



# Cotton Market Report



Week Ending: Mar. 4, 2010

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	Thurs. Close	Last Thurs. Close	Weekly Change	Week's High	Week's Low	Life of Contract High	Life of Contract Low
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### NEW YORK COTTON FUTURES (Cents/lb.)

March-10	82.12	81.38	0.74	84.32	81.00	100.50	49.02
May-10	81.82	81.17	0.65	84.60	80.66	101.00	50.02
July-10	82.13	80.40	1.73	84.00	80.12	101.72	51.19
October-10	76.00	75.86	0.14	76.89	75.70	101.92	52.69
December-10	74.69	73.97	0.72	75.25	73.25	101.72	53.51
March-11	76.09	75.47	0.62	76.56	74.75	103.30	57.57
May-11	76.45	76.22	0.23	76.77	75.32	96.52	50.02
July-11	76.93	76.45	0.48	77.00	75.96	94.96	58.57
October-11	77.63	77.53	0.10	77.68	77.09	81.42	59.70

### CHICAGO CORN FUTURES (Cents/Bu.)

March-10	372.00	372.25	-0.25	379.75	365.50	708.50	319.50
May-10	383.00	383.25	-0.25	391.00	376.25	712.00	329.25
July-10	394.00	393.50	0.50	401.50	386.75	714.50	337.00
September-10	401.50	400.25	1.25	407.25	396.00	484.00	346.00
December-10	408.50	406.75	1.75	414.50	402.00	703.00	346.00

### CHICAGO SOYBEAN FUTURES (Cents/Bu.)

March-10	932.50	941.50	-9.00	959.00	930.00	1560.00	808.25
May-10	942.00	950.00	-8.00	971.50	938.00	1346.00	814.00
July-10	950.50	957.50	-7.00	978.00	946.00	1570.00	817.50
August-10	948.00	954.00	-6.00	970.00	948.00	1075.00	817.50
September-10	935.00	940.00	-5.00	953.50	935.00	1059.50	817.50
November-10	925.00	929.50	-4.50	948.50	923.00	1332.00	812.00
January-11	933.50	939.50	-6.00	955.00	933.00	1063.00	817.00

### ON-CALL COTTON (Thousand Running Bales)

Contract	As of February 26, 2010			
	Call Sales	Week's Change	Call Purch.	Week's Change
March '10	150	-140	0	-22
May '10	13,500	914	2,341	-241
July '10	20,963	936	846	75
October '10	1,497	11	0	0
December '10	10,794	252	5,919	167
March '11	4,394	253	229	0
May '11	2,685	534	119	-50
July '11	2,493	136	736	-163
October '11	0	0	0	0
December '11	1,472	149	540	41
March '12	295	2	39	-1
May '12	342	20	113	-40
July '12	303	0	0	0

### CERTIFICATED STOCKS (Running Bales)

	As of March 4, 2010	
	Stocks	Review
Galveston	75,570	9,397
Greenville	68,976	14,712
Houston	40,730	2,013
Memphis	433,131	31,394
N. Orleans	13	-
<b>TOTAL</b>	<b>618,420</b>	<b>57,516</b>

### U.S. WEEKLY PRICES (cents/lb.)

	Week ending March 4, 2010	
	Spot Market	US Mill Del.
	3135	4134
Spot Market	79.86	75.38
US Mill Del.	NQ	NQ

\* Indicates changes from previous week based on revised data for last week.

SPEC AND HEDGE REPORT (Contracts)

As of February 26, 2010

	Longs	Accounts	%	Shorts	Accounts	%
SPECS	78,270	1,651	45.0%	54,074	559	31.1%
HEDGES	95,502	245	55.0%	119,698	268	68.9%
TOTAL	173,772	1,896	100.0%	173,772	827	100.0%

Net Spec Position	13.9%	Spec Share of O.I.	38.1%
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WORLD MARKET (Cents/Lb.)

Effective March 5 - March 11, '10

Current

AWP	69.03
5 Lowest Far East Quotes	85.40
USFE Low Quote	89.10
USFE-5 Lowest Far East Quotes	3.70
Fine Count Adj ('08 Crop)	1.75
Fine Count Adj ('09 Crop)	1.55
Coarse Count Adj	0.00
Open Quotas	13
LDP	0.00
ELS Comp Pymnt	11.37

U.S. COTTON EXPORTS (Thou. 480-lb. Bales)

Week ending February 25, 2010

	Week	Total	Total	Week	Total
	09/10	09/10	08/09	10/11	10/11
Sales	151.5	9,496.6	10,497.5	35.3	425.7
Shipments	302.4	5,477.2	6,640.6	0.0	0.0

TOP 10 CUSTOMERS OF U.S. RAW COTTON (Thou. 480-Lb. Bales)

Country	09/10	09Share	10/11	10Share
CHINA	2,861	30%	0	0%
TURKEY	1,436	15%	0	0%
MEXICO	1,426	15%	225	53%
THAILAND	515	5%	22	5%
INDONESIA	472	5%	3	1%
VIETNAM	412	4%	7	2%
KOREAN REPUBLIC	361	4%	36	8%
TAIWAN	290	3%	0	0%
PERU	203	2%	0	0%
BANGLADESH	198	2%	0	0%
TOTAL	9,497		426	

CHINA WEEKLY PRICES (cents/lb.)

Week ending March 4, 2010

	This Week	Year Ago	% Change
A (Far East)	86.44	51.42	68%
CnCotton A	102.56	67.36	52%
Polyester	69.36	42.49	63%

Source: A (FE) - Cotton Outlook; Other - China Cotton Website

Weighted MY Avg. Farm Price

09/10 Year-to-date (Aug - Jan)	60.52 cents*
08/09 Final	47.80 cents**
09/10 proj.	59.00 - 65.00 cents**

\* August - July price used in determination of counter-cyclical payment.

\*\*08/09 official price by USDA, 09/10 projections by USDA.

CCC LOAN INTEREST RATES

	1995*	1996**
February	0.375%	1.375%
March	0.375%	1.375%

\* Applies to 1995 and prior crop loans.

\*\* Applies to 1996 and subsequent crop loans.

CCC LOAN STOCKS (Includes '08 & '09 Crop)

As of February 28, 2010

	Form A	Form G	Total
Upland			(Running Bales)
Southeast	30,154	1,321,328	1,351,482
Mid-South	405,799	962,080	1,367,879
Southwest	133,102	1,469,777	1,602,879
West	7,112	368,034	375,146
U.S.	576,167	4,121,219	4,697,386
ELS			
U.S.	9,752	56,824	66,576

STATE OF THE ECONOMY

Week ending March 4, 2010

	Thursday	Last	% Change
	Settlement	Thursday	YTD
Dow Jones Ind. Avg.	10,444	10,321	0%
S&P 500	1,123	1,103	1%
10-Yr Treas. Bond Rate	3.605%	3.632%	-6%
NASDAQ Composite	2,292	2,234	1%
Russell 2000	652	630	4%
Japanese Nikkei Stock Avg	10,146	10,102	-4%
Hong Kong Hang Seng	20,576	20,400	-6%
Singapore Straits Times	2,769	2,749	-4%
Euro (in U.S.\$)	1.36	1.36	-5%
Japanese Yen (per U.S.\$)	89.12	89.10	-4%
WTx Int Crude Oil (\$/barrel)	80.21	77.60	1%
Diesel, Ultra-low (\$/gal)	2.13	2.06	0%
Natural Gas (\$/million btu)	4.75	4.82	-18%

Week Ending: Mar. 4, 2010

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**COTTON SUPPLY AND DEMAND (Million 480-lb. Bales)**

Estimates for February 2010

	US		World	
	09/10	10/11p	09/10	10/11p
Beginning Stocks	6.3	3.3	62.4	52.1
Production	12.4	16.0	102.7	113.5
Imports	0.0	0.0	33.8	37.0
Total Supply	18.7	19.3	198.9	202.6
Mill Use	3.4	3.4	115.5	118.5
Exports	12.0	12.6	33.8	37.0
Total Use	15.4	16.0	149.3	155.5
Ending Stocks	3.3	3.4	52.1	49.6
Stocks/Use Ratio	21.4%	21.2%	45.1%	41.8%

\*09/10 estimates by USDA, 10/11 projections from USDA 2010 Ag Outlook Forum.

**U.S. MILL CONSUMPTION (480-lb. bales)**

	Jan 10	Dec 09
Daily (Thou.)	13.77	11.07
Annualized (Mil.)	3.66	3.54

**US COTTONSEED SUPPLY AND DISAPPEARANCE**

(000 Short Tons)

	Marketing Year	
	08/09	09/10
Beg. Stocks	643	514
Imports	0	0
Production	4,300	4,178
Total Supply	4,943	4,692
Crush	2,250	1,850
Exports	191	250
Other	1,989	2,167
Total Demand	4,429	4,267
End. Stocks	514	425

USDA-ERS February Oil Crops Outlook.

**US COTTONSEED MEAL SUPPLY AND DISAPPEARANCE**

(000 Short Tons)

	Marketing Year	
	08/09	09/10
Beg. Stocks	55	17
Imports	0	0
Production	934	895
Total Supply	990	912
Consumption	883	762
Exports	90	100
Total Demand	972	862
End. Stocks	17	50

USDA-ERS February Oil Crops Outlook.

**US COTTONSEED OIL SUPPLY AND DISAPPEARANCE**

(Million Pounds)

	Marketing Year	
	08/09	09/10
Beg. Stocks	147	121
Imports	0	0
Production	663	615
Total Supply	810	736
Domestic Consumption	497	466
Exports	192	185
Total Demand	690	651
End. Stocks	121	85

USDA-ERS February Oil Crops Outlook.

**NCC PROSPECTIVE 2010 U.S. COTTON PLANTINGS**

	2009		2010	
	Production (Thou. 480-Lb. Bales) 1/	2009 Actual Acreage (Thou.) 1/	Intended Acreage (Thou.) 2/	Percent Change
<b>UPLAND</b>				
<b>SOUTHEAST</b>	3,375	1,891	2,123	12.2%
Alabama	360	255	306	19.9%
Florida	105	82	80	-2.7%
Georgia	1,820	1,000	1,089	8.9%
N. Carolina	760	375	448	19.5%
S. Carolina	200	115	130	12.7%
Virginia	130	64	71	10.3%
<b>MID-SOUTH</b>	2,615	1,627	1,764	8.4%
Arkansas	830	520	522	0.4%
Louisiana	340	230	233	1.1%
Mississippi	425	305	362	18.7%
Missouri	520	272	293	7.7%
Tennessee	500	300	354	18.0%
<b>SOUTHWEST</b>	5,281	5,243	5,718	9.1%
Kansas	51	38	45	19.0%
Oklahoma	330	205	259	26.3%
Texas	4,900	5,000	5,414	8.3%
<b>WEST</b>	740	247	312	26.6%
Arizona	440	145	175	20.4%
California	250	71	97	37.1%
New Mexico	50	31	40	31.9%
<b>TOTAL UPLAND</b>	12,011	9,008	9,916	10.1%
<b>TOTAL ELS</b>	390	142	176	24.4%
Arizona	4	2	2	5.0%
California	350	119	152	27.9%
New Mexico	4	3	3	3.6%
Texas	32	18	19	6.5%
<b>ALL COTTON</b>	12,401	9,149	10,093	10.3%

1/ USDA-NASS

2/ National Cotton Council

## GINNINGS REPORT

As of February 1  
(Running Bales)

	2008	2009
UPLAND		
SOUTHEAST	3,193,900	3,254,200
Alabama	450,500	324,550
Florida	104,750	89,100
Georgia	1,567,950	1,780,100
North Carolina	735,400	743,850
South Carolina	231,350	193,900
Virginia	103,950	122,700
MID-SOUTH	3,393,300	2,541,650
Arkansas	1,237,300	796,150
Louisiana	279,600	340,650
Mississippi	656,850	396,850
Missouri	698,600	522,400
Tennessee	520,950	485,600
SOUTHWEST	4,583,450	4,848,300
Kansas	31,550	36,050
Oklahoma	254,400	290,950
Texas	4,297,500	4,521,300
WEST	790,250	680,900
Arizona	371,350	410,200
California	371,550	240,950
New Mexico	47,350	29,750
TOTAL UPLAND	11,956,350	11,325,050
TOTAL ELS	413,200	389,550
Arizona	1/	3,950
California	386,300	351,200
New Mexico	1/	5,100
Texas	22,350	29,300
ALL COTTON	12,369,550	11,714,600

Note: Regions may not add to total to avoid disclosure of individual gins.

1/ Not published to avoid disclosing individual gins, but included in U.S. totals.