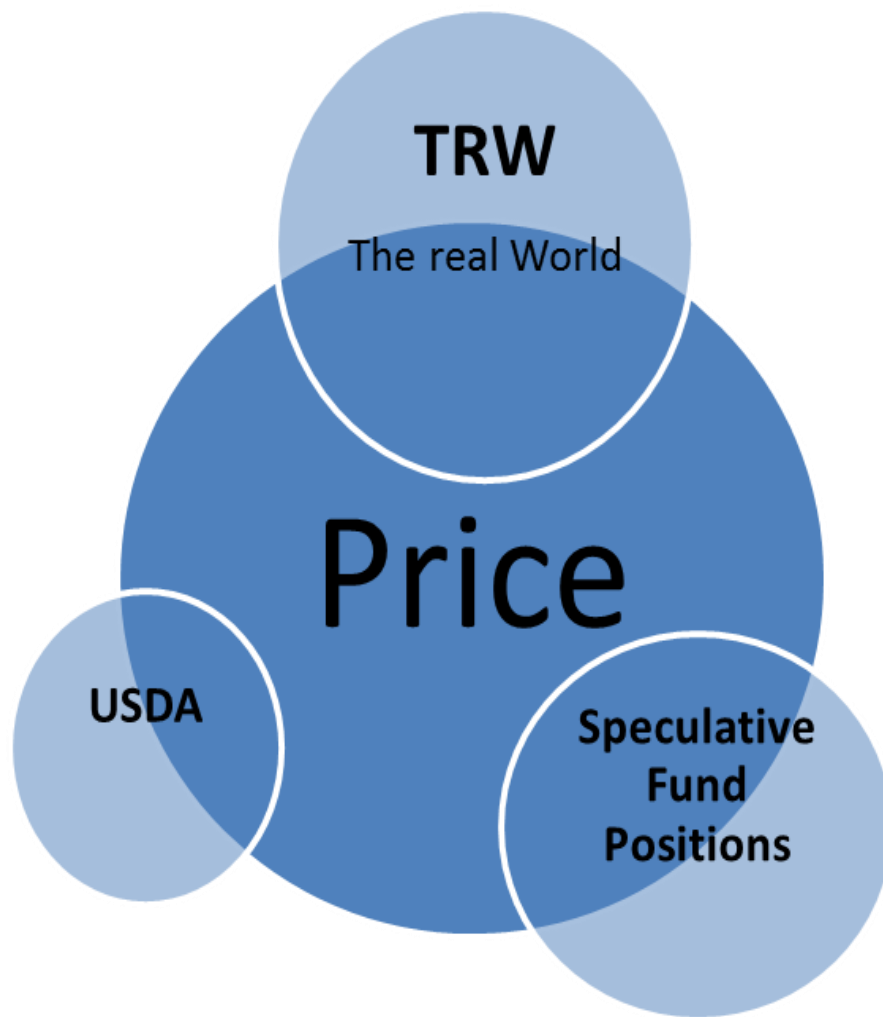




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Trade Estimates for Tuesday's Report						
					2019/2020	
				Corn	Beans	Cotton
USDA April				2.092	0.480	6.70
Average Trade Estimate				2.254	0.488	6.70
					2020/2021	
				Corn	Beans	Cotton
USDA May						
Average Trade Estimate				3.410	0.432	7.74

USDA Cotton Balance Sheet

	USDA	Foresight	2020/2021	Foresight
	April	Estimate	USDA May	Estimate
	2019/20	2019/20	2020/21	2020/2021
Planted	13.74	13.76	13.70	12.25
Harvested	11.80	11.70	12.33	10.75
Abandonment	14.12%	14.97%	10.00%	12.24%
Yield	805	800	850	845
Production	19.80	19.50	21.83	18.90
Beginning Stocks	4.85	4.85	6.70	5.60
Total Supply	24.65	24.35	28.53	24.50
Domestic Use	2.90	2.75	3.10	3.05
Exports	15.06	16.00	17.25	17.25
Total Use	17.96	18.75	20.35	20.30
Ending Stocks	6.70	5.60	8.18	4.20
Stock/Use Ratio	37.3%	29.9%	40.2%	20.7%

Cotton Sales and Shipments vs USDA Estimate

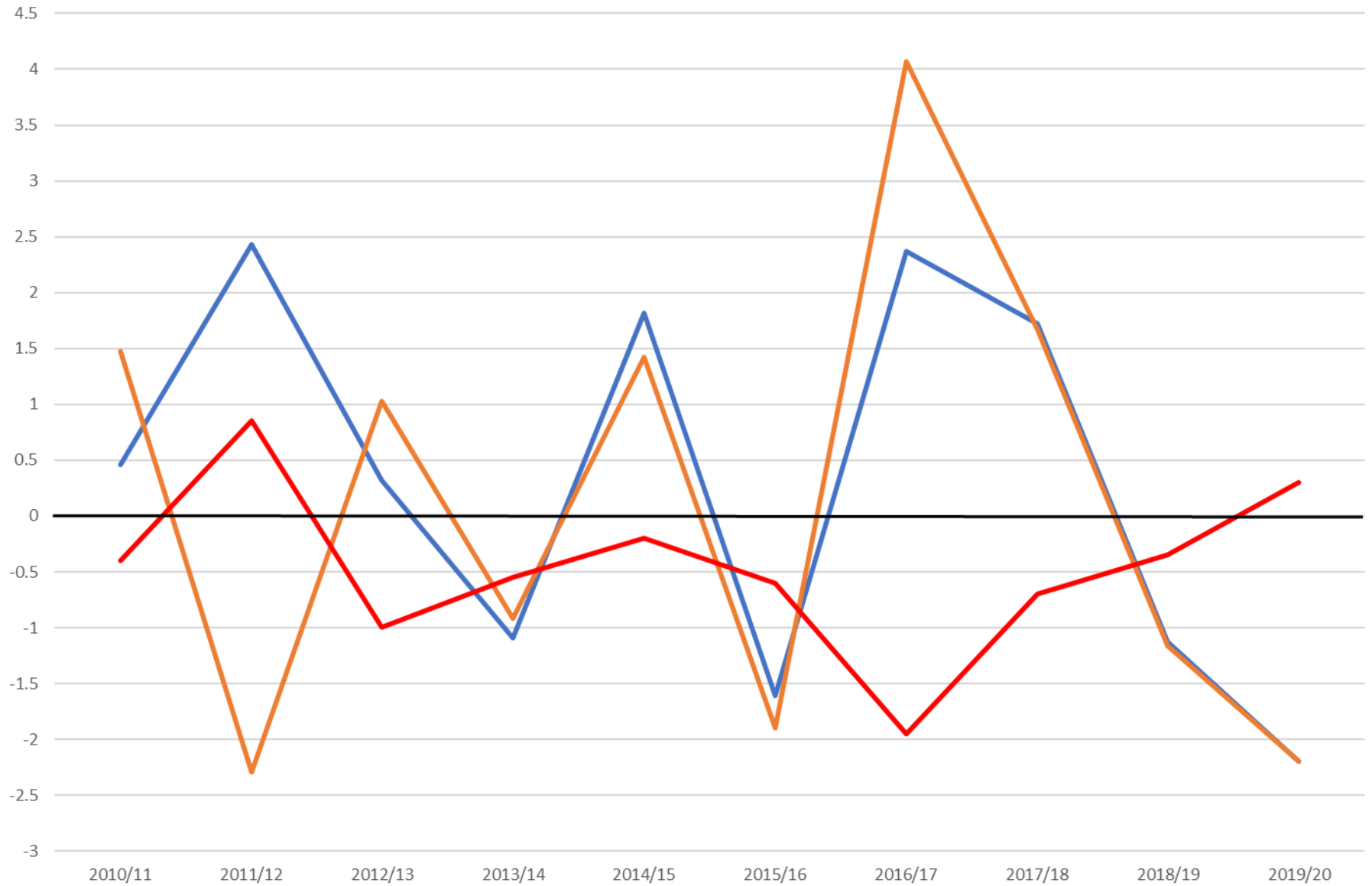
39 weeks into 2019/20 Marketing Year					13 weeks remaining		
16.965	Sales				???		
11.035	Shipments				384,615	to hit 16.0 mb	
					423,076	to hit 16.5 mb	

Cotton: USDA May vs Final

Cotton																				
	2010/11				2011/12				2012/13				2013/14				2014/15			
	May	Final	diff	% miss	May	Final	diff	% miss	May	Final	diff	% miss	May	Final	diff	% miss	May	Final	diff	% miss
Planted	10.5	11.0	0.5	4.4%	12.57	14.74	2.17	17.3%	13.16	12.31	-0.85	-6.5%	10.03	10.41	0.38	3.8%	11.1	11.0	-0.1	-0.5%
Harvested	9.8	10.7	0.9	8.9%	10.80	9.46	-1.34	-12.4%	10.50	9.37	-1.13	-10.8%	8.40	7.54	-0.86	-10.2%	8.5	9.4	0.9	10.7%
Yield	815.0	812.0	-3.0	-0.4%	800.00	790.00	-10.00	-1.3%	777.00	887.00	110.00	14.2%	800.00	821.00	21.00	2.6%	824.0	838.0	14.0	1.7%
Production	16.7	18.1	1.4	8.4%	18.00	15.57	-2.43	-13.5%	17.00	17.32	0.32	1.9%	14.00	12.91	-1.09	-7.8%	14.5	16.3	1.8	12.6%
Demand	16.8	18.3	1.5	8.8%	17.30	15.01	-2.29	-13.2%	15.50	16.53	1.03	6.6%	15.00	14.08	-0.92	-6.1%	13.4	14.8	1.4	10.6%
End Stocks	3.0	2.6	-0.4	-13.3%	2.50	3.35	0.85	34.0%	4.90	3.90	-1.00	-20.4%	3.00	2.45	-0.55	-18.3%	3.9	3.7	-0.2	-5.1%
	2015/16				2016/17				2017/18				2018/19				2019/20			
	May	Final	diff	% miss	May	Final	diff	% miss	May	Final	diff	% miss	May	Final	diff	% miss	May	Final	diff	% miss
Planted	9.55	8.58	-0.97	-10.2%	9.56	10.07	0.51	5.3%	12.23	12.61	0.38	3.1%	13.47	14.10	0.63	4.7%	13.78	13.74	-0.04	-0.3%
Harvested	8.60	8.07	-0.53	-6.2%	8.80	9.51	0.71	8.1%	11.38	11.10	-0.28	-2.5%	11.13	10.21	-0.92	-8.3%	12.54	11.80	-0.74	-5.9%
Yield	809.00	766.00	-43.00	-5.3%	807.00	867.00	60.00	7.4%	810.00	905.00	95.00	11.7%	841.00	864.00	23.00	2.7%	842.00	805.00	-37.00	-4.4%
Production	14.50	12.89	-1.61	-11.1%	14.80	17.17	2.37	16.0%	19.20	20.92	1.72	9.0%	19.50	18.37	-1.13	-5.8%	22.00	19.80	-2.20	-10.0%
Demand	14.50	12.60	-1.90	-13.1%	14.10	18.17	4.07	28.9%	17.40	19.07	1.67	9.6%	18.90	17.74	-1.16	-6.1%	20.10	17.90	-2.20	-10.9%
End Stocks	4.40	3.80	-0.60	-13.6%	4.70	2.75	-1.95	-41.5%	5.00	4.30	-0.70	-14.0%	5.20	4.85	-0.35	-6.7%	6.40	6.70	0.30	4.7%

Cotton USDA May vs Final

Production Diff Demand Diff End Stocks Diff

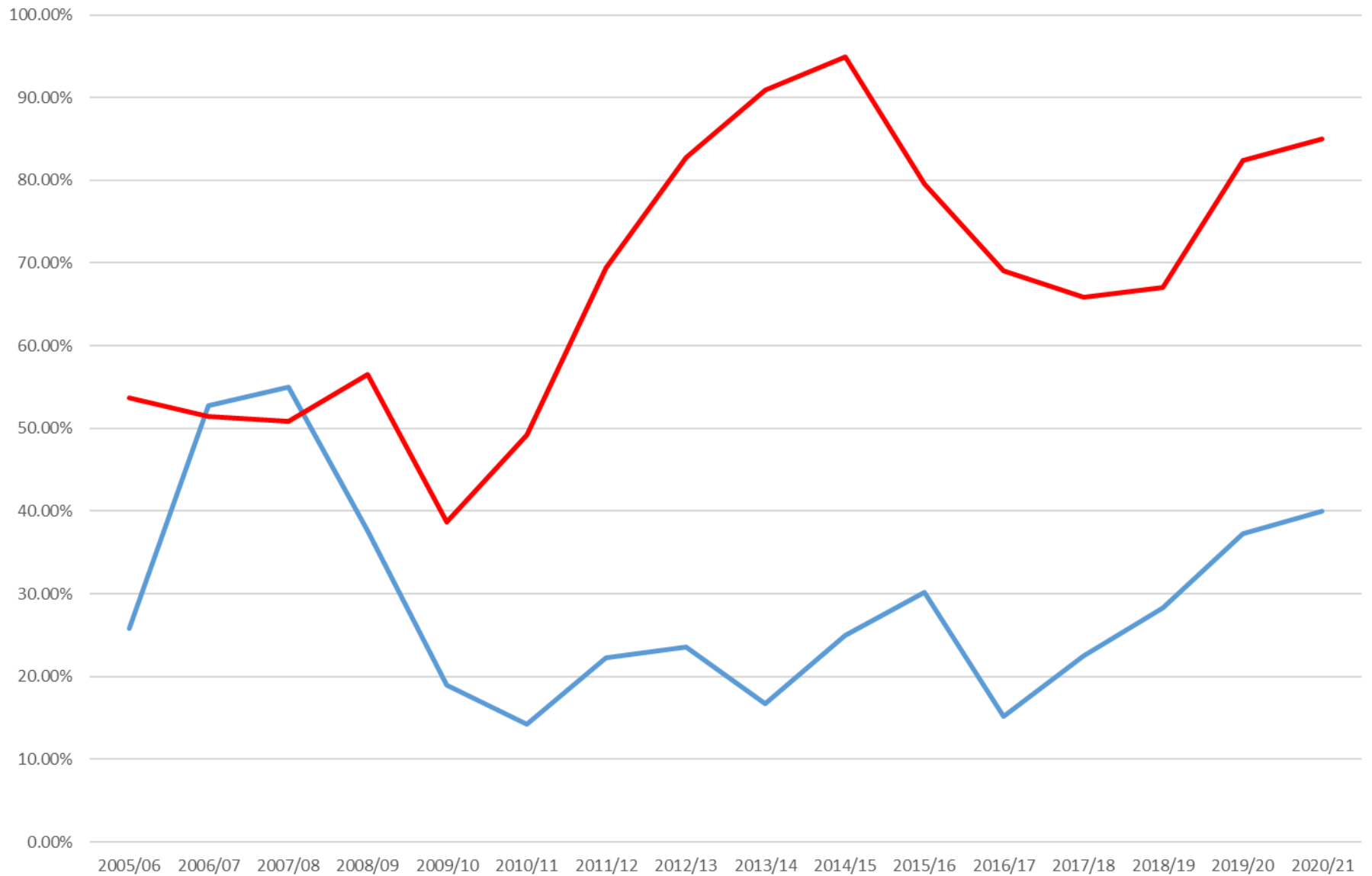


Cotton: May vs Final

	Production	Demand	End Stocks
	Diff	Diff	Diff
2010/11	0.46	1.48	-0.40
2011/12	2.43	-2.29	0.85
2012/13	0.32	1.03	-1.00
2013/14	-1.09	-0.92	-0.55
2014/15	1.82	1.42	-0.20
2015/16	-1.61	-1.90	-0.60
2016/17	2.37	4.07	-1.95
2017/18	1.72	1.67	-0.70
2018/19	-1.13	-1.16	-0.35
2019/20	-2.20	-2.20	0.30

Cotton Stocks/Use Ratio

US % Global %

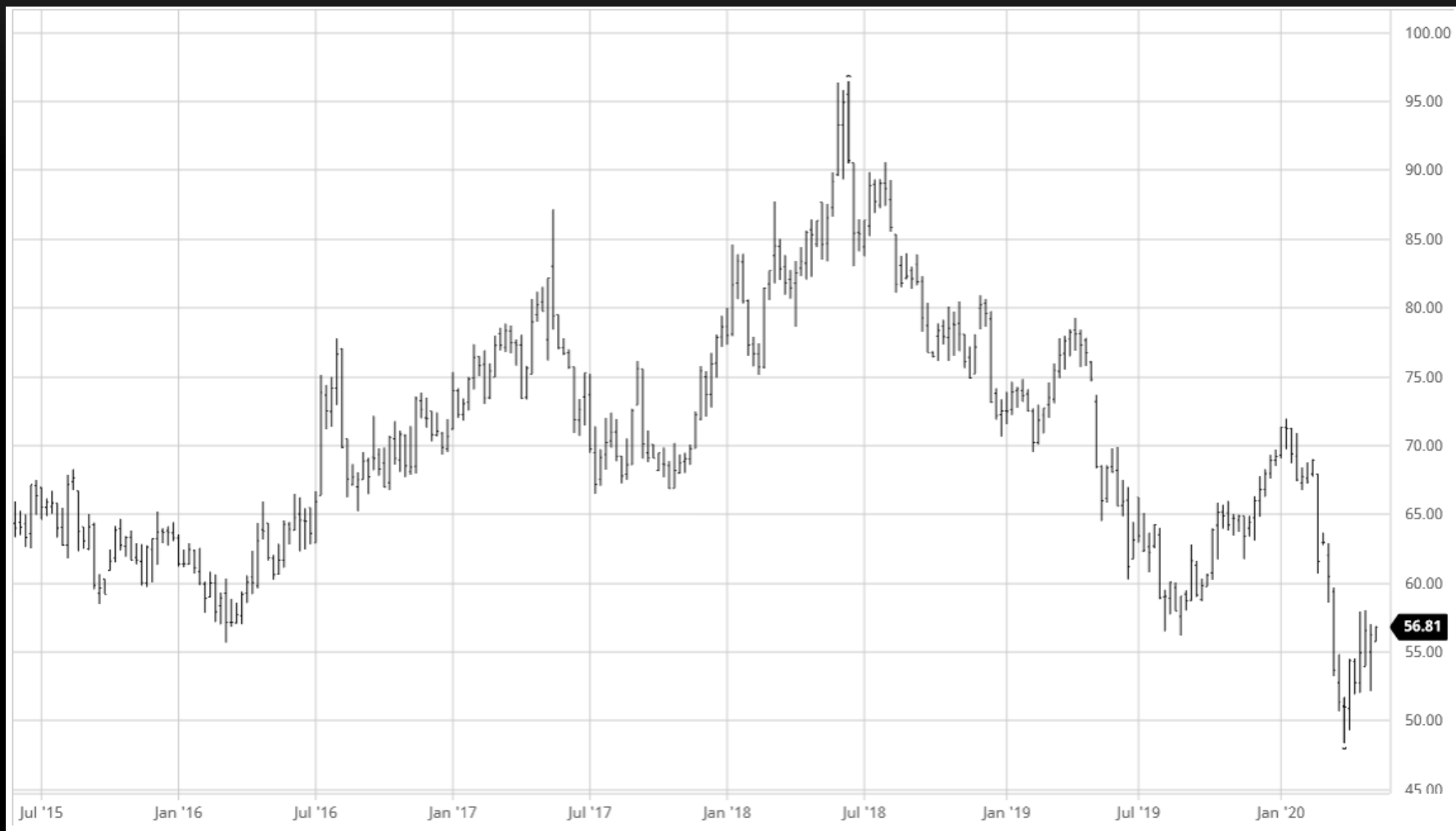


1 Year July Cotton Chart



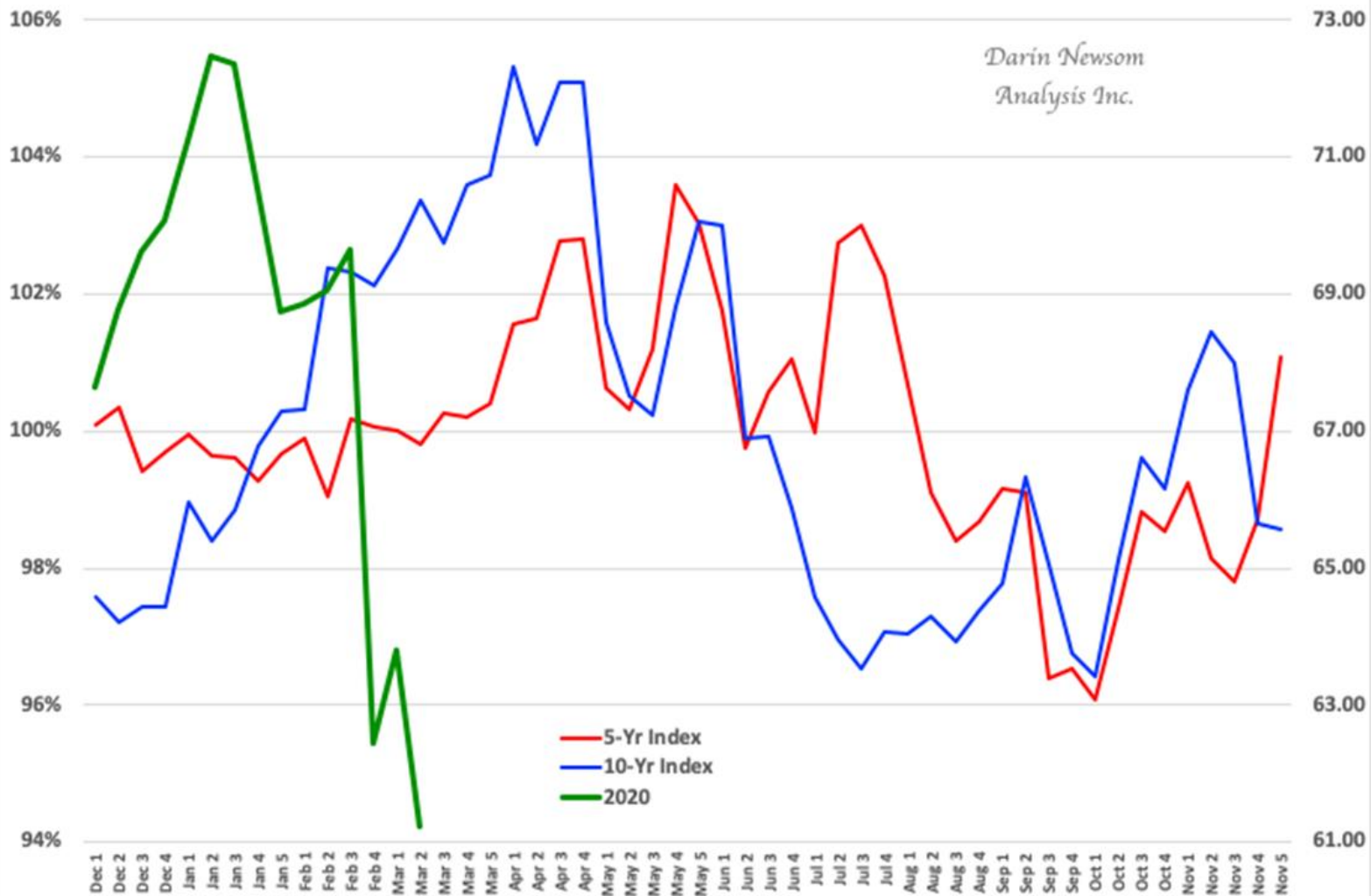
50 DMA 56.06 100 DMA 63.19 200 DMA 64.02

5 Year Cotton Chart



DEC COTTON SEASONAL STUDY

Darin Newsom
Analysis Inc.



With nearly 16.9 million bales already sold and 13 weeks left to go in the marketing year, sales will likely be closer to 18.00 million bales.

The USDA dropping US exports from 16.5 mb to 15.0 mb in April was an over reaction and continued strong shipments over the next few weeks will likely confirm export shipments closer to 16.00.

Specs are still short 19,143 contracts, they will have USDA data to support their cause.

Variables to watch going forward:

When will the economy be allowed to return to normal? How long will it take to repair the cotton industry?

USDA variance from the May estimate What will final planted acres/yield and demand really be?

What will the weather have in store for cotton production?

THANK YOU



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