

UNITED STATES

The National Coffee Association of the United States (NCA) has pointed out that the Trump administration's strategy and tactics on tariffs remain fluid and often lack specifics about legal authority, timelines, and impacted products. The NCA has consistently articulated the clear U.S. economic and consumer benefits that depend directly on coffee imports, which have no domestic substitute and would be greatly harmed by tariffs on coffee.

BRAZIL

Brazil has opted initially not to retaliate against US President Donald Trump's 25% tariffs on steel and aluminum, which affect Brazilian exporters. Next to Canada and Mexico, Brazil is one of the top steel suppliers to the US. While Brazil has not enacted measures in response to the 25% tariff, the government asserted a commercial war with the US was not imminent. Brazil is favoring a cool-down on diplomatic frictions and pushing for further negotiations rather than reacting to every measure by the Trump administration. The Foreign Minister said Brazil does not encourage a trade war and will always be in favor of strengthening free trade.

COLOMBIA

The Main crop has come to an end and coffee flow is slowing down. Internal price volatility is extremely high as producers, merchants, cooperatives and exporters navigate unprecedented market conditions. A shift in the climatic pattern to La Niña is expected to bring higher precipitation to Colombia. This will be a development to be followed closely as it will have a direct impact on the next crop's potential.

UGANDA

Robusta: The internal market has been very subdued over the past few weeks, with most trading companies pausing their purchases to protect cash flow. Local prices have begun to react downward as a result.

Arabica: The harvesting season has begun with high anticipation as the crop is expected to be 20% higher than last year. Initial cherry flow has been excellent as the market for dried Arabicas is mostly inactive and the price level for fresh cherry is at all-time highs. Harvesting progress is reported at 15%.

INDIA

Fresh and ample arrivals have been noted at mills. Farmers sell regularly to meet their financial needs and cover expenses. Some farmers have begun installing irrigation at their farms.

INDONESIA

Arabica: With a global deficit in coffee stocks, Chinese market actors have stepped in to purchase actively in Indonesia. Local prices have ticked up accordingly.

Robusta: Strong competition is pushing local prices upwards. Several traders have begun buying more actively from Java to offset rising costs in Sumatra. Arrivals to Lampung are showing a sharp decrease vs the previous week.

PNG

Coffee parchment flow has increased thanks to early harvesting. Local prices increased gradually and at a slower pace than the NY market. Concerns over global demand destruction due to historically high prices are top of mind across all major exporters.

VIETNAM

Climatic conditions remain favorable for coffee at the flowering stage, with approximately 60% of flowering completed. Coffee flow is steady as farmers have no rush to sell their remaining stocks.

