

BRAZIL

This week again was all eyes on the weather; however it seems the frost on Friday did not cause significantly more damage than had been caused by previous frosts. The impacts can take weeks for research teams to assess. We saw a very limited flow internally as producers did not want to sell more coffee until they frost event was behind them.

The BRL exchange closed at 5.209 vs 5.213 last week. The harvesting pace started to decline passing from 75.7% to 80.2% in the total so far with 44.95m bags, especially for the Conilon regions up to 99.3% (21.4 m bags). Arabica harvest paces increased with +9.0% vs the previous week up to reach 68.2% so far with 23.52m bags. Strike at Santos Port is impacting somewhat the flow of goods.

INDONESIA

Arabica crop is tapering off on most islands and will start soon for Sumatra. All local traders and middlemen have increased their sale prices while the farmer price hasn't moved. Exporters are stuck with delayed shipments, thus limited space and cash flow, and have limited unsold stock on hand. Robusta is a bit different and we saw an increase in deliveries to Lampung this week on the better London.

VIETNAM

Regular rains returned to the central highlands supporting the second round of fertilization. The cost of fertilizer has increased, and farmers are taking extra care of their plots to capture the high prices they expect. No coffee was released during the rally as producers and middlemen all remain bullish on pricing.

COLOMBIA

Producers and middlemen followed the market up. As most exporters continue to have demand on differential basis, the internal market followed NY the last two weeks. Some very limited volume of business was reported at lower differentials but not in size.

PNG

Internal flow remains strong, but the port is the largest concern now amongst exporters. Several lines continue roll bookings and space in the freight forwarders warehouses is limited.

BURUNDI

Taxes on coffee exports were reduced from 5.6% to 3.5%. The government began to receive Covid vaccines from the world bank.

RWANDA

The dry mill operations continue without issue whilst the season is ending in most districts and not much parchment remains unsold in the country. The full lockdown will be lifted starting 1 August and movements between districts are now allowed, which will help make in-land operations smoother. The 6pm-4am curfew will remain in place. Transport to port faces no issue.

ETHIOPIA

The vertical supply chain which allows shippers to bypass the ECX has become a significant block of trade and just this season over 6,000 links between exporters and producers/farmers have been registered. Civil unrest continues and the rail to Djibouti Port has been disturbed but the road seems ok currently for movement of coffee. The floor price was revised up reflecting NY increase.

SUCAFINA COVID-19 UPDATES

Sucafina has regular updates all centralized on [our dedicated website](#).