



COTTON USA™

THE COTTON THE WORLD TRUSTS

COTTON USA Global Economic Update -February 2019

U.S. COTTON SUPPLY & OFFTAKE

(000) 480-Pound Bales

	2017-18e	2018-19p
Beginning Stocks	2,750	4,300
Production	20,920	18,390
Imports	0	10
Total Supply	23,680	22,700
Mill Use	3,230	3,200
Exports	15,850	15,000
Total Offtake	19,070	18,200
Ending Stocks	4,300	4,300
Stocks-to-Use Ratio	22.5%	23.6%

Source: USDA-WAOB February WASDE Report.

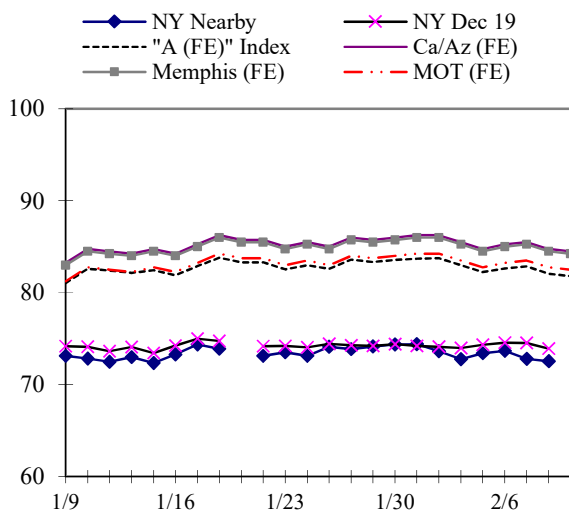
e=USDA estimate, p= USDA projection.

HIGHLIGHTS

- '18-19 World production estimated at 118.5 million bales, 290,000 bales lower than the December estimate.
- '18-19 U.S. production estimated at 18.4 million bales, 200,000 bales lower than the December estimate.
- '18-19 China production estimated at 27.5 million bales, 500,000 bales higher than the December estimate.
- '18-19 Pakistan production estimated at 7.5 million bales, 100,000 bales higher than the December estimate.
- '18-19 Turkey production estimated at 3.7 million bales, 600,000 bales lower than the December estimate.
- '18-19 Turkey mill use estimated at 6.8 million bales, 200,000 bales lower than the December estimate.
- '18-19 Brazil production estimated at 11.4 million bales, 400,000 bales higher than the December estimate.

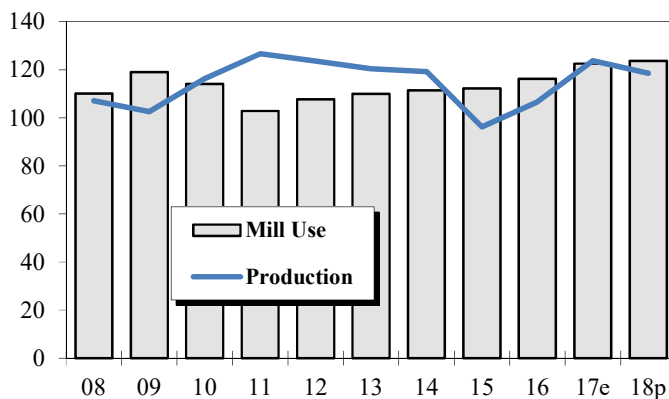
DAILY PRICES

Cents/Pound



WORLD COTTON PRODUCTION AND USE

Million Bales



2018-19 WORLD COTTON SUPPLY & OFFTAKE

Million 480-Pound Bales

	Beginning Stocks	Production	Imports	Supply	Mill Use	Exports	Ending Stocks	Stocks-to- Use Ratio
World	81.1	118.5	42.3	199.5	123.6	42.3	75.5	61.1%
U.S.	4.3	18.4	0.0	22.7	3.2	15.0	4.3	23.6%
China	38.0	27.5	7.5	73.0	40.5	0.2	32.4	79.6%
Pakistan	2.8	7.5	3.0	13.3	10.6	0.1	2.6	24.0%
India	9.2	27.0	1.6	37.8	24.8	4.5	8.5	29.1%
Central Asia	2.7	5.6	0.0	8.3	3.6	2.3	2.4	41.6%
Australia	2.9	2.6	0.0	5.5	0.0	3.6	1.9	52.2%
Brazil	8.7	11.4	0.1	20.2	3.5	6.2	10.5	108.0%
Indonesia	0.6	0.0	3.7	4.3	3.6	0.0	0.7	18.3%
Mexico	0.7	1.7	0.9	3.2	2.0	0.6	0.7	25.9%
Turkey	1.9	3.7	3.2	8.8	6.8	0.3	1.7	23.7%
Vietnam	1.2	0.0	7.4	8.6	7.3	0.0	1.3	17.7%

Source: USDA-WAOB February WASDE Report.

U.S. AND WORLD FIBER PRICES

Cents/Pound

MONTH	December Futures		US Spot	Delivered	Far East	"A (FE)"	China	
	Near	Far	1-1/16	Memphis	Low U.S.	Index		AWP
Sep-18	80.36	77.04	76.72	NA	91.23	90.36	72.27	73.98
Oct-18	77.47	76.56	73.90	NA	88.07	86.80	68.53	68.31
Nov-18	77.12	77.45	73.72	NA	87.81	86.78	68.54	59.88
Dec-18	76.25	73.92	72.66	NA	87.12	86.00	67.88	58.30
Jan-19	73.98	73.15	68.72	NA	82.76	82.35	63.55	58.50

**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"
03-Jan-19	83.31	83.06	81.31
10-Jan-19	83.70	83.45	81.70
17-Jan-19	84.60	84.35	82.60
24-Jan-19	85.65	85.40	83.65
31-Jan-19	85.80	85.55	83.80
07-Feb-19	85.45	85.20	83.45

Source: Cotlook, Ltd. NA = Not Available