Government Support to the Cotton Industry

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International Cotton Advisory Committee
ASSISTANCE TO COTTON PRODUCTION

- Direct support to production
- Border protection
- Crop insurance subsidies

- Minimum support price mechanisms
- Input subsidies
- Transportation subsidies
Total Assistance to the Cotton Sector and Prices

Billion US$

US Cents/lb

Government Support
Cotlook A Index

0 2 4 6 8 10 12
97/98 99/00 01/02 03/04 05/06 07/08 09/10 11/12 13/14 15/16 17/18 19/20

84 71 83

INTL. COTTON ADVISORY COMMITTEE
Tools used by China to Support its Cotton Sector

- Import Quota
- Direct Subsidy Payment
- Reserve System
- High Quality Seeds + Transportation
Tools used by the U.S to Support its Cotton Sector

- Crop Insurance Programme
- STAX Insurance Programme
- ELS competitiveness programme
- MALs programme
- PLC/ARC programmes
Tools used by the EU to Support its Cotton Sector

Max. Base Area: 250,000 ha
Seed cotton yield: 3.2 tonnes/ha
Reference amount per ha: €234.18

Max. Base Area: 48,000 ha
Seed cotton yield: 3.5 tonnes/ha
Reference amount per ha: €362.15
Tools used by Turkey to Support its Cotton Sector

Premium

- Premium per kilogram of seed cotton

Inputs

- Fuel & Fertiliser Subsidies
Tools used by India to Support its Cotton Sector

- MSP
- Crop Insurance Subsidy
- Fertiliser Subsidies
Tools used by West African Countries to Support their Cotton Sector
Thank You