

COTTON USA Economic Update



COTTON USA Global Economic Update - January 2014

U.S. COTTON SUPPLY & OFFTAKE

(000) 480-Pound Bales

	2012-13e	2013-14p
Beginning Stocks	3,350	3,900
Production	17,320	13,190
Imports	10	10
Total Supply	20,680	17,100
Mill Use	3,500	3,600
Exports	13,030	10,500
Total Offtake	16,530	14,100
Ending Stocks	3,900	3,000
Stocks-to-Use Ratio	23.6%	21.3%

Source: USDA-WAOB January WASDE Report.

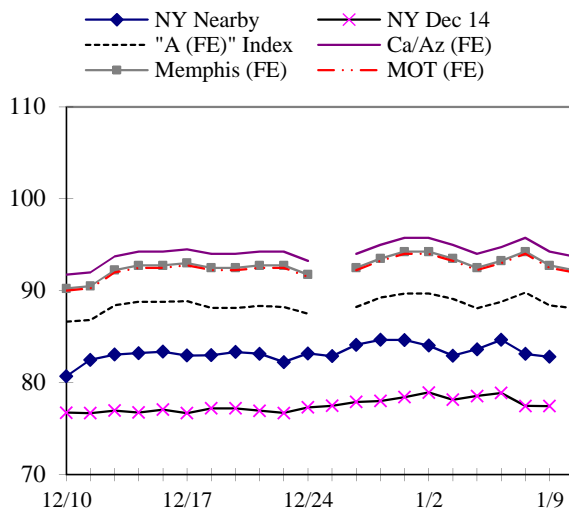
e=USDA estimate, p= USDA projection.

HIGHLIGHTS

- '13-14 World mill use estimated at 109.5 million bales, 180,000 bales lower than December.
- '13-14 World ending stocks estimated at 97.6 million bales, 1.2 million bales higher than December.
- '13-14 World production estimated at 117.8 million bales, 980,000 bales higher than December.
- '13-14 U.S. production estimated at 13.2 million bales, 120,000 bales higher than December.
- '13-14 U.S. exports estimated at 10.5 million bales, 100,000 bales higher than December.
- '13-14 China production estimated at 33.0 million bales, 1.0 million bales higher than December.
- '13-14 Pakistan production estimated at 9.7 million bales, 300,000 bales lower than December.

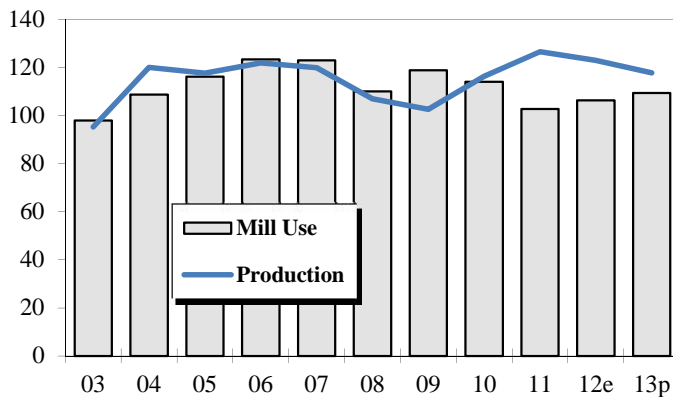
DAILY PRICES

Cents/Pound



WORLD COTTON PRODUCTION AND USE

Million Bales



2013-14 WORLD COTTON SUPPLY & OFFTAKE

Million 480-Pound Bales

	Beginning		Imports	Supply	Mill Use	Exports	Ending	Stocks-to- Use Ratio
	Stocks	Production						
World	89.2	117.8	38.5	207.0	109.5	38.5	97.6	89.1%
U.S.	3.9	13.2	0.0	17.1	3.6	10.5	3.0	21.3%
China	50.4	33.0	11.0	94.4	36.0	0.1	58.3	161.7%
Pakistan	2.9	9.7	2.5	15.1	11.5	0.5	3.0	25.3%
India	11.1	29.0	1.1	41.2	23.0	7.5	10.7	35.0%
Central Asia	2.7	6.8	0.0	9.5	2.4	4.6	2.5	35.7%
Australia	2.3	4.5	0.0	6.8	0.0	4.0	3.0	73.5%
Brazil	5.8	7.4	0.1	13.3	4.2	2.5	6.7	100.4%
Indonesia	0.5	0.0	2.7	3.2	2.7	0.0	0.5	19.9%
Mexico	0.7	0.8	1.1	2.6	1.9	0.1	0.6	31.8%
Turkey	1.3	2.3	4.1	7.7	6.2	0.2	1.3	20.8%

Source: USDA-WAOB January WASDE Report.

U.S. AND WORLD FIBER PRICES

Cents/Pound

MONTH	Mill							
	December Futures		US Spot	Delivered	Far East	"A (FE)"	AWP	China
	Near	Far	1-1/16	Memphis	Low U.S.	Index		Polyester
Aug-13	87.27	78.41	83.35	NA	96.90	92.71	71.49	75.23
Sep-13	84.42	79.06	81.25	NA	93.67	90.09	68.63	74.54
Oct-13	82.58	79.24	77.37	NA	92.41	89.35	69.56	72.64
Nov-13	76.66	76.49	74.43	NA	87.35	84.65	63.85	71.80
Dec-13	77.01	77.40	78.75	NA	91.16	87.49	66.24	72.04

CF FAR EAST QUOTATIONS
FOR AMERICAN GROWTHS

Weekly Average in Cents/Pound

Type A (FE)

Memphis

	Cal/Az (FE)	(FE)	MOT (FE)
	1 3/32"	1 3/32"	1 3/32"
05-Dec-13	90.20	88.95	88.45
12-Dec-13	91.90	90.50	90.15
19-Dec-13	94.20	92.70	92.45
26-Dec-13	93.92	92.42	92.17
02-Jan-14	95.13	93.63	93.38
09-Jan-14	94.75	93.25	93.00

Source: Cotlook, Ltd. NA = Not Available

www.cottonusa.org

