



COTTON USA Global Economic Update - July 2017

U.S. COTTON SUPPLY & OFFTAKE

(000) 480-Pound Bales

	2016-17e	2017-18p
Beginning Stocks	3,800	3,200
Production	17,170	19,000
Imports	10	10
Total Supply	20,980	22,210
Mill Use	3,300	3,400
Exports	14,500	13,500
Total Offtake	17,800	16,900
Ending Stocks	3,200	5,300
Stocks-to-Use Ratio	18.0%	31.4%

Source: USDA-WAOB July WASDE Report.

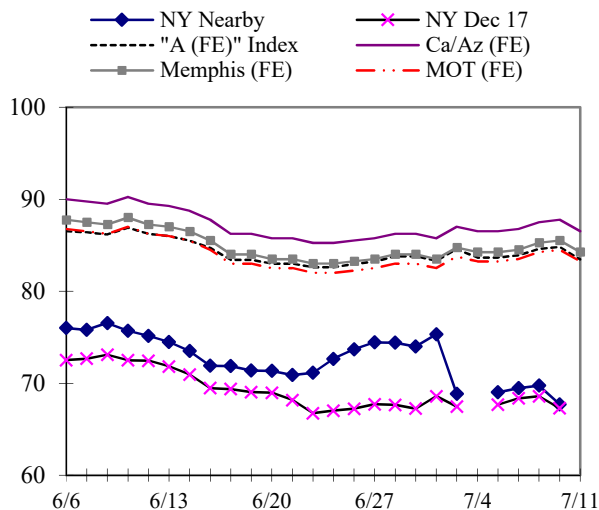
e=USDA estimate, p= USDA projection.

HIGHLIGHTS

- '17-18 World production estimated at 115.4 million bales, 630,000 bales higher than the June estimate.
- '17-18 World ending stocks estimated at 88.7 million bales, 1.0 million bales higher than the June estimate.
- '17-18 U.S. production estimated at 19.0 million bales, 200,000 bales lower than the June estimate.
- '17-18 U.S. ending stocks estimated at 5.3 million bales, 200,000 bales lower than the June estimate.
- '17-18 India production estimated at 29.0 million bales, 1.0 million bales higher than the June estimate.
- '17-18 India mill use estimated at 24.75 million bales, 550,000 bales higher than the June estimate.
- '17-18 Pakistan production estimated at 9.2 million bales, 150,000 bales lower than the June estimate.

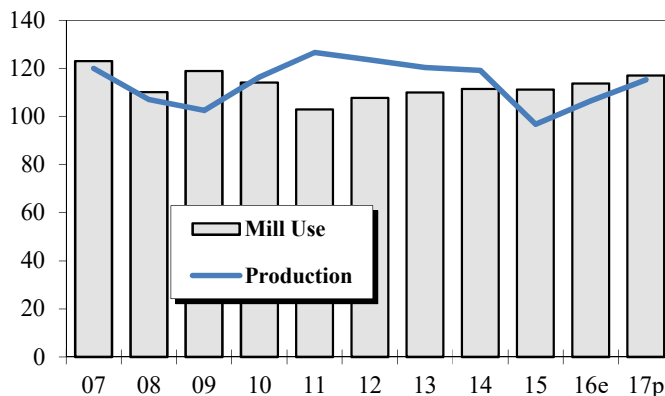
DAILY PRICES

Cents/Pound



WORLD COTTON PRODUCTION AND USE

Million Bales



2017-18 WORLD COTTON SUPPLY & OFFTAKE

Million 480-Pound Bales

	Beginning		Imports	Supply	Mill Use	Exports	Ending	Stocks-to- Use Ratio
	Stocks	Production						
World	90.3	115.4	36.8	205.6	117.0	36.8	88.7	75.8%
U.S.	3.2	19.0	0.0	22.2	3.4	13.5	5.3	31.4%
China	48.4	24.0	5.0	77.4	38.0	0.1	39.4	103.4%
Pakistan	2.4	9.2	2.2	13.7	10.6	0.4	2.7	24.7%
India	12.2	29.0	1.4	42.6	24.8	4.2	13.7	47.3%
Central Asia	2.5	6.2	0.0	8.7	2.7	3.1	3.0	51.9%
Australia	3.1	4.8	0.0	7.9	0.0	4.3	3.7	86.5%
Brazil	7.4	7.0	0.1	14.5	3.3	3.1	8.3	128.9%
Indonesia	0.6	0.0	3.2	3.8	3.2	0.0	0.6	19.6%
Mexico	0.4	1.2	0.9	2.5	1.8	0.2	0.5	27.7%
Turkey	1.5	3.8	3.4	8.7	6.6	0.4	1.8	25.4%
Vietnam	1.0	0.0	6.1	7.1	5.9	0.0	1.2	20.2%

Source: USDA-WAOB July WASDE Report.

U.S. AND WORLD FIBER PRICES

Cents/Pound

MONTH	December Futures		US Spot 1-1/16	Mill		"A (FE)" Index	AWP	China Polyester
	Near	Far		Delivered Memphis	Far East Low U.S.			
	Feb-17	74.01	72.24	73.02	NA	85.19	85.15	66.15
Mar-17	75.06	72.73	74.33	NA	86.72	86.79	67.72	52.58
Apr-17	73.97	71.90	74.13	NA	86.96	87.04	68.24	50.04
May-17	73.59	71.47	75.75	NA	88.87	88.64	70.03	48.85
Jun-17	70.11	68.93	69.88	NA	84.51	84.76	66.18	50.21

CF FAR EAST QUOTATIONS
FOR AMERICAN GROWTHS

Weekly Average in Cents/Pound

Type A (FE)

	Memphis		MOT (FE)
	Cal/Az (FE)	(FE)	
	1 3/32"	1 3/32"	1 3/32"
01-Jun-17	90.69	88.44	87.44
08-Jun-17	90.15	87.90	86.90
15-Jun-17	89.10	86.85	85.85
22-Jun-17	85.85	83.60	82.60
29-Jun-17	85.80	83.55	82.55
06-Jul-17	86.50	84.25	83.25

Source: Cotlook, Ltd. NA = Not Available