

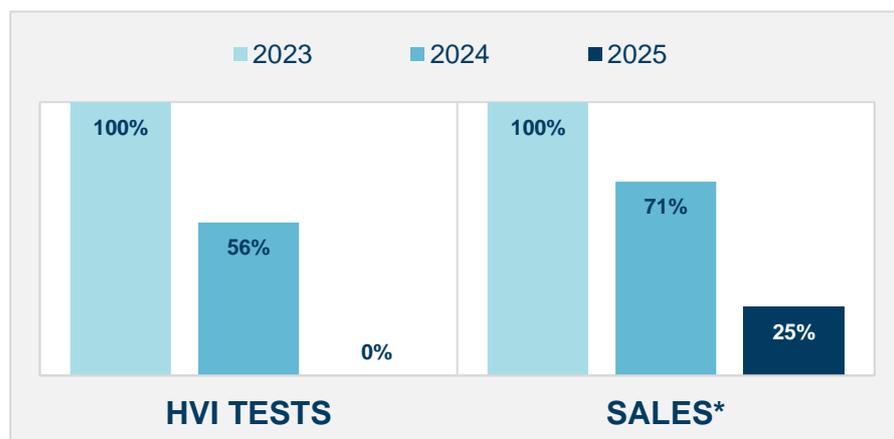
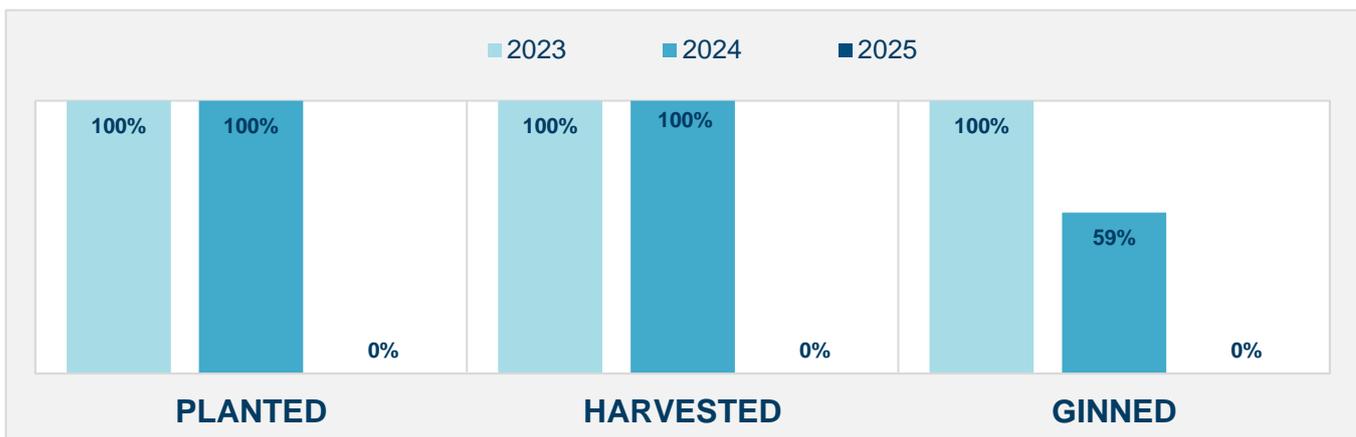


1. HIGHLIGHTS

- With the harvest completed in September, Brazil ginned 59% of the 2024 cotton crop by October 4th. Sowing for the 2025 harvest is expected to begin in November.
- In September, exports totalled 169.5 million tonnes, achieving an overall total 281.3 million tonnes in the months of August and September 2024.
- China, Vietnam and Pakistan together accounted for 57% of shipments made in the first two months of the 2024/25 market year.
- Brazil has a side program at the ICA Trade Event; report shows results of the first year of the ABR-Log program. *Read more.*

*Market Year: Aug-24 to Jul-25

2. STATUS OF BRAZIL'S COTTON CROP



* Percentage of cotton sold by growers to merchants



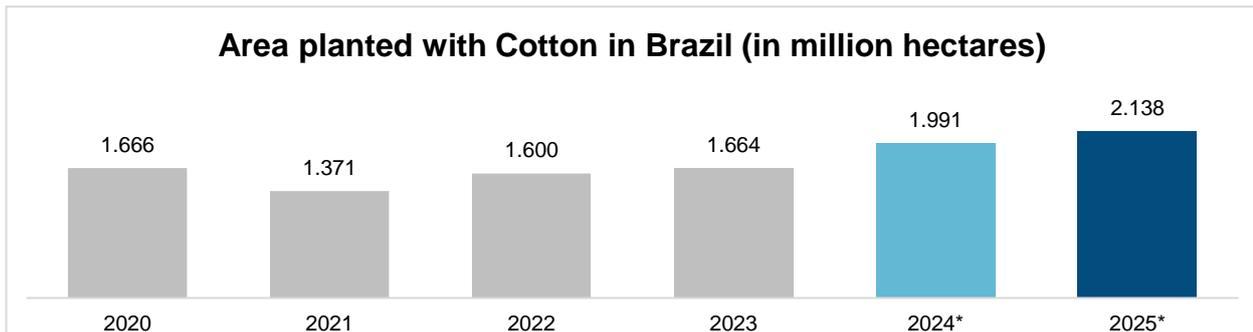
* Better Cotton (BCI) licensed cotton volume in Brazil as a % of total Brazilian cotton production (2023 Crop year)

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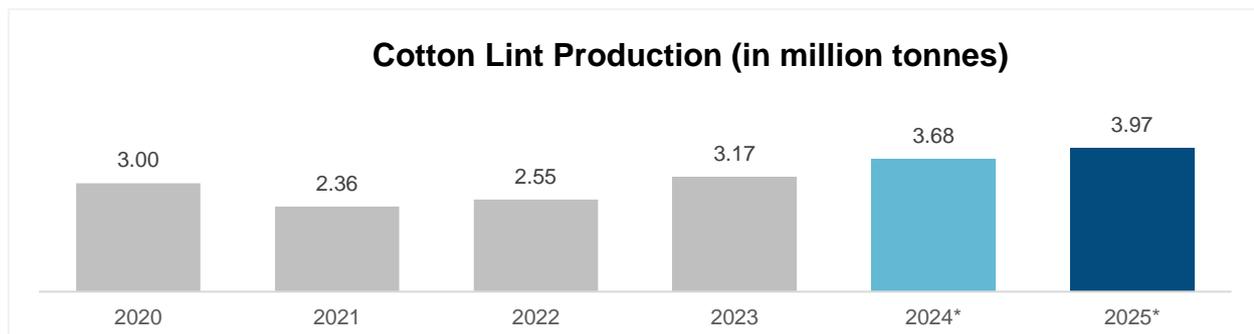


3. 2024 AND 2025 CROPS

On 18th September, Abrapa released updated figures for the 2025 crop. The forecasted planted area is 2,138 thousand hectares, representing a 7% increase compared to the previous season. The projected production is 3.97 million tonnes, an 8% increase over 2024.



Planting season in Brazil starts in November of the previous year



Source: Conab. *Forecast 2024 and 2025: Abrapa (Sep 24)

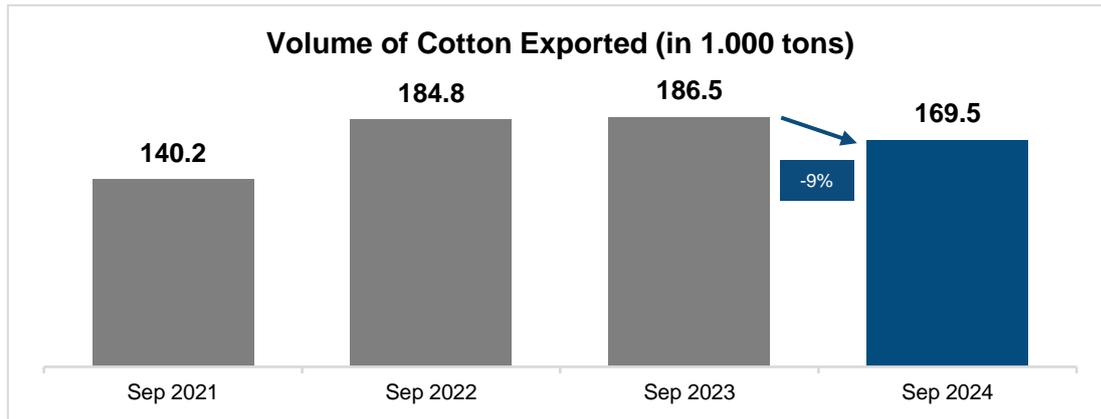
Accordingly, the projected yield for Brazilian cotton lint is 1,859 kg/ha, which is comparable to the 2024 crop mark.

Brazilian Cotton Harvest								
PRODUCTION (million tons)	2020	2021	2022	2023	2024*	2025*	24 vs. 23 (%)	25 vs. 24 (%)
SEED COTTON (Lint + Seed)	7.37	5.80	6.27	7.70	8.89	9.60	15.5%	8.0%
LINT (COTTON)	3.00	2.36	2.55	3.17	3.68	3.97	16.0%	8.0%
YIELD (kg/ha)	2020	2021	2022	2023	2024*	2025*	24 vs. 23 (%)	25 vs. 24 (%)
SEED COTTON (Lint + Seed)	4,427	4,230	3,921	4,628	4,464	4,490	-3.5%	0.6%
LINT (COTTON)	1,802	1,721	1,596	1,907	1,848	1,859	-3,1%	0,1%

Source: Conab. *Forecast: Abrapa (Sep 24)

4. EXPORT SHIPMENTS

In September, Brazil shipped 169.5 thousand tons of cotton, generating revenues of US\$ 304.2 million in the month. Sales were 9% lower than those recorded in September 2023, but 52% lower than in August 2024.

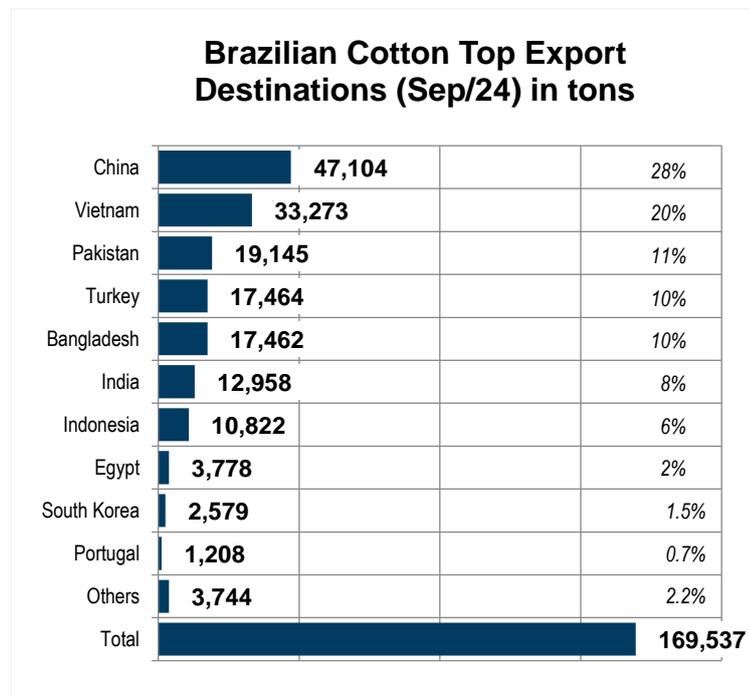


Source: ComexStat – ME, Oct/2024

In September, China regained its position as the leading importer of Brazilian cotton, with 47,104 tons (28% of the total).

Vietnam was the second largest importer, with 33,273 tons (20%). Pakistan comes in third with 19,145 tons (11%).

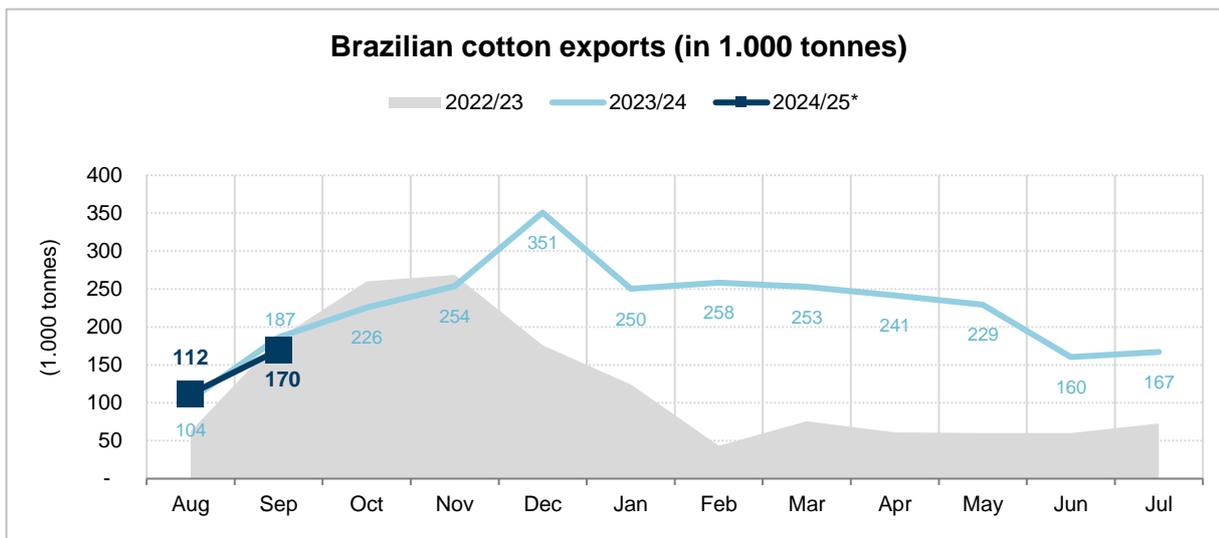
Together, these three countries accounted for 59% of the total volume of Brazilian cotton exported in the month.



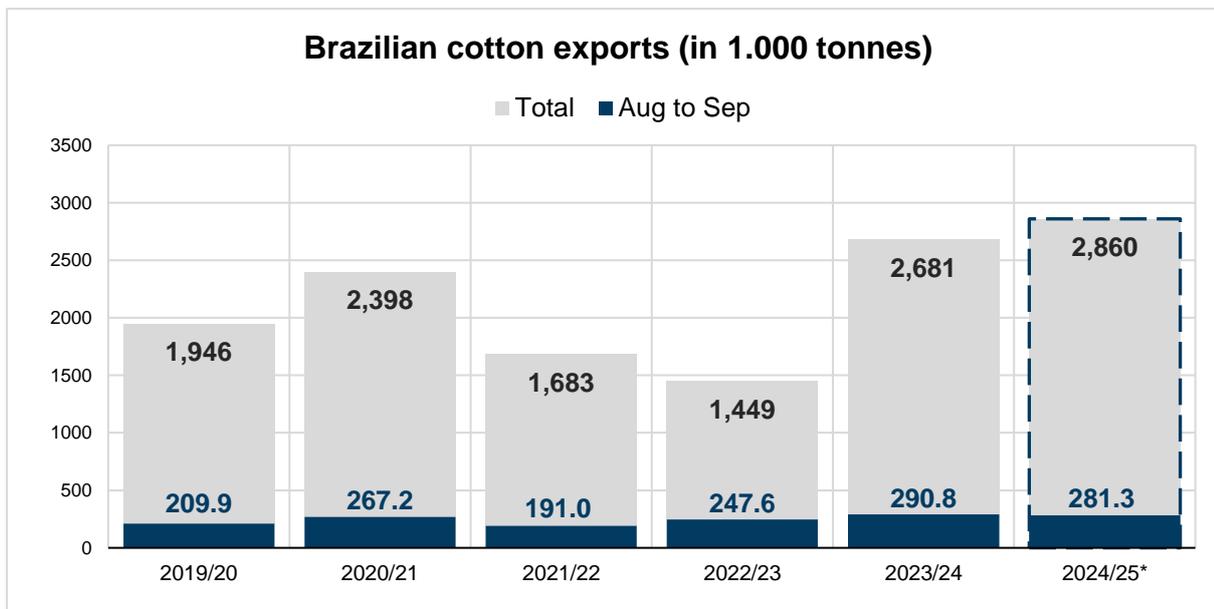
Source: ComexStat – ME, Oct/2024



With the level of exports achieved in September, Brazil had its second best performance in the first two months of the market year since the 2019/20 season. The total amount shipped of 281.3 thousand tons is only below the 290.8 thousand tons recorded from August to September 2023.



Source: ComexStat – ME, Oct/2024. [Market Year: August to July]

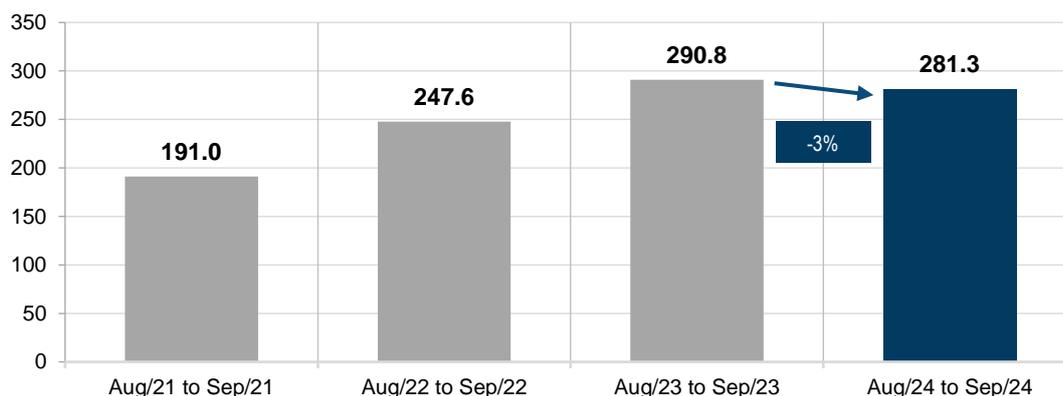


Source: ComexStat – ME, Oct/2024. [Market Year: August to July.] * Forecast



From Aug/24 to Sep/24, Brazil exported **281.3 thousand tons of cotton** - **3% below** that recorded in the same period of 2023/24. This volume generated revenues of **US\$ 501 million**.

Total Volume of Cotton Exported (1.000 tons)

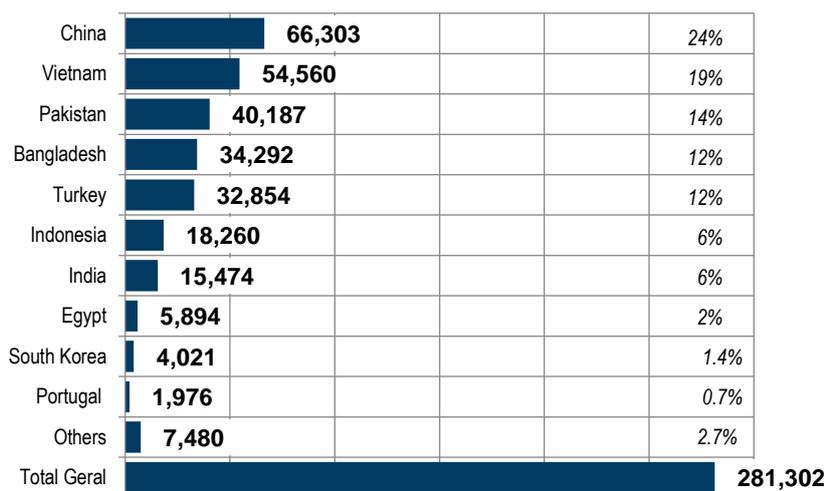


Source: ComexStat – ME, Oct/2024

In the first two months of 2024/25 market year, China was the leading importer of Brazilian cotton, with a total of 66,303 tons, accounting for 24% of the total exports.

Vietnam was the second-largest importer, with 54,560 tons (19% of the total) followed by Pakistan which imported 40,184 tons (14% of the total).

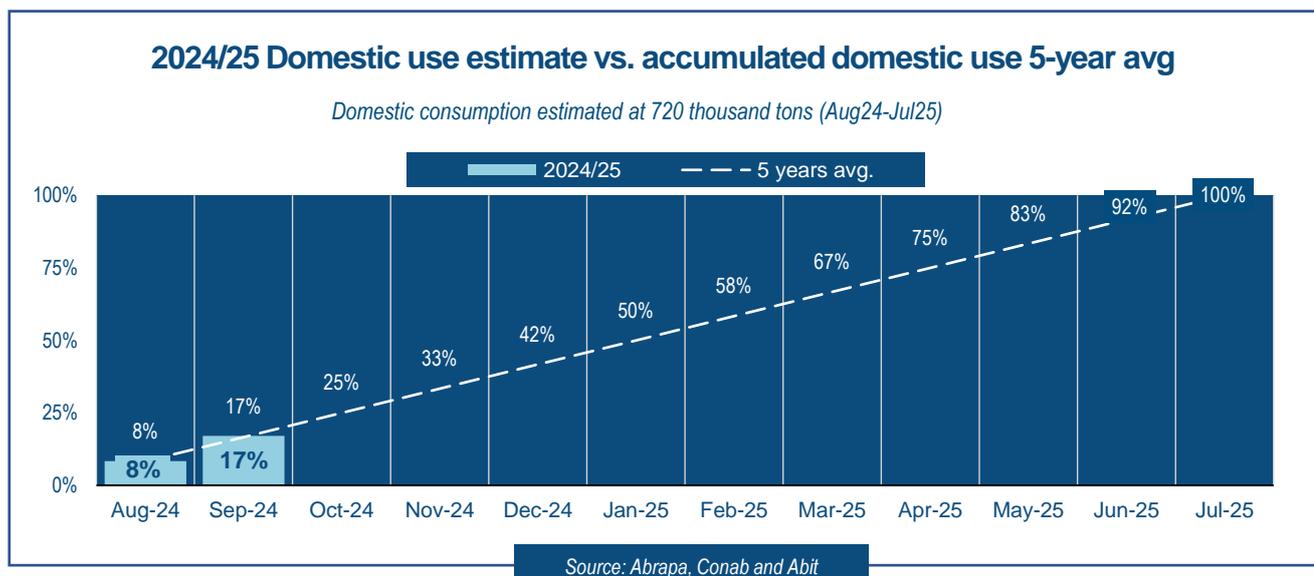
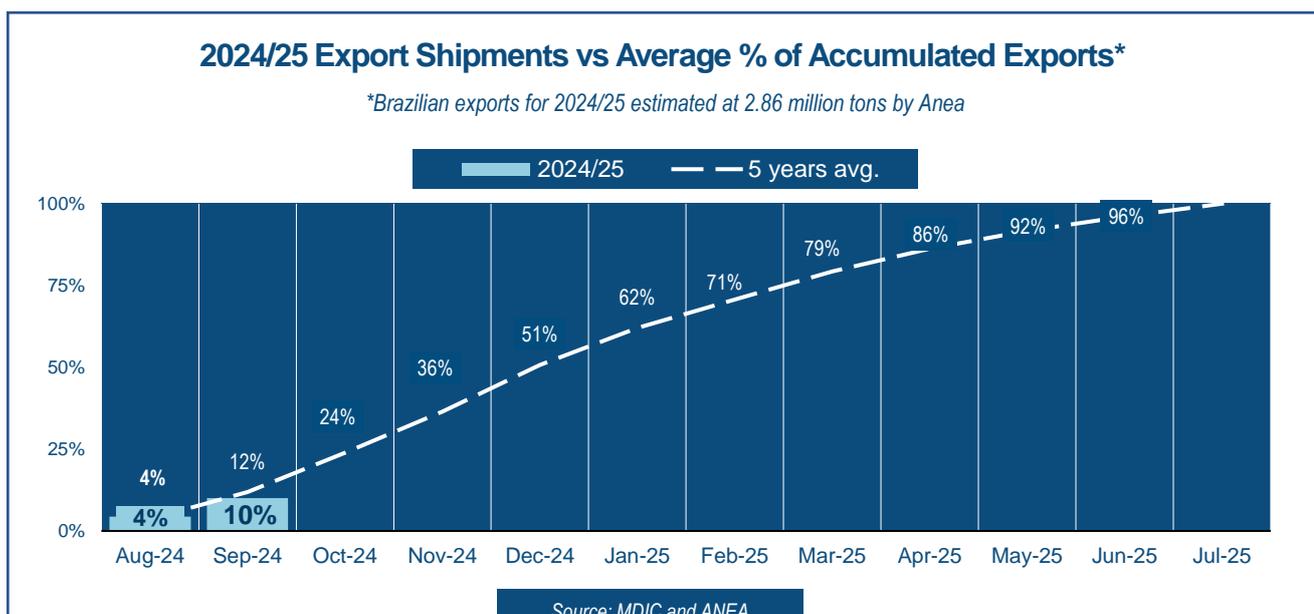
Brazilian Cotton Top Export Destinations (Aug/24 to Sep/24) in 1,000 tons



Source: ComexStat – ME, Oct/2024

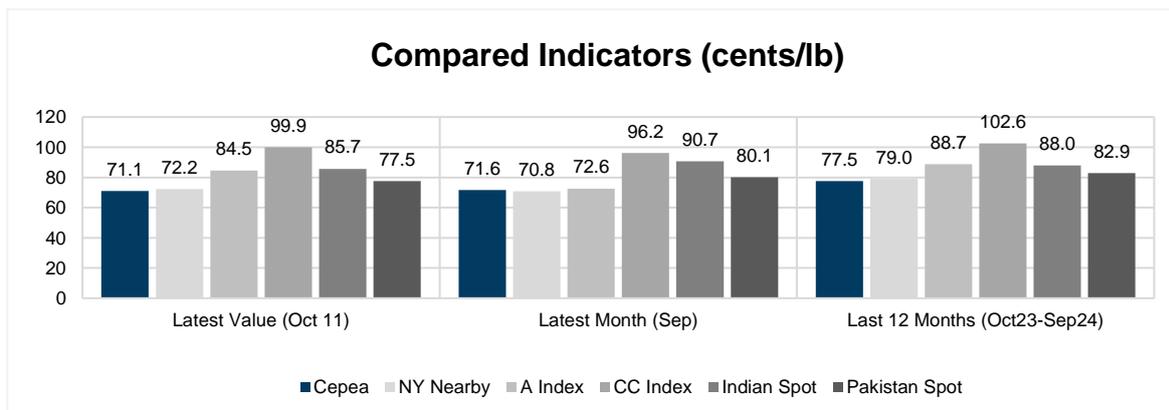
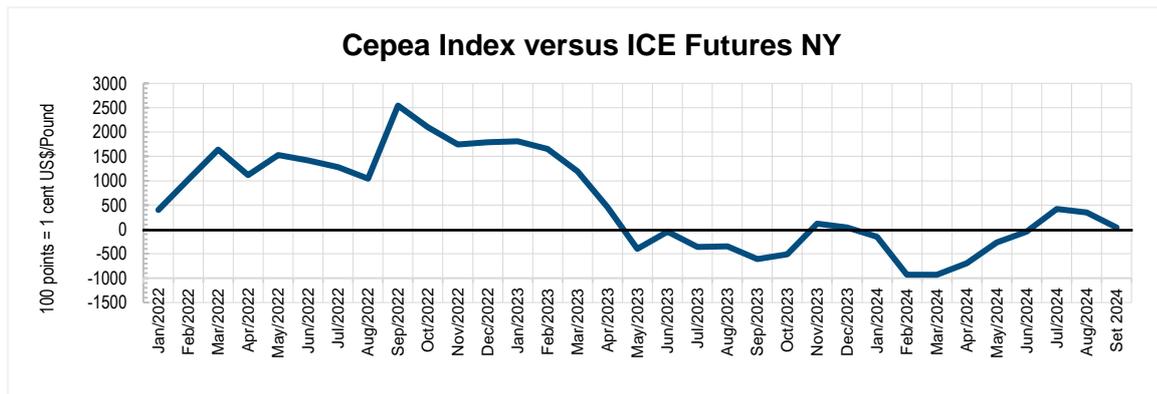
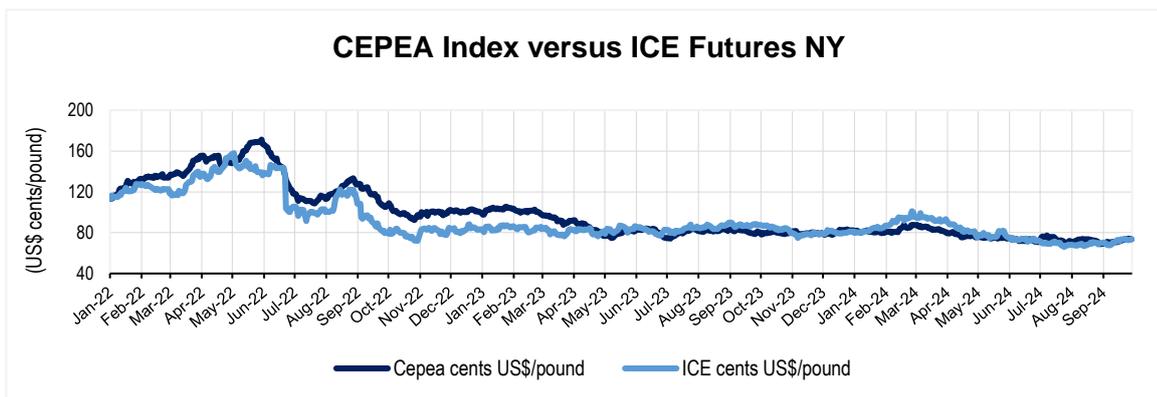
5. 2023/24 MARKET YEAR EXPORTS AND DOMESTIC USE

The charts below compare the performance of the current market year (2024/25) with the average Brazilian cotton exports over the last five years and the average volume for domestic use in Brazil also over the last five years.



6. PRICES

In Sep/24, the Cepea/Esalq indicator accumulated an increase of 7.1%, closing the month quoted at 73.67 US\$ cents/pound. In the last 12 months, domestic prices (in dollars) fell 9.1%. In NY, the Dec/2024 futures contract closed the month up 5.3%, trading at 73.61 US\$ cents/pound.



Source: Cepea/USP and ICE Futures, Oct/2024

The *CEPEA Index is the most commonly used price index for domestic cotton market prices in Brazil.

7. MADE IN BRAZIL

Data and information about Brazilian cotton production

ICA Trade Event Sees Strong Participation from Cotton Brazil

Brazil's potential for sustainable cotton supply will be on the agenda at the **ICA Trade Event**, an annual event held by the International Cotton Association (ICA) from October 15th to 17th in Liverpool (England).

On the first day of the event, a discussion panel called "**Cotton Connected: Brazil's role in helping secure global cotton's place in the future of textiles**", will be held from 1:30 pm to 2:30 pm. The aim is to discuss how Brazilian production can contribute to maintaining cotton as a significant input in the future of textile products.

Throughout the ICA Trade Event, Abrapa will promote **business rounds** with global traders. The first set of meetings takes place on the 16th (Wednesday) in five conference rooms from 2pm to 4pm. On Thursday (17th), there will be three more meetings from 3pm to 4pm.

LUNCHEON - But the highlight of Brazil's presence during the ICA Trade Event will take

place on October 15th, at 12 pm, when Abrapa will hold the **Cotton Brazil Luncheon**. This is a side event to the official program aimed at business owners and investors in the global textile sector.

On the agenda will be **crop and export figures and projections for the 2024/25 season**. The program will conclude with a debate on the challenges and a vision of the future for Brazilian cotton, with the presidents of Abrapa, Alexandre Schenkel, and the National Association of Cotton Exporters (Anea), Miguel Faus. It is expected that more than 70 international business owners and investors will attend.

As the main international cotton trade entity, the ICA annual event is an opportunity to showcase the overall scenario and the main future trends for the cotton sector. The ICA Trade Event has been held since 2004 and is expected to attract more than 500 participants this year, including traders, producers, spinning and textile mills.



Check out ABR-LOG Program Report

To ensure that cotton shipments reach the purchasing countries **undamaged and in good condition** Abrapa, in partnership with Anea, set up a good practices protocol in 2023 called ABR-LOG.

In its first year of operation it surpassed the initial target. In the 2023/24 marketing year, **42% of all cotton exported by Brazil was shipped**

through one of the six terminals certified by ABR-LOG. The initial target was 30%.

In terms of volume, this means that **1.1 million tonnes of exported cotton passed through terminals approved by ABR-LOG**.

Click here to read the full **ABR-LOG PROGRAM REPORT**.