World Cotton Market

2022/23 Outlook

Matthew Looney
Data Scientist
• Overview/Outlook of Prices
• Outlook for the 2022/23 Season
• Trade and Government Subsidies
• Key Messages and Implications
Price Fall Due to COVID-19

December 31, 2019

January 29, 2020

February 23, 2020

March 11, 2020

Rapid Price Increase

U.S. cents per pound

October 2019 to October 2021

INTERNATIONAL COTTON ADVISORY COMMITTEE
• Outlook for the 2022/23 Season
Consumption Decline Expected
2022/23 World Production and Consumption
2022/23 Production
2022/23 Production
2022/23 Consumption
2022/23 Consumption
Projected Increase In World Cotton Stocks In 2022/23
• Trade and Government Subsidies
World cotton trade trend

Highest experienced levels of world exports

MILLION TONNES

2002/03 2012/13 2022/23 Proj.

2002/03 2012/13 2022/23 Proj.

10.7 9.8 9.5

www.icac.org
Leading cotton lint exporters

2020/21

- USA: 34%
- BRAZIL: 23%
- INDIA: 12%
- WEST AFRICA: 11%
- EU: 4%
- AUSTRALIA: 3%
- OTHERS: 13%

2021/22

- USA: 34%
- BRAZIL: 18%
- WEST AFRICA: 12%
- INDIA: 9%
- AUSTRALIA: 8%
- EU: 4%
- OTHERS: 15%
Leading cotton lint importers

2020/21

- CHINA: 27%
- BANGLADESH: 16%
- VIETNAM: 14%
- TURKEY: 13%
- PAKISTAN: 11%
- INDONESIA: 10.5%
- TURKEY: 14.7%
- BANGLADESH: 16.3%
- OTHERS: 14%

2021/22

- CHINA: 18.8%
- VIETNAM: 17.3%
- BANGLADESH: 16%
- TURKEY: 14.7%
- PAKISTAN: 10.5%
- INDONESIA: 5.5%
- TURKEY: 14%
- BANGLADESH: 16.3%
- OTHERS: 16.9%
Assistance Provided by Governments to the Cotton Sector

Billion US$

| Year  | 97/98 | 98/99 | 99/00 | 00/01 | 01/02 | 02/03 | 03/04 | 04/05 | 05/06 | 06/07 | 07/08 | 08/09 | 09/10 | 10/11 | 11/12 | 12/13 | 13/14 | 14/15 | 15/16 | 16/17 | 17/18 | 18/19 | 19/20 | 20/21 | 21/22 |
|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
|       | 4.9   | 7.4   | 6.5   | 7.3   | 10.7  |       |       |       |       |       |       |       |       |       |       |       |       |       |       |       |       |       |       |       |       |       |       |

Source: INTERNATIONAL COTTON ADVISORY COMMITTEE
Government Assistance and Cotton Prices

![Graph showing government support and Cotlook A Index over the years.]

- **Government Support**
- **Cotlook A Index**

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<th>Year</th>
<th>Billion US$</th>
<th>US Cents/lb</th>
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World Cotton Production Under Assistance

Million tonnes

- Without Assistance
- With Assistance
- % Share with Assistance

Share

0% 20% 40% 60% 80% 100%

0 5 10 15 20 25 30

97/98 98/99 99/00 00/01 01/02 02/03 03/04 04/05 05/06 06/07 07/08 08/09 09/10 10/11 11/12 12/13 13/14 14/15 15/16 16/17 17/18 18/19 19/20 20/21 21/22

INTERNATIONAL COTTON ADVISORY COMMITTEE
• Key Messages and Implications
Total Estimated Value of Global Production for 2021/22: 72.46 billion USD

2022/23: 63.24 billion USD
Conclusions

- Production leads Consumption very slightly in the 2022/23 season
- Mill Use is falling and is expected to continue to fall through the remainder of the season
- Global Ending Stocks could increase significantly
- Price is likely to remain depressed for the 2022/23 season.
Launch of The ICAC

Open Data Dashboard Dashboard

https://icac.shinyapps.io/ICAC_Open_Data_Dashboard/

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Use the ICAC’s Interactive Data Dashboard’s to find what you need

Get started now »
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