



Cotton Market Report

Week Ending:

Jun. 25, 2009

Market Page 1.

Thurs. Close	Last Thurs. Close	Weekly Change	Week's High	Week's Low	Life of Contract High	Life of Contract Low
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NEW YORK COTTON FUTURES (Cents/lb.)

July-09	53.02	53.82	-0.80	53.83	50.15	101.50	41.21
October-09	55.49	56.89	-1.40	56.87	52.91	97.70	44.16
December-09	57.49	59.14	-1.65	59.24	54.77	101.50	45.25
March-10	60.09	61.77	-1.68	61.40	57.40	100.50	49.02
May-10	61.48	63.01	-1.53	61.65	58.75	101.00	50.02
July-10	62.79	64.17	-1.38	62.90	60.00	101.72	51.19
October-10	64.56	65.31	-0.75	64.56	62.29	101.92	52.69
December-10	65.79	66.52	-0.73	65.79	63.00	101.72	53.51
March-11	68.44	68.77	-0.33	68.44	66.12	103.30	57.57

CHICAGO CORN FUTURES (Cents/Bu.)

July-09	382.50	403.25	-20.75	407.25	380.50	821.50	309.50
September-09	390.00	411.75	-21.75	415.50	388.50	760.00	338.25
December-09	401.50	423.75	-22.25	427.75	400.50	702.00	349.25
March-10	413.75	435.25	-21.50	439.00	413.50	708.50	362.00
May-10	421.50	443.25	-21.75	445.00	421.50	712.00	371.50

CHICAGO SOYBEAN FUTURES (Cents/Bu.)

July-09	1196.00	1213.75	-17.75	1222.00	1150.50	1649.00	797.00
August-09	1127.00	1150.25	-23.25	1154.00	1089.00	1640.00	807.00
September-09	1052.00	1082.50	-30.50	1059.00	1020.00	1600.00	802.00
November-09	1002.00	1043.50	-41.50	1047.00	971.00	1554.50	784.00
January-10	1005.25	1050.50	-45.25	1052.00	982.00	1344.00	794.00
March-10	999.25	1046.75	-47.50	1046.75	982.00	1560.00	808.25
May-10	985.50	1034.25	-48.75	1039.00	972.00	1346.00	814.00

ON-CALL COTTON (Thousand Running Bales)

As of June 19, 2009

Contract	Call Sales	Week's Change	Call Purch.	Week's Change
July '09	1,411	-5,369	2,868	-873
October '09	1,607	-310	247	87
December '09	14,994	-65	8,457	22
March '10	7,454	211	325	-72
May '10	2,842	91	173	0
July '10	4,901	86	1,552	13
October '10	70	0	0	0
December '10	2,021	18	542	0
March '11	242	0	0	0
May '11	185	0	5	0
July '11	454	0	0	0
October '11	0	0	0	0
December '11	0	0	0	0

CERTIFICATED STOCKS (Running Bales)

As of June 25, 2009

	Stocks	Review
Galveston	34,128	3,056
Greenville	68,411	-
Houston	26,563	-
Memphis	293,132	14,446
N. Orleans	137	-
TOTAL	422,371	17,502

U.S. WEEKLY PRICES (cents/lb.)

Week ending June 25, 2009

	3135	4134
Spot Market	53.11	49.21
US Mill Del.	NQ	NQ

* Indicates changes from previous week based on revised data for last week.

SPEC AND HEDGE REPORT (Contracts)

As of June 19, 2009

	Longs	Accounts	%	Shorts	Accounts	%
SPECS	42,174	1,106	38.2%	43,330	828	39.3%
HEDGES	68,108	214	61.8%	66,952	213	60.7%
TOTAL	110,282	1,320	100.0%	110,282	1,041	100.0%

Net Spec Position	-1.1%	Spec Share of O.I.	38.8%
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WORLD MARKET (Cents/Lb.)

Effective June 26 - July 2, '09

	Current	Forward
AWP	43.04	NA
5 Lowest Far East Quotes	59.81	63.39
USFE Low Quote	59.00	64.65
USFE-5 Lowest Far East Quotes	-0.81	NA
Fine Count Adj ('08 Crop)	0.49	NA
Fine Count Adj ('09 Crop)	0.29	NA
Coarse Count Adj	0.00	NA
Open Quotas	8.00	NA
LDP	8.96	NA
ELS Comp Pymnt	6.23	NA

U.S. COTTON EXPORTS (Thou. 480-lb. Bales)

Week ending June 18, 2009

	Week 08/09	Total 08/09	Total 07/08	Week 09/10	Total 09/10
Sales	168.1	13,908.1	15,358.6	102.6	951.1
Shipments	293.4	11,423.5	11,678.4	0.0	0.0

TOP 10 CUSTOMERS OF U.S. RAW COTTON (Thou. 480-Lb. Bales)

Country	08/09	08Share	09/10	09Share
CHINA	3,965	29%	8	1%
TURKEY	1,851	13%	84	9%
MEXICO	1,484	11%	476	50%
INDONESIA	1,158	8%	100	11%
VIETNAM	789	6%	30	3%
PAKISTAN	772	6%	3	0%
THAILAND	681	5%	53	6%
BANGLADESH	504	4%	0	0%
TAIWAN	468	3%	5	0%
KOREAN REPUBLIC	352	3%	77	8%
TOTAL	13,908		951	

CHINA WEEKLY PRICES (cents/lb.)

Week ending June 25, 2009

	This Week	Year Ago	% Change
A (Far East)	60.10	79.19	-24%
CnCotton A	87.07	94.79	-8%
Polyester	53.60	78.74	-32%

Source: A (FE) - Cotton Outlook; Other - China Cotton Website

Weighted MY Avg. Farm Price

08/09 Year-to-date (Aug - April)	49.08 cents*
08/09 proj.	48.00 - 50.00 cents**
09/10 proj.	48.00 - 60.00 cents**

* August - July price used in determination of counter-cyclical payment.

**07/08 Official price by USDA, 08/09 projections by USDA.

CCC LOAN INTEREST RATES

	1995*	1996**
May	0.625%	1.625%
June	0.500%	1.500%

* Applies to 1995 and prior crop loans.

** Applies to 1996 and subsequent crop loans.

CCC LOAN STOCKS (Includes '07 & '08 Crop)

	As of June 23, 2009		
	Form A	Form G	Total
Upland	(Running Bales)		
Southeast	53,946	1,932	55,878
Mid-South	25,569	27,907	53,476
Southwest	84,150	119,730	203,880
West	6,674	147,996	154,670
U.S.	170,339	297,565	467,904
ELS			
U.S.	121,063	152,787	273,850

STATE OF THE ECONOMY

Week ending June 25, 2009

	Thursday Settlement	Last Thursday	% Change YTD
Dow Jones Ind. Avg.	8,472	8,556	-3%
S&P 500	920	918	2%
10-Yr Treas. Bond Rate	3.543%	3.816%	58%
NASDAQ Composite	1,830	1,808	16%
Russell 2000	509	509	2%
Japanese Nikkei Stock Avg	9,796	9,704	11%
Hong Kong Hang Seng	18,275	17,777	27%
Singapore Straits Times	2,302	2,237	31%
Euro (in U.S.\$)	1.40	1.39	0%
Japanese Yen (per U.S.\$)	95.87	96.62	6%
WTx Int Crude Oil (\$/barrel)	70.23	71.37	57%
Diesel, Ultra-low (\$/gal)	1.82	1.88	26%
Natural Gas (\$/million btu)	3.81	4.14	-32%

Week Ending: Jun. 25, 2009

Market Page 3.

COTTON SUPPLY AND DEMAND (Million 480-lb. Bales)

U.S. MILL CONSUMPTION (480-lb. bales)

Estimates for June 2009

	US		World	
	08/09	09/10p	08/09	09/10p
Beginning Stocks	10.0	6.6	62.1	61.2
Production	12.8	13.3	107.1	106.3
Imports	0.0	0.0	28.3	32.7
Total Supply	22.9	19.9	197.5	200.1
Mill Use	3.6	3.5	110.5	113.4
Exports	12.7	10.8	28.3	32.7
Total Use	16.3	14.3	138.8	146.1
Ending Stocks	6.6	5.6	61.2	56.5
Stocks/Use Ratio	40.6%	39.2%	55.3%	49.9%

*08/09 estimates by USDA, 09/10 projections by USDA.

	May 09	Apr 09
Daily (Thou.)	13.10	11.88
Annualized (Mil.)	3.34	3.09

US COTTONSEED SUPPLY AND DISAPPEARANCE

(000 Short Tons)

	Marketing Year	
	08/09	09/10
Beg. Stocks	643	330
Imports	0	0
Production	4,300	4,730
Total Supply	4,943	5,060
Crush	2,350	2,675
Exports	180	350
Other	2,083	1,700
Total Demand	4,613	4,725
End. Stocks	330	335

USDA-ERS June Oil Crops Outlook.

MAY US COTTON PRODUCTION ESTIMATE, 08/09 CROP

	Planted Acres (Thou.)	Harv. Acres (Thou.)	Yield per Harv. Acre (Lb.)	5-Year Avg. Yield (Lb.)	480-Lb. Bales (Thou.)
UPLAND					
SOUTHEAST	1,923	1,893	839	755	3,308
Alabama	290	286	787	675	469
Florida	67	65	916	692	124
Georgia	940	920	835	784	1,600
North Carolina	430	428	847	774	755
South Carolina	135	134	881	716	246
Virginia	61	60	908	822	114
MID-SOUTH	1,876	1,792	934	939	3,488
Arkansas	620	615	1,012	1,031	1,296
Louisiana	300	234	576	928	281
Mississippi	365	360	911	915	683
Missouri	306	303	1,106	956	698
Tennessee	285	280	909	823	530
SOUTHWEST	5,205	3,430	664	686	4,746
Kansas	35	25	653	535	34
Oklahoma	170	155	811	685	262
Texas	5,000	3,250	657	688	4,450
WEST	293	285	1,420	1,347	843
Arizona	135	133	1,462	1,371	405
California	120	117	1,506	1,382	367
New Mexico	38	35	974	946	71
TOTAL UPLAND	9,297	7,400	803	812	12,385
TOTAL ELS	174	169	1,226	1,259	431
Arizona	1	1	480	889	1
California	155	151	1,281	1,321	403
New Mexico	3	2	758	877	3
Texas	16	15	768	877	24
ALL COTTON	9,471	7,569	813	821	12,815

Source: USDA-NASS May Crop Production Report.

US COTTONSEED MEAL SUPPLY AND DISAPPEARANCE

(000 Short Tons)

	Marketing Year	
	08/09	09/10
Beg. Stocks	55	50
Imports	0	0
Production	1,045	1,205
Total Supply	1,101	1,255
Consumption	976	1,130
Exports	75	75
Total Demand	1,051	1,205
End. Stocks	50	50

USDA-ERS June Oil Crops Outlook.

US COTTONSEED OIL SUPPLY AND DISAPPEARANCE

(Million Pounds)

	Marketing Year	
	08/09	09/10
Beg. Stocks	147	105
Imports	0	0
Production	730	845
Total Supply	877	950
Domestic Consumption	557	700
Exports	215	165
Total Demand	772	865
End. Stocks	105	85

USDA-ERS June Oil Crops Outlook.

US CROP PROGRESS

PERCENT SQUARING

PERCENT SETTING BOLLS

	6/21/09	6/14/09	6/21/08	5-Yr Avg	6/21/09	6/14/09	6/21/08	5-Yr Avg
Alabama	15	1	22	30	1	NA	1	1
Arizona	29	22	52	51	5	NA	9	9
Arkansas	22	4	52	69	0	NA	0	2
California	7	2	32	45	2	NA	0	7
Georgia	25	11	30	38	1	NA	1	3
Kansas	2	0	5	4	0	NA	0	0
Louisiana	77	56	55	63	0	NA	4	6
Mississippi	24	12	37	55	0	NA	0	3
Missouri	3	0	15	35	0	NA	2	2
North Carolina	39	20	41	37	0	NA	1	0
Oklahoma	0	0	8	12	0	NA	0	0
South Carolina	18	4	14	25	0	NA	0	0
Tennessee	26	2	17	47	0	NA	0	1
Texas	15	10	19	23	9	NA	11	11
Virginia	10	0	2	20	0	NA	0	1
US	20	10	25	33	5	NA	6	7
Southeast	25	10	29	35	1	NA	1	2
Mid-South	28	12	37	55	0	NA	1	3
Southwest	14	10	19	23	9	NA	11	11
West	16	10	40	47	3	NA	4	8

1/ These 15 states planted 99% of last year's cotton acreage.

* Revised.

US CROP CONDITION

Week Ending 6/21/09

	VP	P	F	G	E
Alabama	0	2	36	60	2
Arizona	0	1	14	36	49
Arkansas	4	9	31	45	11
California	0	0	15	35	50
Georgia	2	10	38	45	5
Kansas	0	4	27	57	12
Louisiana	0	7	35	46	12
Mississippi	1	7	38	49	5
Missouri	0	18	38	43	1
North Carolina	0	1	23	69	7
Oklahoma	0	4	25	68	3
South Carolina	1	2	26	66	5
Tennessee	2	6	30	58	4
Texas	12	22	36	24	6
Virginia	0	0	28	72	0
US	7	15	34	36	8
Previous Week	5	13	37	39	6
Previous Year	8	13	32	39	8