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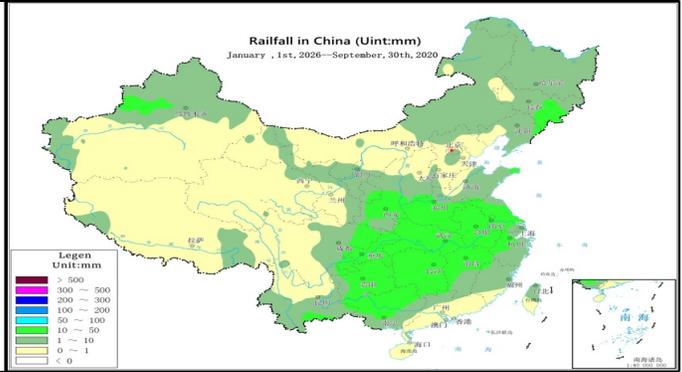
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Crop Update

China Rainfall January 2026

Yunnan
 Yunnan Province has experienced predominantly sunny weather this month, with relatively high temperatures and low precipitation. Some western and northern areas are even facing semi-arid conditions.
 Tobacco-growing regions across the province are intensifying preparations for seedling cultivation. At present, preparations for seedbeds and sowing are basically complete. Sowing is scheduled to begin in early February, with all flue-cured tobacco sowing expected to be completed by February 20.
 Most tobacco leaf transportation work in Yunnan has been completed. Leaf grading is ongoing, and tobacco processing has reached over 50 percent of the planned target.

Guizhou
 Weather conditions in Guizhou this month are generally similar to those in Yunnan, with higher temperatures and lower precipitation.
 Tobacco-growing areas across Guizhou are also accelerating preparations for nursery facilities and the transportation of nursery materials in advance of upcoming nursery and sowing work. Flue-cured tobacco sowing is scheduled to fully commence before the Spring Festival.
 At present, tobacco leaf transportation, grading, and processing are underway across the province. Processing of tobacco leaves for the domestic sector has reached 70 percent of the planned total, while processing for export sector has currently reached 40 percent of the processing target.



Currency Exchange (USD 1 : CNY x.xxx)

Monthly Average

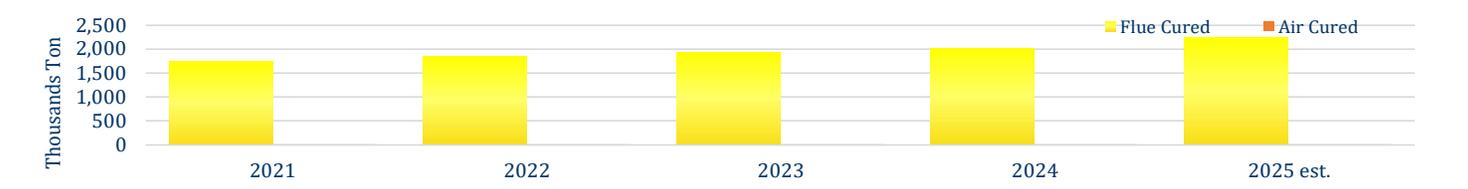
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2026	6.974											
2025	7.301	7.269	7.251	7.291	7.220	7.183	7.172	7.176	7.125	7.121	7.105	7.049
2024	7.133	7.186	7.202	7.237	7.233	7.253	7.263	7.151	7.076	7.082	7.202	7.279

Currency Exchange



Crop Size (Metric Tons)

Variety	2021	2022	2023	2024	2025 est.
Flue Cured	1,750,000	1,853,000	1,933,000	2,019,000	2,240,000
Air Cured	6,000	8,000	10,000	10,000	10,000



2025 Crop Progress

Variety	Seedbed Sown	Transplanted	Harvested	Cured	Sold to date
Flue Cured	100 %	100 %	100 %	100 %	100 %
Burley	100 %	100 %	100 %	100 %	100 %

FCV Crop Summary	2022	2023	2024	2025 est.
Crop Size - M/Tons	1,853,000	1,933,000	2,019,000	2,240,000
Planting Area - Hectares	950,000	986,228	1,042,900	1,082,000
Number of Growers	735,000	724,680	725,000	728,000
Average Plot Size/Grower - Hectares	1.29	1.36	1.44	1.49
Average Income/Grower	RMB 108,700 USD 15,575	RMB 108,200 USD 15,135	RMB 110,364 USD 15,353	

General News

Yunnan	<p>Shizong County is launching the 2026 Tobacco Leaf Quality Improvement Campaign to ensure a strong start to tobacco work in 2026. The focus is on team building, encouraging managers to assume their roles quickly, and promoting collaboration to achieve synergies. Key goals include breaking traditional mindsets, implementing high standards, and addressing challenges like inventory reduction, cost control, and efficiency improvements.</p> <p>A major focus is on problem rectification. Shortcomings in tobacco production from 2025 are being identified, with specific measures and timelines for resolutions to ensure effective outcomes.</p> <p>CNTC Shizong Branch is addressing weak links in mountainous tobacco production by promoting mechanization and intelligent technologies. In collaboration with research institutions, miniaturized agricultural machinery is being developed, and digital technologies like intelligent grading and unmanned weighing are being introduced. The use of mechanized ridging, in particular, has significantly improved soil structure, moisture retention, and production efficiency, reducing costs and increasing yields.</p> <p>In Xiangyun County, Yunnan Province, tobacco field planning has begun to optimize regional planting structures. Departments are analyzing local terrain, climate, and soil conditions to ensure a sustainable, high-quality tobacco industry. New technologies, including drip irrigation and mechanized operations, are being implemented to improve efficiency and quality.</p>
Guizhou	<p>CNTC Liupanshui Branch in Guizhou held a meeting to strengthen tobacco leaf management, prevent illegal circulation, and ensure precise production through better contract verification, area and plant checks. The focus is on improving management standards, enhancing inspections, and strengthening risk control in key areas. The company also emphasized timely response to tobacco farmers' needs and improving work execution through accountability and assessment.</p> <p>Guiyang Tobacco Company held the 2026 city-wide tobacco work conference, focusing on foundational production steps. Key strategies include promoting family farms, optimizing tobacco area layouts, crop rotation, and introducing improved varieties to stabilize planting. Efforts are also underway to improve infrastructure utilization, manage projects efficiently, and ensure a secure development environment through anti-counterfeiting, disaster prevention, and tobacco control compliance.</p> <p>CNTC Fenggan Branch, Guizhou, has implemented several measures to improve seedling management. These include promoting professional seedling advantages, inspecting and repairing nursery facilities, disinfecting the nursery environment, and standardizing seedling technology. The aim is to improve the quality of tobacco seedlings, reduce costs, and strengthen seedling control.</p>

End of Report

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