

BRAZIL

Conilon: Another active week in the Conilon market as sellers continue to actively pursue business following the London terminal. A significant amount of coffee is being offered as the harvest is now 85% finished. This is resulting in improved availability. Differentials remained stable week over week reflecting strong demand.

Arabica: Interest in Brazilian coffee has grown. One factor contributing to this increase is the combination of movement in NY and stable differential prices for new crop. The harvest is progressing at a good pace and no climatic issues are expected in the next few days.



COLOMBIA

Mitaca still flowing with good availability. There are no major quality issues to note. Critically, however, is the fact that local prices for parchment are getting closer and closer to the cost of production at farm level. The weather keeps changing rapidly towards El Niño with higher temperatures and less rain despite the fact we're in the "rainy" season.

INDIA

Monsoon is not very active and little news to report despite prices firming up.

INDONESIA

Arabica: Outright prices remain firm (not matching drop in NY) with limited availability due to offseason in Sumatra and small harvests in Java, Flores, and Sulawesi.

Robusta: A short week in Indonesia as people were celebrating Eid al Adha, the 2nd biggest Muslim festival. Government offices & banks were closed from 28th June till end of the week. Indonesian robusta prices keep climbing even though the London market dropped in the last few days.

PNG

Local prices have stabilized and demand remains soft. As a result, farmers who are expecting higher values have begun to hold coffee. This has led to a slowdown in parchment flows into collection centers.

VIETNAM

Dak Lak and Gia Lai received a poor quantity of rain this week. Conversely, Lam Dong/Dak Nong continues to see healthy precipitation. This supports the coffee crop as well as fertilization work. Our research team has just completed their crop tour in Lam Dong where they estimate an increase of Robusta production crop 23/24 of around 8-10%. Trading companies have shown less demand for

nearby shipments, which is giving a better chance for local exporters to cover their short-term commitments. The main commercial activity now focuses on new crop offers with farmers happy to sell forward.

YUNNAN

Hot weather and scattered rains continue to aid bean development and fruit ripening across producing regions. Progress is in line for an early start to the harvest. Our expectation is that peak volume will flow after the “National Day” Holiday (Mid-Oct). We have observed instances of aborted flowers due to hot weather but we expect its impact to be limited.

ETHIOPIA

As the NY market collapses, internal prices remain firm and are further widening a gap that exporters are struggling to reconcile. Simultaneously, shippers are under pressure from the CTA and Banks to ship coffee promptly, making their situation rather adverse.

