

BRAZIL

Arabica: Coffee flows have continued to slow down as producers are holding back offers in anticipation of better prices. At the same time the harvest continues at a strong pace due to a favorable climate. Shipments remain at a normal pace and should come in slightly below 3 million bags for July.

Conilon: The pace of business remains brisk as the harvest comes to an end. Local offers are flowing normally but some producers are hesitant to sell. Internal prices remain unchanged despite volatility in both the London market and BRL currency. Demand remains concentrated for Q4 23 and Q1 24 deliveries. Good flowering was reported in the Conilon regions over the past week after beneficial rains over the weekend.

COLOMBIA

Parchment flows from Mitaca continue to dwindle and differentials have reacted accordingly with local market actors seeking higher prices. As the mitaca moves toward its end we find ourselves between crops and the availability of parchment is reduced. On the weather front, it's been mostly warm and sunny with sporadic rains. These conditions are beneficial to coffee trees. El Niño is rapidly taking hold with warmer temperatures across the country.

ETHIOPIA

Most shippers are holding on to large volumes of coffee stocks in their warehouses but are unable to export due to the high government floor price. Surprisingly enough, floor prices went up 1% this past week, which is not helping matters. Most shippers are seeking to offload their stocks, even at a loss.

TANZANIA

Robusta: Auctions are going on, coffee is being milled and flows have increased from up country. Coffee arrivals to Dar are expected to peak in Aug/Sep.

Arabica: Not much happening in the first auction. There is some parchment being traded in Mbeya/Mbozi, where the peak of the crop is approaching. The Mbinga harvest is just about to start.

INDIA

Monsoon has picked up across all coffee regions. Differentials lowered a bit as the market rebounded. Farmers are still holding approximately 20% of their stocks and are not willing to release at the moment but not many buyers are found. Soluble companies are waiting with expectation for the market to come down in November. Most are well covered until October and are unwilling to buy at current prices.

INDONESIA

Robusta: FOB prices remain relatively high as trading houses are back in the market and actively buying. Coffee flows are stable with the harvest in Sumatra's growing areas at 90% completion while Java is closer to 75%. Recent beneficial rains continue to boost flowering & cherry development.

Arabica: No significant updates as we are in the off-season or tail end of the crop. Availability is minimal and local trade flows are quiet.

VIETNAM

Most coffee growing regions in the Central Highlands received plentiful amounts of rain. The weather pattern has been very favorable for vegetative growth thanks to light sunny days mixed with steady rains at night. Farmers continue to apply the second and third rounds of fertilization. Local business remains very slow due to the off-season. Trading houses and local exporters are completely out of the market with no nearby offers. Some early price indications for new crop have come in but prices remain higher than buyer's expectations.

