



COTTON USA Global Economic Update - August 2014

U.S. COTTON SUPPLY & OFFTAKE

(000) 480-Pound Bales

	2013-14e	2014-15p
Beginning Stocks	3,900	2,600
Production	12,910	17,500
Imports	20	10
Total Supply	16,820	20,110
Mill Use	3,600	3,800
Exports	10,530	10,700
Total Offtake	14,130	14,500
Ending Stocks	2,600	5,600
Stocks-to-Use Ratio	18.4%	38.6%

Source: USDA-WAOB August WASDE Report.

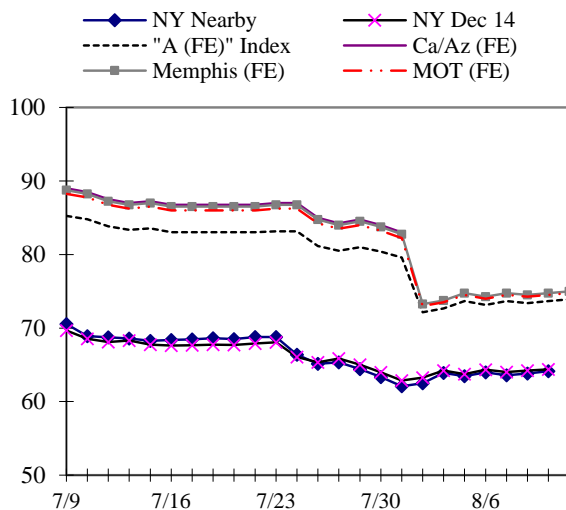
e=USDA estimate, p= USDA projection.

HIGHLIGHTS

- '14-15 World production estimated at 117.6 million bales, 1.2 million bales higher than July.
- '14-15 World ending stocks estimated at 105.1 million bales, 600,000 bales lower than July.
- '14-15 U.S. production estimated at 17.5 million bales, 1.0 million bales higher than July.
- '14-15 U.S. exports estimated at 10.7 million bales, 500,000 bales higher than July.
- '14-15 Turkey mill use estimated at 6.5 million bales, 100,000 bales higher than July.
- '14-15 Bangladesh imports estimated at 4.5 million bales, 100,000 bales higher than July.
- '14-15 Brazil production estimated at 7.3 million bales, 700,000 bales lower than July.

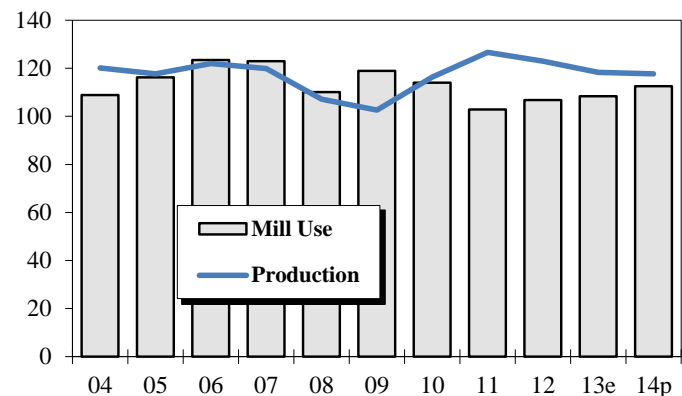
DAILY PRICES

Cents/Pound



WORLD COTTON PRODUCTION AND USE

Million Bales



2014-15 WORLD COTTON SUPPLY & OFFTAKE

Million 480-Pound Bales

	Beginning Stocks	Production	Imports	Supply	Mill Use	Exports	Ending Stocks	Stocks-to- Use Ratio
World	100.0	117.6	36.3	217.6	112.6	36.3	105.1	93.3%
U.S.	2.6	17.5	0.0	20.1	3.8	10.7	5.6	38.6%
China	61.4	29.5	8.0	98.9	36.5	0.1	62.4	170.6%
Pakistan	2.6	9.5	2.2	14.3	11.0	0.5	2.8	24.5%
India	11.1	29.0	1.1	41.2	24.8	5.8	10.7	34.9%
Central Asia	2.6	6.6	0.0	9.2	2.5	3.8	2.9	46.7%
Australia	1.9	2.5	0.0	4.4	0.0	3.0	1.5	48.4%
Brazil	7.5	7.3	0.1	14.9	4.0	3.7	7.3	94.7%
Indonesia	0.5	0.0	2.9	3.4	2.8	0.0	0.5	19.6%
Mexico	0.5	1.2	1.1	2.8	1.9	0.2	0.7	35.5%
Turkey	1.4	2.9	4.0	8.3	6.5	0.2	1.6	24.2%

Source: USDA-WAOB August 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.			
Mar-14	79.67	78.65	86.70	NA	100.56	96.95	74.29	66.56
Apr-14	81.39	80.28	85.48	NA	99.55	94.20	71.37	65.93
May-14	81.88	80.42	83.20	NA	97.50	92.71	70.72	64.96
Jun-14	76.87	78.67	78.54	NA	94.54	90.90	69.43	68.01
Jul-14	68.02	72.93	69.63	NA	86.83	83.84	63.80	69.52

CF FAR EAST QUOTATIONS
FOR AMERICAN GROWTHS

Weekly Average in Cents/Pound

Type A (FE)

	Memphis		MOT (FE)
	Cal/Az (FE) 1 3/32"	(FE) 1 3/32"	
03-Jul-14	92.50	92.25	91.75
10-Jul-14	89.60	89.35	88.85
17-Jul-14	87.05	86.80	86.30
24-Jul-14	86.85	86.60	86.10
31-Jul-14	84.20	83.95	83.45
07-Aug-14	NA	74.15	73.90

Source: Cotlook, Ltd. NA = Not Available