

Week Ending: **May 21, 2020**

Market Page 2.

| CCC LOAN STOCKS (Includes '18 & '19 Crop) | | | | U.S. COTTON EXPORTS (Thou. 480-lb. Bales) | | | | | |
|---|-----------------|----------------|-------------|--|-------------------------------|------------------------------|----------------|--------------|---------|
| As of May 18, 2020 | | | | Week Ending May 14, 2020 | | | | | |
| | Form A | Form G | Total | Week | Total | Total | Week | Total | |
| Upland | (Running Bales) | | | 19/20 | 19/20 | 18/19 | 20/21 | 20/21 | |
| Southeast | 216,505 | 303,571 | 520,076 | Sales | 133.4 | 17,343.1 | 15,789.4 | 123.8 | 2,764.3 |
| Mid-South | 383,091 | 839,527 | 1,222,618 | Shipments | 264.5 | 11,557.0 | 10,359.6 | 0.0 | 0.0 |
| Southwest | 94,564 | 463,332 | 557,896 | TOP 10 CUSTOMERS OF U.S. RAW COTTON (Thou. 480-Lb. Bales) | | | | | |
| West | 3,022 | 182,325 | 185,347 | Country | 19/20 | 19Share | 20/21 | 20Share | |
| U.S. | 697,182 | 1,788,755 | 2,485,937 | VIETNAM | 3,632 | 21% | 447 | 16% | |
| ELS | | | | CHINA | 3,297 | 19% | 646 | 23% | |
| U.S. | 58,696 | 218,284 | 276,980 | PAKISTAN | 2,259 | 13% | 160 | 6% | |
| CCC LOAN INTEREST RATES | | | | TURKEY | 1,862 | 11% | 180 | 7% | |
| | Borrowing Rate | Interest Rate* | | BANGLADESH | 1,371 | 8% | 106 | 4% | |
| April | 0.625% | 1.625% | | INDONESIA | 999 | 6% | 303 | 11% | |
| May | 0.125% | 1.125% | | MEXICO | 847 | 5% | 435 | 16% | |
| * Interest rate for crop year commodity loans less than one year. | | | | INDIA | 605 | 3% | 35 | 1% | |
| CERTIFICATED STOCKS (Running Bales) | | | | THAILAND | 432 | 2% | 62 | 2% | |
| | Stocks | Review | | KOREAN REPUBLIC | 410 | 2% | 26 | 1% | |
| Dallas/Ft. W | - | - | | TOTAL | 17,343 | 0% | 2,764 | 0% | |
| Galveston | - | - | | CFTC DISAGGREGATED COMMITMENTS OF TRADERS | | | | | |
| Greenville | - | - | | Options and Futures Combined | | | | | |
| Houston | - | - | | As of May 19, 2020 | | | | | |
| Memphis | - | - | | Total Open | Commercial | Swap Dealers | Non Commercial | | |
| TOTAL | - | - | | Interest | Net Position | Net Position | Net Position | | |
| | | | | Total | 231,995 | (49,253) | 42,711 | 6,542 | |
| | | | | Weekly Change | 1,487 | (4,155) | 188 | 3,966 | |
| ON-CALL COTTON (100 Bale Contracts) | | | | STATE OF THE ECONOMY | | | | | |
| As of May 15, 2020 | | | | Week Ending May 21, 2020 | | | | | |
| Contract | Call Sales | Week's Change | Call Purch. | Week's Change | | Thurs. Settlement | Last Thurs. | % Change YTD | |
| May '20 | 0 | 0 | 0 | 0 | Dow Jones Ind. Avg. | 24,474 | 23,625 | -14% | |
| July '20 | 25,703 | -1,023 | 15,816 | -539 | S&P 500 | 2,949 | 2,853 | -9% | |
| October '20 | 0 | 0 | 0 | 0 | 10-Yr Treas. Bond Rate | 0.673% | 0.620% | -65% | |
| December '20 | 22,950 | 905 | 23,112 | -287 | NASDAQ Composite | 9,285 | 8,944 | 3% | |
| March '21 | 16,841 | 2,351 | 6,160 | 2,362 | Russell 2000 | 1,348 | 1,238 | -19% | |
| May '21 | 6,607 | 195 | 616 | -30 | Japanese Nikkei 225 | 20,552 | 19,915 | -11% | |
| July '21 | 10,545 | -6 | 1,463 | 86 | Hong Kong Hang Seng | 24,280 | 23,830 | -14% | |
| December '21 | 6,249 | 1,496 | 7,826 | 1,219 | Singapore Straits Times | 2,555 | 2,522 | -21% | |
| March '22 | 616 | 0 | 13 | 0 | Shanghai Composite | 2,868 | 2,870 | -6% | |
| May '22 | 100 | 0 | 0 | 0 | Euro (in U.S.\$) | 1.10 | 1.08 | -2% | |
| July '22 | 50 | 0 | 0 | 0 | Japanese Yen (per U.S.\$) | 107.60 | 107.24 | -1% | |
| December '22 | 0 | 0 | 7 | 0 | WTx Int Crude Oil (\$/barrel) | 31.38 | NA | -49% | |
| December '23 | 0 | 0 | 7 | 0 | Diesel, Ultra-low (\$/gal) | 0.98 | NA | -52% | |
| * Indicates changes from previous week based on revised data for last week. | | | | | | Natural Gas (\$/million btu) | 1.85 | NA | -11% |

Cotton Market Report

Week Ending: **May. 21, 2020**

Market Page 3.

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

Estimates for May 2020

| | US | | World | |
|------------------|-------|--------|-------|--------|
| | 19/20 | 20/21p | 19/20 | 20/21p |
| Beginning Stocks | 4.9 | 7.1 | 80.3 | 97.2 |
| Production | 19.9 | 19.5 | 122.7 | 119.0 |
| Imports | 0.0 | 0.0 | 39.3 | 42.8 |
| Total Supply | 24.8 | 26.6 | 242.3 | 259.0 |
| Mill Use | 2.7 | 2.9 | 105.0 | 116.5 |
| Exports | 15.0 | 16.0 | 40.1 | 42.9 |
| Total Use | 17.7 | 18.9 | 145.1 | 159.4 |
| Ending Stocks | 7.1 | 7.7 | 97.2 | 99.4 |
| Stocks/Use Ratio | 40.1% | 40.7% | 92.5% | 85.4% |

*19/20 estimates by USDA, 20/21 projections by USDA

MAY US COTTON PRODUCTION ESTIMATE, 19/20 CROP

| | Planted Acres (Thou.) | Harv. Acres (Thou.) | Yield per Harv. Acre (Lb.) | 5-Year Avg. Yield (Lb.) | 480-Lb. Bales (Thou.) |
|---------------------|--------------------------|------------------------|----------------------------------|----------------------------|--------------------------|
| UPLAND | | | | | |
| SOUTHEAST | 2,965 | 2,919 | 946 | 860 | 5,753 |
| Alabama | 540 | 532 | 928 | 900 | 1,028 |
| Florida | 112 | 110 | 895 | 797 | 205 |
| Georgia | 1,400 | 1,380 | 953 | 862 | 2,740 |
| North Carolina | 510 | 500 | 998 | 857 | 1,040 |
| South Carolina | 300 | 295 | 809 | 782 | 497 |
| Virginia | 103 | 102 | 1,144 | 953 | 243 |
| MID-SOUTH | 2,400 | 2,353 | 1,139 | 1,102 | 5,584 |
| Arkansas | 620 | 610 | 1,185 | 1,129 | 1,506 |
| Louisiana | 280 | 270 | 1,035 | 983 | 582 |
| Mississippi | 710 | 700 | 1,112 | 1,126 | 1,621 |
| Missouri | 380 | 368 | 1,193 | 1,180 | 915 |
| Tennessee | 410 | 405 | 1,138 | 1,019 | 960 |
| SOUTHWEST | 7,865 | 5,861 | 594 | 726 | 7,259 |
| Kansas | 175 | 151 | 890 | 1,045 | 280 |
| Oklahoma | 640 | 460 | 688 | 786 | 659 |
| Texas | 7,050 | 5,250 | 578 | 718 | 6,320 |
| WEST | 277 | 256 | 1,183 | 1,446 | 631 |
| Arizona | 160 | 158 | 1,154 | 1,472 | 380 |
| California | 54 | 53 | 1,576 | 1,685 | 174 |
| New Mexico | 63 | 45 | 821 | 1,018 | 77 |
| TOTAL UPLAND | 13,507 | 11,389 | 810 | 840 | 19,227 |
| TOTAL ELS | 229 | 224 | 1,472 | 1,428 | 686 |
| Arizona | 8 | 8 | 800 | 928 | 13 |
| California | 204 | 201 | 1,545 | 1,538 | 647 |
| New Mexico | 5 | 5 | 864 | 851 | 9 |
| Texas | 12 | 10 | 816 | 935 | 17 |
| ALL COTTON | 13,736 | 11,613 | 823 | 852 | 19,913 |

Source: USDA-NASS May Annual Crop Production Report.

U.S. COTTON TEXTILE TRADE

| | YTD_Mar20 (Million 480-lb. Bale Equiv.) | YTD_Mar19 |
|---------|--|-----------|
| Imports | 4.04 | 4.46 |
| Exports | 0.77 | 0.85 |

US COTTONSEED SUPPLY AND DISAPPEARANCE

(000 Short Tons)

| | Marketing Year | |
|--------------|----------------|-------|
| | 19/20 | 20/21 |
| Beg. Stocks | 477 | 446 |
| Production | 5,945 | 6,245 |
| Imports | 2 | 2 |
| Total Supply | 6,424 | 6,693 |
| Crush | 1,750 | 1,850 |
| Exports | 325 | 425 |
| Other | 3,903 | 3,900 |
| Total Demand | 5,978 | 6,175 |
| End. Stocks | 446 | 518 |

USDA-ERS May Oil Crops Outlook.

US COTTONSEED MEAL SUPPLY AND DISAPPEARANCE

(000 Short Tons)

| | Marketing Year | |
|--------------|----------------|-------|
| | 19/20 | 20/21 |
| Beg. Stocks | 43 | 45 |
| Production | 815 | 833 |
| Imports | 0 | 0 |
| Total Supply | 858 | 878 |
| Consumption | 683 | 713 |
| Exports | 130 | 120 |
| Demand | 813 | 833 |
| End. Stocks | 45 | 45 |

USDA-ERS May Oil Crops Outlook.

US COTTONSEED OIL SUPPLY AND DISAPPEARANCE

(Million Pounds)

| | Marketing Year | |
|----------------------|----------------|-------|
| | 19/20 | 20/21 |
| Beg. Stocks | 35 | 45 |
| Production | 490 | 520 |
| Imports | 0 | 0 |
| Total Supply | 525 | 565 |
| Domestic Consumption | 390 | 420 |
| Exports | 90 | 100 |
| Total Demand | 480 | 520 |
| End. Stocks | 45 | 45 |

USDA-ERS May Oil Crops Outlook.

Week Ending: **May. 21, 2020**

Market Page 4.

US CROP PROGRESS

PERCENT PLANTED

| | 5/17/2020 | 5/10/2020 | 5/17/2019 | 5-Yr Avg |
|----------------|-----------|-----------|-----------|----------|
| Alabama | 63 | 41 | 65 | 60 |
| Arizona | 92 | 85 | 86 | 91 |
| Arkansas | 47 | 26 | 43 | 71 |
| California | 85 | 75 | 94 | 86 |
| Georgia | 41 | 26 | 56 | 48 |
| Kansas | 29 | 18 | 14 | 10 |
| Louisiana | 75 | 54 | 58 | 74 |
| Mississippi | 52 | 23 | 29 | 58 |
| Missouri | 15 | 10 | 31 | 67 |
| North Carolina | 34 | 14 | 49 | 45 |
| Oklahoma | 8 | 7 | 9 | 25 |
| South Carolina | 45 | 23 | 58 | 55 |
| Tennessee | 23 | 10 | 46 | 53 |
| Texas | 46 | 37 | 33 | 30 |
| Virginia | 34 | 14 | 50 | 48 |
| US | 44 | 32 | 39 | 40 |
| Southeast | 44 | 26 | 56 | 50 |
| Mid-South | 42 | 23 | 39 | 63 |
| Southwest | 42 | 34 | 31 | 29 |
| West | 90 | 82 | 88 | 89 |

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

* Revised.