

BRAZIL

ARABICA: Despite the harvesting period coming to its final stage, the overall pace of coffee flow remains very calm with few trades reported. Producers are still expecting better local prices as they focus on delivering future contracts instead of booking new sales. This in turn keeps differentials firm. A significant amount of rain was registered, and it is expected to trigger good flowering in the days ahead. It remains very important to monitor temperatures after this event to assess and confirm the potential of the first Arabica flowering.

CONILON: The rhythm of business has remained steady as local prices are practically unchanged despite big volatility in the LDN market and USD/BRL. Growers and coops continue holding back offers in general, keeping prices firm, while exporters focus on purchasing only the strictly necessary to cover nearby commitments. The rains registered in the past few days were enough to induce the last blossom of the season and the weather remains favorable for the new crop.

COLOMBIA

Internal coffee flows remain relatively quiet as is typical of this “in between” harvest period. Main crop’s flow is not expected to increase for another 2-3 weeks. Based on flowering and how the crop is developing, we can expect coffee to remain available up to March 2024. For October and November we may experience a “peak” in the harvest, but the general felling is that the crop will have a consistent and steady flow. The presence of Coffee Bean Borer (Broca) is affecting yields. As noted before, with El Niño it is common to see an uptick in insect damaged beans, but with proper farm management a large outbreak can still be avoided.

ETHIOPIA

Internal floor prices have maintained their high levels, despite plenty of coffee remaining in the hands of exporters and local traders. The Coffee and Tea Authority (CTA) is unlikely to lower minimum prices as there are still plenty of pre-contracted coffees yet to ship. It is expected we may see lower floor prices once all existing contracts are shipped.

INDIA

Healthy rains helped cherry development and new crop outlook remains positive

INDONESIA

Robusta: Differentials remain firm amidst a period of little coffee flow. Flowering on most highland regions is excellent and farmers expect a better crop next year.

VIETNAM

The weather in the Central Highlands has been cloudy with showers and thunderstorms, especially during afternoons and evenings and rainfall has been heavy. Local exporters and traders remain focused on buying new crop for Nov/Dec delivery.

YUNNAN

A key shift from the past few weeks due to a lack of sunlight resulting in the main flow of the harvest expected to start 2 weeks later, around the 2nd half of October or early November in Pu'er and December in Menglian. Overall harvest expectations are still positive.

