COTTON USA™

THE COTTON THE WORLD TRUSTS

COTTON USA Global Economic Update - August 2017

U.S. COTTON SUPPLY & OFFTAKE

(000) 480-Pound Bales

	2016-17e	2017-18p
Beginning Stocks	3,800	2,800
Production	17,170	20,550
Imports	10	10
Total Supply	20,980	23,360
Mill Use	3,250	3,350
Exports	14,920	14,200
Total Offtake	18,170	17,550
Ending Stocks	2,800	5,800
Stocks-to-Use Ratio	15.4%	33.0%

Source: USDA-WAOB August WASDE Report.

e=USDA estimate, p= USDA projection.

HIGHLIGHTS

• '17-18 World production estimated at 117.3 million bales, 2.0 miilion bales higher than the July estimate.

• '17-18 World ending stocks estimated at 90.1 million bales, 1.4 million bales higher than the July estimate.

• '17-18 U.S. production estimated at 20.6 million bales, 1.6 million bales higher than the July estimate.

• '17-18 U.S. ending stocks estimated at 5.8 million bales, 500,000 bales higher than the July estimate.

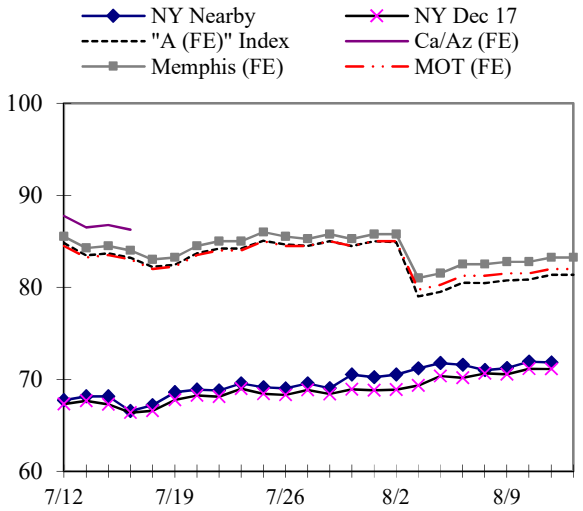
• '17-18 China production estimated at 24.5 million bales, 500,000 bales higher than the Jully estimate.

• '17-18 India mill use estimated at 24.5 million bales, 250,000 bales lower than the July estimate.

• '17-18 Vietnam imports estimated at 6.2 million bales, 100,000 bales higher than the July estimate.

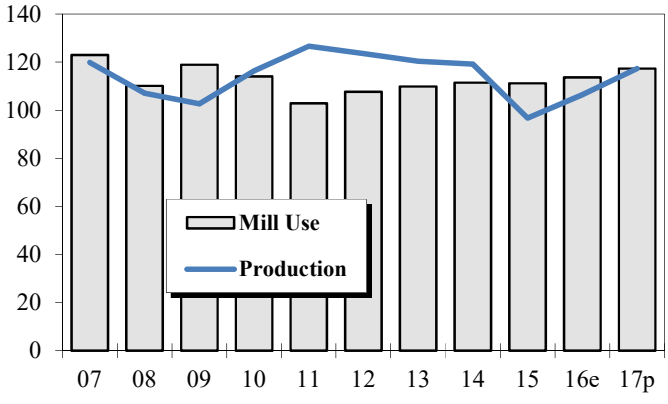
DAILY PRICES

Cents/Pound



WORLD COTTON PRODUCTION AND USE

Million Bales



2017-18 WORLD COTTON SUPPLY & OFFTAKE

Million 480-Pound Bales

	Beginning Stocks	Production	Imports	Supply	Mill Use	Exports	Ending Stocks	Stocks-to-Use Ratio
World	90.0	117.3	37.2	207.3	117.4	37.2	90.1	76.7%
U.S.	2.8	20.6	0.0	23.4	3.4	14.2	5.8	33.0%
China	48.4	24.5	5.0	77.9	38.5	0.1	39.4	102.1%
Pakistan	2.3	9.2	2.2	13.6	10.6	0.4	2.6	24.1%
India	12.6	29.0	1.3	42.9	24.5	4.3	14.1	48.9%
Central Asia	2.5	6.2	0.0	8.7	2.7	3.0	3.0	53.2%
Australia	2.7	4.8	0.0	7.5	0.0	3.9	3.7	92.9%
Brazil	7.4	7.0	0.1	14.5	3.3	3.2	8.2	125.5%
Indonesia	0.6	0.0	3.4	4.0	3.3	0.0	0.7	20.5%
Mexico	0.4	1.2	1.0	2.6	1.8	0.2	0.6	32.8%
Turkey	1.7	3.6	3.5	8.7	6.6	0.3	1.8	25.5%
Vietnam	0.9	0.0	6.2	7.1	5.9	0.0	1.2	20.2%

Source: USDA-WAOB August WASDE Report.

U.S. AND WORLD FIBER PRICES

Cents/Pound

	December Futures		US Spot	Mill Delivered	Far East	"A (FE)"		China
MONTH	**Near**	**Far**	**1-1/16**	**Memphis**	**Low U.S.**	**Index**	**AWP**	**Polyester**
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
Jul-17	68.04	67.66	66.24	NA	83.88	84.09	65.50	54.41

CF FAR EAST QUOTATIONS

FOR AMERICAN GROWTHS

Weekly Average in Cents/Pound

	Type A (FE)		
	Cal/Az (FE) 1 3/32"	Memphis (FE) 1 3/32"	MOT (FE) 1 3/32"
06-Jul-17	86.50	84.25	83.25
13-Jul-17	86.95	84.70	83.70
20-Jul-17	NA	84.15	83.15
27-Jul-17	NA	85.55	84.70
03-Aug-17	NA	83.30	82.25
10-Aug-17	NA	82.90	81.65

Source: Cotlook, Ltd. NA = Not Available

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