

WASDE Cotton Summary
June 12, 2018

COTTON: The most significant revision to this month's U.S. cotton supply and demand estimates is a 500,000-bale increase in 2017/18 exports, to 16.0 million bales, due to above-average late-season shipments. U.S. ending stocks are now forecast at 4.2 million bales in 2017/18, and 4.7 million bales in 2018/19, for a stocks-to-use ratio of 25 percent. The projected range of the marketing-year-average farm price is raised 5 cents at each end to 60-80 cents per pound.

The 2018/19 world projections include lower production for China, Pakistan, and Australia offset in part for higher production for Brazil. World production is nearly 800,000 bales lower this month, while 2018/19 consumption is reduced only 85,000 bales, as a 225,000-bale reduction for South Korea is largely offset by increases for Uzbekistan and Vietnam. World beginning stocks for 2018/19 are unchanged from a month earlier, but ending stocks are 725,000 bales lower. At 83.0 million bales, 2018/19 world ending stocks are projected 5.2 million bales lower than a year earlier, but stocks outside of China are expected to rise for the third consecutive year.

**World and U.S. Supply and Use for Cotton 1/
Million 480-lb. Bales**

			Output	Total Suppl	Trade 2/	Total Use 3/	Ending Stocks
			y				
World	2016/17		106.63	201.65	37.4	114.81	86.94
	2017/18 (Est.)		122.76	209.7	40.13	120.77	88.21
	2018/19 (Proj.)	May	121.19	209.39	41.12	125.44	83.75
		Jun	120.4	208.61	41.07	125.35	83.02
United States	2016/17		17.17	20.98	14.92	3.25	2.75
	2017/18 (Est.)		20.92	23.68	16	3.35	4.2
	2018/19 (Proj.)	May	19.5	24.21	15.5	3.4	5.2
		Jun	19.5	23.71	15.5	3.4	4.7
Foreign 4/	2016/17		89.46	180.68	22.48	111.56	84.19
	2017/18 (Est.)		101.84	186.02	24.13	117.42	84.01
	2018/19 (Proj.)	May	101.69	185.19	25.62	122.04	78.55
		Jun	100.9	184.9	25.57	121.95	78.32

1/ Marketing year beginning August 1. 2/ Based on export estimate. 3/ Includes mill use only. 4/ Total Foreign is equal to world minus United States. See global cotton tables for treatment of export/import imbalances.

**World Cotton Supply and Use 1/
(Million 480-Pound Bales)**

2018/19 Proj.		Beginning	Production	Imports	Domestic	Exports	Loss	Ending
World	May	88.21	121.19	41.12	125.44	41.12	0.22	83.75
	Jun	88.21	120.4	41.06	125.35	41.07	0.22	83.02
United States	May	4.7	19.5	0.01	3.4	15.5	0.11	5.2
	Jun	4.2	19.5	0.01	3.4	15.5	0.11	4.7
Total Foreign	May	83.51	101.69	41.12	122.04	25.62	0.11	78.55
	Jun	84.01	100.9	41.05	121.95	25.57	0.11	78.32
Major Exporters 4/	May	30.5	55.24	2.14	34.2	21.69	0.02	31.97
	Jun	30.7	55.28	2.17	34.27	21.71	0.02	32.15
Central Asia 5/	May	2.77	6.52	3/	3.66	2.57	0	3.06
	Jun	2.73	6.5	3/	3.72	2.58	0	2.94
Afr. Fr. Zone 6/	May	2.57	5.21	3/	0.14	4.73	0	2.91
	Jun	2.65	5.28	3/	0.14	4.74	0	3.05
S. Hemis 7/	May	12.3	14.46	0.22	4.54	9.85	0.01	12.59
	Jun	12.6	14.46	0.22	4.54	9.85	0.01	12.89
Australia	May	3.06	4	3/	0.04	4.5	0	2.52
	Jun	3.16	3.8	3/	0.04	4.4	0	2.52
Brazil	May	8.08	8.8	0.08	3.45	4.8	0	8.7
	Jun	8.28	9	0.08	3.45	4.9	0	9
India	May	12.63	28.5	1.5	25.2	4.25	0	13.18
	Jun	12.48	28.5	1.5	25.2	4.25	0	13.03
Major Importers 8/	May	51.08	43.4	36.52	83.78	2.69	0.09	44.45
	Jun	51.38	42.6	36.42	83.65	2.64	0.09	44.02
Mexico	May	0.8	1.6	0.9	1.85	0.55	0.03	0.88
	Jun	0.8	1.6	0.93	1.85	0.55	0.03	0.9
China	May	40.97	27	7	41.5	0.05	0	33.42
	Jun	41.17	26.5	7	41.5	0.05	0	33.12
European Union 9/	May	0.38	1.56	0.71	0.74	1.48	0	0.42
	Jun	0.38	1.56	0.71	0.74	1.48	0	0.42
Turkey	May	1.98	4.3	3.6	7.4	0.35	0	2.13
	Jun	2.03	4.3	3.6	7.4	0.35	0	2.18
Pakistan	May	2.78	8.8	2.1	10.5	0.25	0.03	2.91
	Jun	2.78	8.5	2.2	10.5	0.2	0.03	2.76
Indonesia	May	0.62	3/	3.5	3.5	0.01	0	0.62
	Jun	0.62	3/	3.5	3.5	0.01	0	0.62
Thailand	May	0.18	3/	1.08	1.05	0	0.03	0.18
	Jun	0.18	3/	1.08	1.05	0	0.03	0.18
Bangladesh	May	1.88	0.14	7.9	7.8	0	0.01	2.11
	Jun	1.86	0.14	7.9	7.8	0	0.01	2.08
Vietnam	May	1.09	3/	7.7	7.4	0	0	1.39
	Jun	1.19	3/	7.7	7.5	0	0	1.39

1/ Marketing year beginning August 1. Totals may not add exactly and trade may not balance due to rounding and other factors. 2/ Generally reflects cotton lost or destroyed in the marketing channel; for Australia, Brazil, China, and the United States, reflects the difference between implicit stocks based on supply less total use and indicated ending stocks. 3/ Less than 5,000 bales. 4/ Includes Egypt and Syria in addition to the countries and regions listed. 5/ Azerbaijan, Kazakhstan, Kyrgyzstan, Tajikistan, Turkmenistan, and Uzbekistan. 6/ Benin, Burkino Faso, Cameroon, Central African Republic, Chad, Cote d'Ivoire, Mali, Niger, Senegal, and Togo. 7/ Argentina, Australia, Brazil, Lesotho, Paraguay, South Africa, Tanzania, and Zimbabwe. 8/ In addition to the countries and regions listed, includes Hong Kong, Japan, Russia, South Korea, and Taiwan. 9/ Includes intra-EU trade.

**World Cotton Supply and Use 1/
(Million 480-Pound Bales)**

2016/17	Beginning Stocks	Production	Imports	Domestic Use	Exports	Loss /2	Ending Stocks
World	95.03	106.63	37.66	114.81	37.4	0.16	86.94
United States	3.8	17.17	0.01	3.25	14.92	0.06	2.75
Total Foreign	91.23	89.46	37.65	111.56	22.48	0.1	84.19
Major Exporters 4/	22.71	50.69	3.63	31.96	19.27	0.01	25.79
Central Asia 5/	2.37	5.99	3/	2.87	3.09	0	2.4
Afr. Fr. Zone 6/	1.38	5.09	3/	0.14	4.33	0.01	2
S. Hemis 7/	8.77	12.25	0.37	4.29	7.05	-0.02	10.06
Australia	1.88	4.05	3/	0.04	3.73	-0.03	2.19
Brazil	5.71	7.02	0.19	3.2	2.79	0	6.93
India	9.94	27	2.74	24	4.55	0	11.13
Major Importers 8/	66.81	35.86	31.88	75.67	2.04	0.09	56.75
Mexico	0.61	0.77	1	1.75	0.15	0.03	0.45
China	58.2	22.75	5.03	37.5	0.06	0	48.42
European Union 9/	0.3	1.31	0.7	0.72	1.33	0	0.27
Turkey	1.53	3.2	3.68	6.5	0.33	0	1.58
Pakistan	2.62	7.7	2.4	10.3	0.13	0.03	2.27
Indonesia	0.53	0.01	3.39	3.3	0.01	0	0.62
Thailand	0.2	3/	1.23	1.2	0	0.03	0.2
Bangladesh	1.52	0.13	6.8	6.8	0	0.01	1.63
Vietnam	0.78	3/	5.5	5.4	0	0	0.88

2017/18 Est.

World	86.94	122.76	39.65	120.77	40.13	0.25	88.21
United States	2.75	20.92	0.01	3.35	16	0.13	4.2
Total Foreign	84.19	101.84	39.64	117.42	24.13	0.12	84.01
Major Exporters 4/	25.79	55.92	2.51	32.81	20.7	0.02	30.7
Central Asia 5/	2.4	6.47	3/	3.37	2.77	0	2.73
Afr. Fr. Zone 6/	2	5.22	3/	0.14	4.44	0	2.65
S. Hemis 7/	10.06	15.27	0.21	4.46	8.47	0.01	12.6
Australia	2.19	4.9	3/	0.04	3.9	0	3.16
Brazil	6.93	8.9	0.05	3.4	4.2	0	8.28
India	11.13	28.5	1.8	24.2	4.75	0	12.48
Major Importers 8/	56.75	42.94	34.69	80.6	2.3	0.1	51.38
Mexico	0.45	1.56	1	1.85	0.33	0.03	0.8
China	48.42	27.5	5.3	40	0.05	0	41.17
European Union 9/	0.27	1.54	0.72	0.74	1.41	0.01	0.38
Turkey	1.58	4	4.1	7.3	0.35	0	2.03
Pakistan	2.27	8.2	2.9	10.4	0.16	0.03	2.78
Indonesia	0.62	3/	3.4	3.4	0.01	0	0.62
Thailand	0.2	3/	1.05	1.05	0	0.03	0.18
Bangladesh	1.63	0.14	7.4	7.3	0	0.01	1.86
Vietnam	0.88	3/	6.9	6.6	0	0	1.19

1/ Marketing year beginning August 1. Totals may not add exactly and trade may not balance due to rounding and other factors. 2/ Generally reflects cotton lost or destroyed in the marketing channel; for Australia, Brazil, China, and the United States, reflects the difference between implicit stocks based on supply less total use and indicated ending stocks. 3/ Less than 5,000 bales. 4/ Includes Egypt and Syria in addition to the countries and regions listed. 5/ Azerbaijan, Kazakhstan, Kyrgyzstan, Tajikistan, Turkmenistan, and Uzbekistan. 6/ Benin, Burkino Faso, Cameroon, Central African Republic, Chad, Cote d'Ivoire, Mali, Niger, Senegal, and Togo. 7/ Argentina, Australia, Brazil, Lesotho, Paraguay, South Africa, Tanzania, and Zimbabwe. 8/ In addition to the countries and regions listed, includes Hong Kong, Japan, Russia, South Korea, and Taiwan. 9/ Includes intra-EU trade.

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