



26th July 2021

EXTRA-FINE COTTON UPDATE

**Changes in Supply and Demand Estimates from the April 2021 Report
(Producing Countries)**

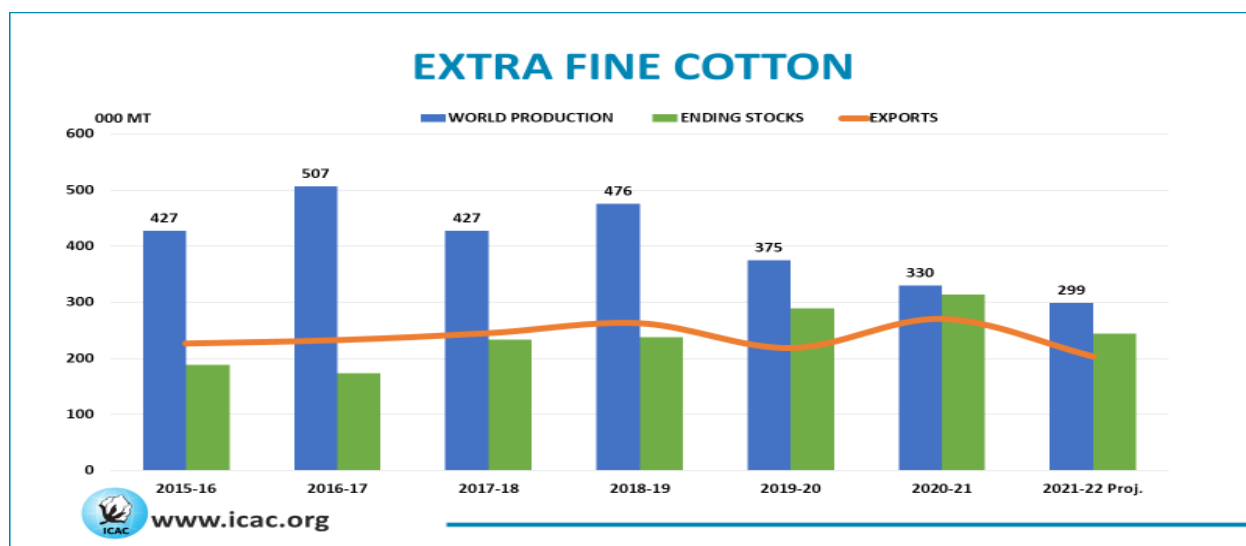
2020/21

World Exports at 271,000 tonnes (+2180)

U.S.A. exports at 170,000 tonnes (+2180)

Extra fine cotton exports have shown a revival in the current season of 2020/21 compared to 2019/20, increasing by 24% to reach 270,000 tonnes and lowering the beginning stocks of the next season of 2021/22. This can be attributed to the recovering markets and revival of demand for cotton. The Cotlook quote for American Pima has shown a splendid recovery recording 203 US cents per lb. in mid-July 2021. The same period also saw recovery in the prices of upland cotton. The world ending stocks to use ratio declined from .59 last season to .44 in the current season.

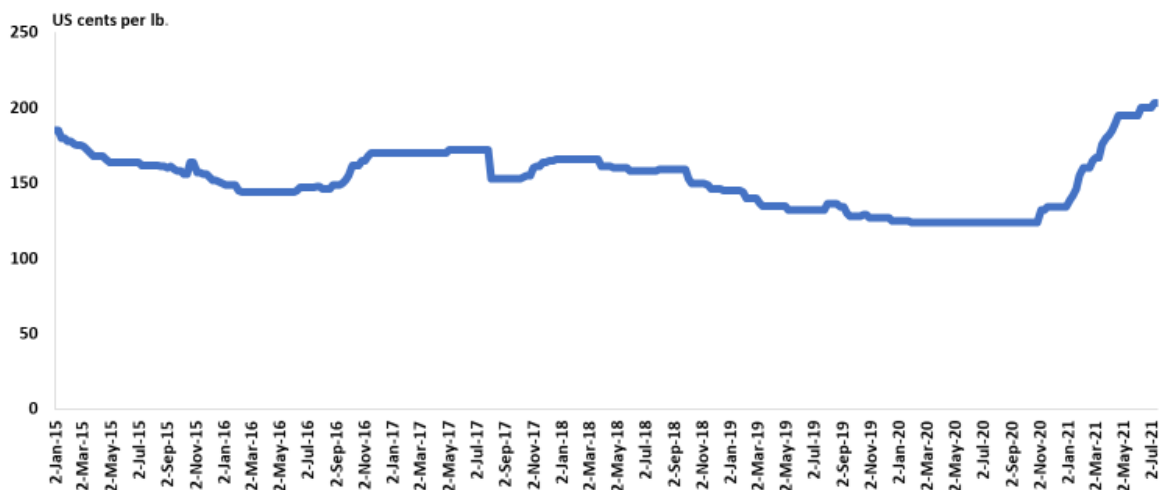
However, the world production of extra fine cotton has continued its declining trend and it is projected that world production will decrease by 9% next season to reach 299,000 tonnes, lowest in the last 2 decades. The top 4 producers — United States, India, Egypt and China — are projected to retain their positions next season. World exports and consumption are also expected to be lower next season by 25% and 9%, respectively.





INTERNATIONAL COTTON ADVISORY COMMITTEE

COTLOOK QUOTE FOR AMERICAN PIMA



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SUPPLY OF EXTRA FINE COTTON*

Years Beginning August 1

	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22 Proj.
BEGINNING STOCKS*							
CHINA	60	86	160	160	150	140	130
EGYPT, ELS	3	3	3	3	6	4	2
EGYPT, L. STPL.	13	11	11	1	35	34	30
INDIA	27	27	27	27	27	27	27
ISRAEL	1	2	2	2	2	2	2
PERU	2	6	6	6	6	6	6
SUDAN	1	0	0	0	0	0	0
TAJIKISTAN	0	0	0	1	2	2	3
TURKMENISTAN	21	6	8	13	12	10	9
UNITED STATES	56	30	14	22	47	83	29
UZBEKISTAN	1	0	0	0	0	0	1
OTHER PRODUCERS	2	2	3	3	4	5	6
TOTAL	189	174	233	238	289	314	244
PRODUCTION							
CHINA	125	197	70	60	40	24	22
EGYPT, ELS	2	2	3	6	3	3	3
EGYPT, L. STPL.	52	33	65	118	69	55	55
INDIA	94	91	78	72	68	85	85
ISRAEL	17	14	13	9	8	8	8
PERU	11	9	9	9	9	9	9
SUDAN	0	1	1	1	1	1	1
TAJIKISTAN	1	1	1	1	1	1	1
TURKMENISTAN	23	26	28	17	17	17	17
UNITED STATES	94	124	152	174	149	119	90
UZBEKISTAN	1	1	1	1	1	1	1
OTHERS	8	8	7	8	8	8	8
TOTAL	427	507	427	476	375	330	299
CONSUMPTION*							
CHINA	130	135	139	170	160	144	130
EGYPT, ELS	2	1	1	1	2	2	2
EGYPT, L. STPL.	34	31	25	16	10	7	7
INDIA	146	147	147	147	118	106	95
ISRAEL	0	0	0	0	0	0	0
PERU	13	13	13	13	13	13	13
SUDAN	0	0	0	0	0	0	0
TAJIKISTAN	0	0	0	0	0	0	0
TURKMENISTAN	1	2	2	2	2	2	2
UNITED STATES	5	6	6	5	3	3	4
UZBEKISTAN	1	0	0	0	0	0	0
OTHER PRODUCERS	6	6	5	4	3	2	1
TOTAL	338	342	338	358	311	280	255
EXPORTS							
CHINA	18	20	10	10	10	10	10
EGYPT, ELS	1	1	2	3	3	3	2
EGYPT, L. STPL.	25	30	50	68	60	52	52
INDIA	3	3	3	3	3	3	3
ISRAEL	17	14	13	8	8	8	8
PERU	0	0	0	0	0	0	0
SUDAN	1	1	1	1	1	1	1
TAJIKISTAN	0	0	0	0	0	0	0
TURKMENISTAN	37	23	22	17	17	17	17
UNITED STATES	116	134	138	146	110	171	105
UZBEKISTAN	1	1	1	1	1	1	1
OTHER PRODUCERS	7	7	5	6	6	6	6
TOTAL	226	232	245	262	218	270	203
ENDSTOCKS/USE, EGYPT	0.23	0.22	0.05	0.46	0.51	0.50	0.43
ENDSTOCKS/USE, USA	0.24	0.10	0.16	0.31	0.73	0.17	0.10
ENDSTOCKS/USE, TOTAL	0.31	0.41	0.41	0.47	0.59	0.44	0.46
COTLOOK QUOTE, AM. PIMA	151	166	159	143	126	203	
COTLOOK QUOTE, GIZA 94	114	162	144	118	110	195	
RATIO: AM. PIMA/GIZA 94	1.33	1.03	1.10	1.21	1.15	1.04	
RATIO: AM. PIMA/A INDEX	2.14	2.01	1.81	1.69	1.68	2.22	

* Producing countries only. Stocks include all cotton physically present in the country, either committed or uncommitted.

** Am. Pima, Giza 94 and Cotlook A Index through 10 December 2020.

1/ Imports of extra-fine cotton by producing countries.

2/ Difference between calculated stocks and actual; amounts for forward seasons are anticipated.

3/ For 2013/14, 2014/15 and 2015/16 the quote is for Giza 86 as there were no quotes available for Giza 88.