90 Yuan a kg (US$4.06 a kg) and dull also at 27.90 Yuan a kg (US$4.06 a kg), both rolling over on the week. 120D bright offers rolled over at 40.85 Yuan a kg (US$5.95 a kg) and dull was at 40.70 Yuan a kg (US$5.92 a kg), both unchanged over the week. In India, 120D bright VFY prices were at INR394 a kg, or US$5.79 a kg while 450D were at INR 249 a kg or US$3.66 a kg, both stable week on week.

Viscose Yarn

Viscose yarn spinners gradually wrapped up their business in China this week, indicating growing holiday atmosphere. Offers for viscose yarn were generally mixed with some specs rolling over while some gaining. In Pakistan, viscose yarn prices remained unchanged on Karachi market drawing support from stable VSF cost and rising cotton yarn prices. In India, growing export demand was supporting viscose yarn markets while stable VSF cost was maintaining spinners margins. Trading was recovering in yarn markets from the disruption of demonetization policy, which had left players cash crunched.

In China, offers for ring-spun 30s weaving yarn in Xiaoshan were flat at 20.75 Yuan a kg (US$3.02 kg), while compact siro-spun 40s yarn in Jiangsu was offered up at 24.60 Yuan a kg (US$3.58 a kg), up US cents 2 on the week. In Pakistan, viscose yarn prices rolled over on the week with 35s at PakRs141 per pound (US$3.00 a kg) while 40s were at PakRs165 a pound (US$3.51 a kg) in Karachi market. In India, 30s viscose spun knitting yarn prices gained INR2 to INR179 a kg (US$2.63 a kg, up US cents 2).



Viscose Chain									
Product Specs	Market	Term	Last 12 mths		Feb 2017	20-Jan	27-Jan	% YoY	Next week
			Low	High					
Wood and Cotton Pulp (US$/ton)									
Second cut linters	China	Spot	524	901	877	801	801	52.9	RO-DW
Cotton pulp staple grade	China	Spot	1,029	1,274	1,126	1,150	1,150	11.6	RO-DW
Hardwood pulp	Asia	CFR	830	990	908	920	930	12.0	RO-UP
Hardwood pulp	China	Spot	1,000	1,295	1,105	1,150	1,150	15.0	RO-UP
Softwood pulp	Asia	CFR	850	1,080	1,010	1,020	1,020	20.0	RO-UP
Softwood pulp	China	Spot	1,007	1,305	1,127	1,194	1,194	18.5	RO-UP
Viscose Staple Fibre (US$/kg)									
1.5D/38mm	China	Spot	1.89	2.54	2.27	2.42	2.42	28.4	RO-UP
1.5-2.0D bright bleached	India	Producers offer	2.05	2.17	2.12	2.11	2.11	1.8	RO
1.5-2.0D dull	India	Producers offer	2.11	2.23	2.18	2.17	2.17	1.8	RO
1.5D	Pakistan	Spot	2.10	2.35	2.24	2.29	2.29	9.2	RO-UP
Viscose Filament Yarn (US$/kg)									
120D bright	China	Spot	5.83	6.12	5.85	5.95	5.95	-1.0	RO
300D bright	China	Spot	3.97	4.23	4.00	4.06	4.06	-2.2	RO
100D bright	India	Spot	5.84	6.35	6.22	6.20	6.20	4.6	RO
450D bright	India	Spot	3.49	3.75	3.67	3.66	3.66	3.4	RO
100% Viscose Spun Yarn (US$/kg)									
20s	China	Spot	2.49	2.94	2.78	2.90	2.90	16.4	RO
30s	China	Spot	2.66	3.10	2.93	3.07	3.07	15.7	RO
30s	India	Spot	2.54	2.74	2.66	2.60	2.63	2.0	RO
30s	Indonesia	FOB	2.40	3.10	2.96	3.00	2.95	18.0	RO
35s	Pakistan	Spot	2.80	3.35	2.89	2.97	2.97	-5.9	RO
40s	China	Spot	2.81	3.24	3.07	3.20	3.20	14.0	RO
40s	Pakistan	Spot	3.03	3.60	3.38	3.47	3.47	3.2	RO

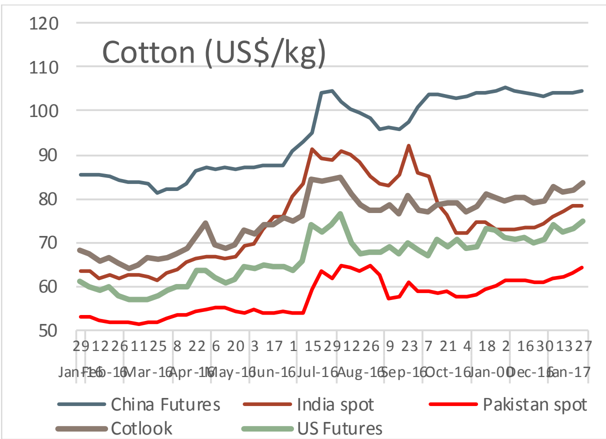
Cotton Chain

Cotton

Cotton markets were bullish throughout the week as a marketing year high was reported in US export sales which propelled a 2.1% advance in cotton futures. Spot March gained 181 points for the week to close at US cents 74.85 per pound. May rose 233 points to settle at US cents 75.39 per pound. The Futures were also helped by the weakening US$, which made commodities dearer in US$ terms. The Cotlook A index rose 1.8% or US cent 1.50 on the week to US cents 83.55 per pound. The China Cotton Index edged up 23 Yuan in the holiday shorten week closing at 15,799 Yuan a ton.

In Pakistan, cotton market saw regular flow of buying orders from spinners. Prices rose from the outset touching seasonal high on brisk activity. The issuance of SROs for textile package coupled with duty imposed on fine cotton yarn imports, induced sentiment. The KCA raised spot rates by

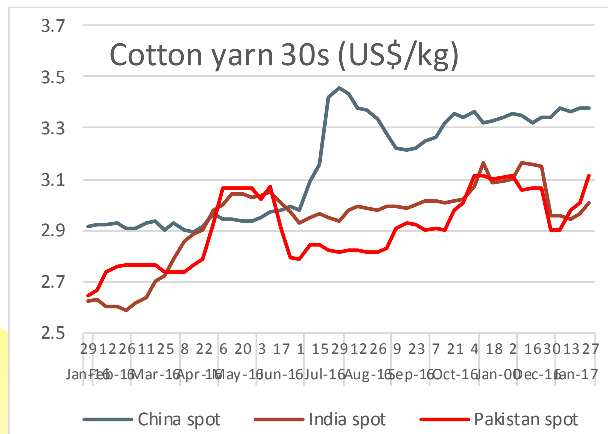
PakRs150 to PakRs6,735 per maund ex-Karachi. In India, arrivals continued to remain below average pushing cotton prices up as demand from domestic mills and exporters was termed good. Shankar 6 was traded at INR41,900 per candy, up INR100 on the week. Other varieties were seen gaining INR400-900 per candy during the week.



Cotton Yarn

Cotton yarn prices continued the mild corrections in China as most players were preparing for Chinese Lunar New Year, with spinning mills reporting 10 days' worth of inventory. Cotton market saw thin liquidity and most players adopted a wait-and-see stance ahead of the holidays. In India, cotton yarn prices were raised in the week supported by the 4% jump in cotton indicator, reflecting pressure faced by spinners in the current period. In Pakistan, coarser count cotton yarns were cheaper while finer counts were dearer as the government imposes import duty of import of yarn higher than 55NE count. Increase in cotton prices also supported the yarn prices.

In Shengze, 21s cotton yarn prices rolled over at 21.60-22.00 Yuan a kg (US$3.14-3.20 a kg) while 32s prices were flat at 22.50-22.80 Yuan a kg (US$3.28-3.32 a kg). In India, cotton yarn prices inched up INR3 or US cents 4 on the week with 30s combed for knitting at INR205 a kg (US$3.01 a kg). In Pakistan, 10s carded cotton yarn prices declined PakRs2.50 or US cents 5 at PakRs83.50 per pound (US$1.78 a kg) while 30s carded gained PakRs5 to PakRs148 per pound (US$3.15 a kg, up US cents 11).



Cotton Chain									
Product Specs	Market	Term	Last 12 mths Low	Last 12 mths High	Feb 2017	20-Jan	27-Jan	% YoY	Next week
Cotton Fibre (US$/pound)									
New York Futures	USA	Futures	57.11	76.64	70.59	73.04	74.85	22.4	UP
China Cotton Index	China	Futures	81.27	105.19	103.91	104.20	104.35	22.0	UP
Cotlook 'A' Index	Far East	Spot	64.05	84.85	79.74	82.05	83.55	22.5	UP
East Texas -OK-color-41,leaf 4,staple 34	USA	Spot	53.75	73.25	68.56	70.50	72.00	22.0	RO
American PIMA-color 2, leaf 3 -staple 46	USA	Spot	117.75	137.25	137.25	137.25	137.25	12.7	RO
KCA - Grade 3, staple 1-1/32"	Pakistan	Spot	51.45	64.84	61.12	62.83	64.26	20.7	UP
Bengal Deshi	India	Spot	50.32	66.02	52.64	59.03	60.72	5.6	RO-UP
Shanker 6	India	Spot	61.45	91.89	73.43	78.33	78.52	23.9	RO-UP
DCH-32	India	Spot	91.46	109.81	101.85	104.57	104.57	13.1	RO-UP
100% Cotton Spun Yarn									
10s carded	China	Spot	1.71	2.10	2.08	2.10	2.10	17.4	RO-UP
10s carded	Pakistan	Spot	1.70	2.08	1.94	1.98	1.92	11.2	RO-UP
10s carded	Pakistan	Export CNF	2.07	2.55	2.35	2.35	2.35	11.9	RO-UP
16s carded	China	Spot	1.80	2.20	2.15	2.17	2.17	18.4	RO-UP
21s carded	China	Spot	2.15	2.72	2.70	2.72	2.72	26.5	RO-UP
20s carded	Pakistan	Spot	2.23	2.74	2.67	2.62	2.68	20.1	RO-UP

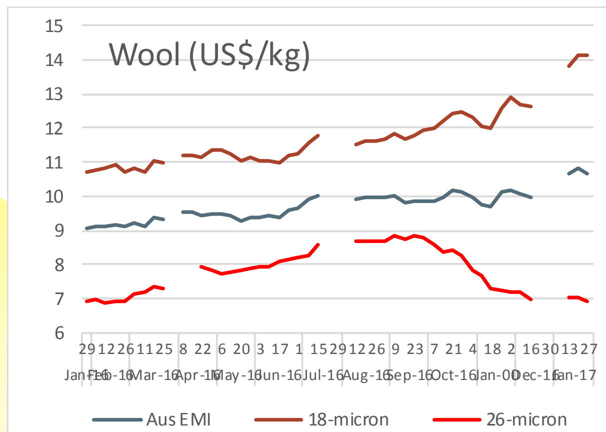
20s carded	Export	Export CNF	2.37	2.89	2.72	2.73	2.73	13.8	RO-UP
30s combed knitting	India	Spot	2.59	3.17	3.11	2.97	3.01	14.8	RO-UP
30s combed knitting	India	FOB	2.60	3.45	3.29	3.15	3.15	21.2	RO-UP
30s carded	Pakistan	Spot	2.65	3.12	3.02	3.01	3.11	17.5	RO-UP
30s carded	Pakistan	Export CNF	2.78	3.17	3.02	2.95	2.95	5.0	RO-UP
32s carded	China	Spot	2.90	3.46	3.34	3.38	3.38	15.8	RO-UP
32s combed	China	Spot	3.05	3.63	3.57	3.62	3.62	18.7	RO-UP
40s carded	China	Spot	3.05	3.61	3.49	3.54	3.54	15.3	RO-UP
40s combed	China	Spot	3.49	4.37	3.83	3.93	3.93	10.0	RO-UP
40s combed	Pakistan	Spot	3.47	3.93	3.89	3.80	3.91	8.5	RO-UP
40s combed	Export	Export CNF	3.38	4.00	3.89	3.77	3.77	11.5	RO-UP

The Wool Chain

Wool

The Australian wool markets retreated after the strong price gains over the first two weeks of 2017. Prices of fine Merino wool were least affected by the slide, while medium merino prices fell the most. After some encouraging signs last week, crossbred prices fell again. The EMI ended the week at Aus$14.12 a kg, down by Aus cents 22 on the week. With a bit of stronger Aus$, the EMI declined US cents 17 to US$10.66 a kg. There were 46,370 bales on offer and the pass-in rate increased to 13.3%.

In Melbourne, trading opened lower with medium and broader Merino wool most affected. Spinner style ultra-fine types were well supported. Prices steadied on Wednesday, with gains for better style fine wools and flat to slightly lower prices for other types. Among major microns, 26 was the major loser with prices down US cents 10 at US$6.92 per kg. 18 micron was down US cent 1 at US$14.16 a kg while 22 micron was at US$10.33 a kg. 23 micron was not traded this week. Merino carded prices lost US cents 10 at US$8.74 a kg.

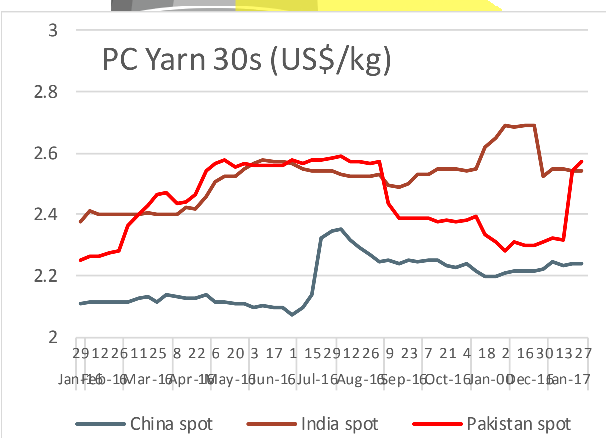


Wool									
Product Specs	Market	Term	Last 12 mths		Feb 2017	20-Jan	27-Jan	% YoY	Next week
			Low	High					
Wool (US$/kg clean)									
AWEX EMI	Australia	Spot	-	10.83	5.01	10.83	10.66	17.6	RO-DW
AWEX EMI	North Australia	Spot	-	11.37	5.21	11.37	11.23	20.9	RO-DW
AWEX EMI	South Australia	Spot	-	10.47	4.87	10.47	10.30	15.5	RO-DW
AWEX EMI	West Australia	Spot	-	11.25	5.25	11.14	11.00	15.0	RO-DW
18-Microns	South Australia	Spot	-	14.16	6.32	14.15	14.16	31.8	RO-DW
22 Microns	South Australia	Spot	-	11.08	5.09	-	10.33	7.2	RO-DW
23 Microns	South Australia	Spot	-	11.07	2.53	-	-	-100.0	RO-DW
26 Micron	South Australia	Spot	-	8.85	3.55	7.02	6.92	0.2	RO-DW
Merino Carded	South Australia	Spot	-	8.84	4.21	8.84	8.74	7.7	RO-DW
Bales									
Bales offered	Australia	Spot	-	56,077	27,179	56,077	46,370	2.1	
Pass-in rate (%)	Australia	Spot	-	16.90	5.48	10.40	13.30	-1.5	

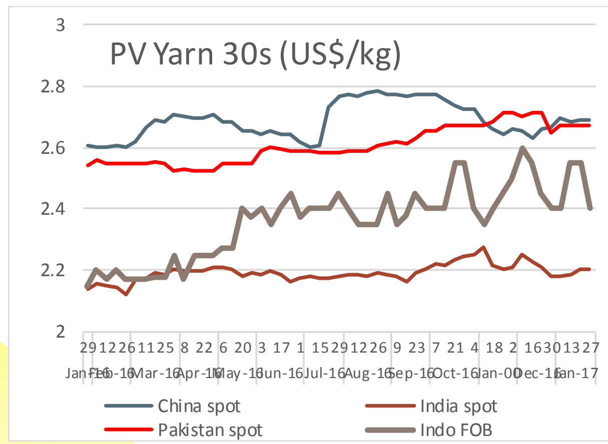
Blended Yarn

PC/PV Yarns

Blended yarn prices were seen gaining grounds owing to rising cotton and cotton yarn prices. IN India, a shift in demand was seen from cotton to poly-cotton and poly-viscose yarns which was expanding sales of blended yarn spinners. Prices of PV yarn were reacting to this change. In China, yarn markets were generally shutting down for Lunar New Year holidays while imports continued rebounding in recent months. In Pakistan, spinning margins have not yet recovered, as raw material costs of yarn producers have surged in the meantime. The government's package to textiles is helping yarn prices to stay firm. A possible rise in capacities and thereby excess supply could however weigh on yarn markets in future.



In Qianqing, PC (65/35) 32s yarn prices rolled over at 17.35 Yuan a kg (US$2.52 a kg) while 45s PC combed yarn prices were stable at 23.00 Yuan a kg (US$3.34 a kg), both down US cent 1 due to currency. In Pakistan, PC yarn prices were unchanged with 20s PC (52/48) carded yarn at PakRs105 per pound US$2.24 a kg) on the Faisalabad market while 30s were at PakRs121 per pound (US$2.58 a kg). PV 30s yarn prices also rolled over at PakRs127 per pound (US$2.71 a kg). In India, 30s (65/35) PV warp yarns prices remained flat at INR150 a kg (US$2.20 a kg) in Ludhiana market while PC 30s (52/48) prices in Ludhiana were up INR2 at INR175 a kg (US$2.57 a kg, up US cents 2).



Blended Yarns									
Product Specs	Market	Term	Last 12 mths		Feb 2017	20-Jan	27-Jan	% YoY	Next week
			Low	High					
Polyester / Cotton Blended Yarn									
21s (65/35)	China	Spot	1.92	2.14	2.05	2.08	2.08	7.4	RO
20s (52/48) carded	Pakistan	Spot	2.06	2.34	2.30	2.21	2.21	7.2	RO
32s (65/35)	China	Spot	2.08	2.35	2.22	2.24	2.24	6.4	RO
30s (52/48)	India	Spot	2.25	2.59	2.30	2.54	2.57	14.0	RO
30s (65/35)	India	FOB	2.45	3.05	2.95	2.95	2.90	18.4	RO
30s (52/48) carded	Pakistan	Spot	2.37	2.69	2.65	2.54	2.54	7.1	RO
30s (52/48) combed	Pakistan	Export CNF	3.03	3.30	3.28	3.24	3.24	6.3	RO
45s (65/35)	China	Spot	2.44	2.71	2.64	2.68	2.68	9.7	RO
60s (65/35)	China	Spot	2.72	3.01	2.83	2.87	2.87	3.8	RO
Polyester / Viscose Blended Yarn (65/35)									
20s (80/20)	Pakistan	Spot	2.19	2.38	2.36	2.33	2.33	5.8	RO
21s (65/35)	China	Spot	2.17	2.40	2.26	2.30	2.30	1.8	RO
30s (65/35) warp	India	Spot	2.12	2.27	2.22	2.20	2.20	3.1	RO
30s (65/35)	Indonesia	FOB	2.15	2.60	2.50	2.55	2.40	11.6	RO
30s (80/20)	Pakistan	Spot	2.52	2.71	2.70	2.67	2.67	5.0	RO
32s (65/35)	China	Spot	2.60	2.78	2.65	2.69	2.69	3.2	RO

40/2 (65/35)	China	Spot	2.78	2.95	2.83	2.87	2.87	1.0	RO
40s (80/20)	Pakistan	Spot	2.88	3.11	3.09	3.07	3.07	5.9	RO
50/2 (65/35)	China	Spot	3.01	3.17	3.03	3.09	3.09	1.6	RO

Spandex Chain

Spandex Yarn									
Product Specs	Market	Term	Last 12 mths		Feb 2017	20-Jan	27-Jan	% YoY	Next week
			Low	High					
Crude Oil (US$/barrel)									
NYMEX Future	USA	Futures	28.15	53.86	52.33	52.00	53.13	65.1	UP
Europe brent	IPE	Futures	30.41	56.55	55.06	54.98	55.50	74.8	UP
US Light	USA	Spot FOB	28.14	53.60	52.11	51.82	52.74	65.8	UP
OPEC	Middle East	Average	26.90	53.10	51.93	52.05	52.51	95.2	RO
Methyleneldiphenyl diisocyanate (US$/ton)									
	China	Spot	2,183	3,567	3,043	3,567	3,567	63.4	UP
Japan's NPU	Asia	Offer	1,700	2,650	2,500	2,650	2,650	51.4	RO
Kumho Mitsui	Asia	Offer	-	2,650	1,300	2,650	2,650	55.9	RO
Polytetramethylene ether glycol (US$/ton)									
	China	Spot	1,800	2,312	1,980	2,038	2,038	-11.6	RO-UP
Japan's Mitsubishi	Asia	Offer	2,350	2,800	2,350	2,350	2,350	-16.1	RO-UP
Spandex Yarn (US$/kg)									
20D Bright dry Spun	China	Local	4.64	5.80	4.98	5.39	5.39	-7.1	RO
30D Bright	China	Local	4.50	5.10	4.83	5.10	5.10	1.2	RO
40D Bright	China	Local	3.74	4.37	4.04	4.37	4.37	2.2	RO
70D Bright	China	Local	3.76	4.60	3.88	4.08	4.08	-11.0	RO
140D Bright	China	Local	3.61	4.60	3.73	3.93	3.93	-14.2	RO

Textile Beacon Other Reports

Price List of Textile Beacon Reports			
TexB Reports	**INR**	**US$**	**Euro**
Global Markets Weekly Review	52,000	795	755
Global Markets Monthly Review	24,000	365	350
India Monthly Yarn Exports	24,000	365	350
India Monthly Fabric and Garment Exports	24,000	365	350
Global Polyester Price Forecast	24,000	365	350
Global Nylon Price Forecast	24,000	365	350
Global Acrylic Price Forecast	24,000	365	350
Global Cotton Price Forecast	24,000	365	350
Global Fibres - Annual report	40,000	600	580
Global Polyesters - Annual report	25,000	380	365
Global Nylons - Annual report	20,000	305	290
Global Acrylics - Annual report	20,000	305	290
Global Cotton - Annual report	20,000	305	290

TEXTILEBEACON

ALL ABOUT GLOBAL TEXTILES