



Cotton Market Report



Week Ending: Jun. 10, 2010

Market Page 1.

	Thurs. Close	Last Thurs. Close	Weekly Change	Week's High	Week's Low	Life of Contract High	Life of Contract Low
--	--------------	-------------------	---------------	-------------	------------	-----------------------	----------------------

NEW YORK COTTON FUTURES (Cents/lb.)

July-10	82.51	78.21	4.30	83.99	75.80	101.72	51.19
October-10	78.64	75.86	2.78	79.07	73.60	101.92	52.69
December-10	79.07	76.40	2.67	79.18	74.09	101.72	53.51
March-11	80.52	77.90	2.62	80.52	75.65	103.30	57.57
May-11	80.82	78.69	2.13	80.82	77.47	96.52	50.02
July-11	80.82	79.19	1.63	80.82	77.31	94.96	58.57
October-11	78.90	77.14	1.76	78.90	75.93	81.42	59.70
December-11	76.85	75.16	1.69	76.85	73.20	81.28	61.07
March-12	77.85	75.68	2.17	77.85	74.55	102.03	56.32

CHICAGO CORN FUTURES (Cents/Bu.)

July-10	343.25	349.50	-6.25	347.50	335.50	714.50	335.50
September-10	352.50	359.50	-7.00	356.75	344.50	484.00	344.50
December-10	364.50	370.25	-5.75	367.00	354.50	703.00	346.00
March-11	377.50	383.50	-6.00	380.00	367.75	480.00	367.75
May-11	386.50	392.75	-6.25	386.50	377.00	477.75	376.50

CHICAGO SOYBEAN FUTURES (Cents/Bu.)

July-10	935.00	955.00	-20.00	951.50	927.00	1570.00	817.50
August-10	915.50	937.75	-22.25	929.00	911.00	1075.00	817.50
September-10	899.75	925.75	-26.00	913.00	897.00	1059.50	817.50
November-10	894.75	919.75	-25.00	912.00	887.00	1332.00	812.00
January-11	905.00	930.25	-25.25	922.00	900.00	1063.00	817.00
March-11	911.75	938.50	-26.75	927.00	910.00	1067.00	822.00
May-11	914.75	943.75	-29.00	920.50	914.50	1021.50	852.00

ON-CALL COTTON (Thousand Running Bales)

As of June 4, 2010

Contract	Call		Week's	
	Sales	Change	Purch.	Change
July '10	8,145	-8,863	1,599	160
October '10	1,460	-128	35	3
December '10	15,463	558	8,143	483
March '11	11,038	1,334	492	107
May '11	7,702	974	119	0
July '11	10,688	2,615	877	16
October '11	395	154	0	0
December '11	5,768	102	1,620	0
March '12	1,145	0	23	0
May '12	645	0	77	0
July '12	313	0	0	0
December '12	235	0	3,015	0
March '13	185	0	0	0

CERTIFICATED STOCKS (Running Bales)

As of June 10, 2010

	Stocks	Review
Galveston	70,865	-
Greenville	152,457	-
Houston	3,045	-
Memphis	572,107	-
N. Orleans	13	-
TOTAL	798,487	-

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

Week ending June 10, 2010

	3135	4134
Spot Market	77.85	73.54
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 4, 2010

	Longs	Accounts	%	Shorts	Accounts	%
SPECS	78,225	1,157	44.4%	72,963	1,122	41.4%
HEDGES	98,140	332	55.6%	103,402	341	58.6%
TOTAL	176,365	1,489	100.0%	176,365	1,463	100.0%

Net Spec Position	3.0%	Spec Share of O.I.	42.9%
-------------------	------	--------------------	-------

WORLD MARKET (Cents/Lb.)

Effective June 11 - June 17, '10

	Current	Forward
AWP	73.36	NA
5 Lowest Far East Quotes	90.40	84.05
USFE Low Quote	89.25	85.55
USFE-5 Lowest Far East Quotes	-1.15	NA
Fine Count Adj ('09 Crop)	0.00	NA
Fine Count Adj ('10 Crop)	0.00	NA
Coarse Count Adj	0.00	NA
Open Quotas	9	NA
LDP	0.00	NA
ELS Comp Pymnt	0.00	NA

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

Week ending June 3, 2010

	Week	Total	Total	Week	Total
	09/10	09/10	08/09	10/11	10/11
Sales	643.2	13,088.2	13,581.4	205.6	1,736.4
Shipments	234.4	9,608.0	10,857.1	0.0	0.0

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

Country	09/10	09Share	10/11	10Share
CHINA	4,154	32%	201	12%
TURKEY	2,323	18%	155	9%
MEXICO	1,613	12%	381	22%
INDONESIA	618	5%	177	10%
THAILAND	617	5%	93	5%
VIETNAM	539	4%	126	7%
TAIWAN	436	3%	12	1%
KOREAN REPUBLIC	421	3%	162	9%
BANGLADESH	382	3%	59	3%
PERU	319	2%	52	3%
TOTAL	13,088		1,736	

CHINA WEEKLY PRICES (cents/lb.)

Week ending June 10, 2010

	This Week	Year Ago	% Change
A (Far East)	90.94	61.86	47%
CnCotton A	119.13	75.11	59%
Polyester	63.33	45.68	39%

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

Weighted MY Avg. Farm Price

09/10 Year-to-date (Aug - Apr)	61.75 cents*
09/10 proj.	61.50 - 63.50 cents**
10/11 proj.	60.00 - 74.00 cents**

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

**09/10 projections by USDA, 10/11 projections by USDA.

CCC LOAN INTEREST RATES

	1995*	1996**
May	0.500%	1.500%
June	0.375%	1.375%

* Applies to 1995 and prior crop loans.

** Applies to 1996 and subsequent crop loans.

CCC LOAN STOCKS (Includes '08 & '09 Crop)

As of June 8, 2010

	Form A	Form G	Total
Upland (Running Bales)			
Southeast	3,298	644,843	648,141
Mid-South	106,488	335,979	442,467
Southwest	26,493	169,100	195,593
West	2,604	113,329	115,933
U.S.	138,883	1,263,251	1,402,134
ELS			
U.S.	1,600	7,466	9,066

STATE OF THE ECONOMY

Week ending June 10, 2010

	Thursday Settlement	Last Thursday	% Change YTD
Dow Jones Ind. Avg.	10,173	10,255	-2%
S&P 500	1,087	1,103	-3%
10-Yr Treas. Bond Rate	3.323%	3.368%	-13%
NASDAQ Composite	2,219	2,303	-2%
Russell 2000	640	667	2%
Japanese Nikkei Stock Avg	9,543	9,914	-10%
Hong Kong Hang Seng	19,633	19,787	-10%
Singapore Straits Times	2,780	2,793	-4%
Euro (in U.S.\$)	1.21	1.22	-15%
Japanese Yen (per U.S.\$)	91.31	92.63	-2%
WTx Int Crude Oil (\$/barrel)	75.48	74.61	-5%
Diesel, Ultra-low (\$/gal)	2.10	2.11	-1%
Natural Gas (\$/million btu)	4.69	4.46	-19%

Week Ending: Jun. 10, 2010

Market Page 3.

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

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

Estimates for June 2010

	US		World	
	09/10	10/11p	09/10	10/11p
Beginning Stocks	6.3	2.9	62.7	52.2
Production	12.2	16.7	102.9	114.3
Imports	0.0	0.0	35.7	36.1
Total Supply	18.5	19.6	201.3	202.6
Mill Use	3.4	3.3	116.4	119.5
Exports	12.3	13.5	35.3	36.1
Total Use	15.7	16.8	151.7	155.6
Ending Stocks	2.9	2.8	52.2	49.6
Stocks/Use Ratio	18.5%	16.7%	44.8%	41.5%

*09/10 estimates by USDA, 10/11 projections by USDA.

	Apr 10	Mar 10
Daily (Thou.)	13.57	12.99
Annualized (Mil.)	3.46	3.37

US COTTONSEED SUPPLY AND DISAPPEARANCE

(000 Short Tons)

	Marketing Year	
	09/10	10/11
Beg. Stocks	514	425
Imports	0	0
Production	4,149	5,610
Total Supply	4,663	6,035
Crush	1,850	2,150
Exports	270	400
Other	2,118	2,910
Total Demand	4,238	5,460
End. Stocks	425	575

USDA-ERS June Oil Crops Outlook.

MAY US COTTON PRODUCTION ESTIMATE, 09/10 CROP

	Planted Acres (Thou.)	Harv. Acres (Thou.)	Yield per Harv. Acre (Lb.)	5-Year Avg. Yield (Lb.)	480-Lb. Bales (Thou.)
UPLAND					
SOUTHEAST	1,891	1,863	884	772	3,431
Alabama	255	248	668	668	345
Florida	82	78	723	745	118
Georgia	1,000	990	902	792	1,860
North Carolina	375	370	990	813	763
South Carolina	115	114	872	736	207
Virginia	64	63	1,052	867	138
MID-SOUTH	1,627	1,555	806	945	2,610
Arkansas	520	500	818	1,052	852
Louisiana	230	225	745	884	349
Mississippi	305	290	687	910	415
Missouri	272	260	927	997	502
Tennessee	300	280	843	836	492
SOUTHWEST	5,243	3,729	643	721	4,992
Kansas	38	34	748	543	53
Oklahoma	205	195	785	718	319
Texas	5,000	3,500	634	724	4,620
WEST	247	244	1,488	1,375	755
Arizona	145	144	1,477	1,412	443
California	71	70	1,646	1,414	240
New Mexico	31	30	1,172	960	72
TOTAL UPLAND	9,008	7,391	766	829	11,788
TOTAL ELS	141	138	1,389	1,267	400
Arizona	2	2	1,170	866	4
California	119	116	1,494	1,333	361
New Mexico	3	3	686	845	150
Texas	18	18	836	831	31
ALL COTTON	9,150	7,529	777	839	12,188

US COTTONSEED MEAL SUPPLY AND DISAPPEARANCE

(000 Short Tons)

	Marketing Year	
	09/10	10/11
Beg. Stocks	17	50
Imports	0	0
Production	880	970
Total Supply	897	1,020
Consumption	747	870
Exports	100	100
Total Demand	847	970
End. Stocks	50	50

USDA-ERS June Oil Crops Outlook.

US COTTONSEED OIL SUPPLY AND DISAPPEARANCE

(Million Pounds)

	Marketing Year	
	09/10	10/11
Beg. Stocks	121	110
Imports	0	0
Production	610	675
Total Supply	731	785
Domestic Consumption	516	550
Exports	105	150
Total Demand	621	700
End. Stocks	110	85

USDA-ERS June Oil Crops Outlook.

Source: USDA-NASS May Crop Production Report.

US CROP PROGRESS

PERCENT PLANTED

PERCENT SQUARING

	6/6/10	5/30/10	6/6/09	5-Yr Avg	6/6/10	5/30/10	6/6/09	5-Yr Avg
Alabama	93	89	88	95	4	1	0	3
Arizona	100	91	100	99	7	5	11	17
Arkansas	100	99	97	99	14	2	1	9
California	100	99	99	100	5	0	0	14
Georgia	89	78	73	86	4	2	4	6
Kansas	72	36	75	65	0	0	0	0
Louisiana	100	95	100	99	27	9	21	15
Mississippi	98	94	94	98	12	0	3	10
Missouri	100	100	97	99	6	2	0	4
North Carolina	98	87	100	100	6	2	0	1
Oklahoma	82	64	66	73	0	0	0	1
South Carolina	98	93	94	96	1	0	0	2
Tennessee	96	81	95	98	1	0	1	4
Texas	88	73	84	83	9	8	9	12
Virginia	99	98	100	100	0	0	0	2
US	91	79	86	88	8	5	6	10
Southeast	93	84	84	92	4	2	2	4
Mid-South	99	94	96	99	11	2	4	8
Southwest	88	72	83	82	9	8	9	11
West	100	96	99	100	6	2	5	15

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

* Revised.

US CROP CONDITION

	Week Ending			6/6/10	
	VP	P	F	G	E
Alabama	0	0	14	79	7
Arizona	0	13	38	33	16
Arkansas	0	7	30	43	20
California	0	0	15	65	20
Georgia	1	5	27	57	10
Kansas	0	1	32	60	7
Louisiana	0	1	28	66	5
Mississippi	0	2	17	56	25
Missouri	0	8	18	71	3
North Carolina	0	2	30	63	5
Oklahoma	0	6	21	66	7
South Carolina	0	3	37	59	1
Tennessee	0	1	21	64	14
Texas	0	4	35	48	13
Virginia	0	1	9	89	1
US	0	4	30	54	12
Previous Week	0	4	33	51	12
Previous Year	NA	NA	NA	NA	NA