

PNG

The consensus amongst shippers is now very firm that the crop in the Eastern Highlands is lower than expected. This week we travelled to several villages this week to conduct trainings and the farmers reported similar crop results. Difs remain firm.

BURUNDI

The coffee authority, ODECA, has made official the new rules for selling but has yet to actually approve any contracts. This season exporters will be allowed to sell directly as normal but they will also have an auction option. Buyers of the auction will not have access to samples until after they win the lot.

UGANDA

The coffee being delivered internally is mostly vs old contracts with suppliers when London was at better levels. The weather is conducive for the drying but producers will only release reluctantly at current levels.

TANZANIA

The southern crop quality is very promising but concerns remain on overall crop size. The government imposed a minimum price on Robusta this week which is well out of the market reality and no business is being done.

ETHIOPIA

Exporters are starting to show signs of being long and the government is doing what it can to urge shipments, however the main culprit is the floor price and NY market. On the exact opposite side of this was the first Cup of Excellence auction in Ethiopia with the winning lot fetching \$185/lb.

BRAZIL

Decent volume of spot business for Arabica with more new crop coffees come to the market daily. Rio minas market is still slow, new crop still to come in size. Conilons continues to trade at high volume every day with good participation of the local industry. Prices are holding well helped buy the BRL, devaluated to 5.46 vs 5.31 last week.

June rainfall up to now are slightly above average for Mogiana, Parana, Espirito Santo Arabica/Robusta regions, other regions rainfall are close to average. So far harvest is not facing any issues. Comparing with historical data we see that harvest is moving smoothly. Harvest pace up to June 21st is 47.9% with Arabica at 35.1% and Conilon at 79.1%.

COLOMBIA

The physical market continues to be liquid in Huila and some Tolima but regions as Caldas, Risaralda and Antioquia are almost dried out of volume now. Rumors about main crop in south Huila continue to be positive expecting a large crop with good quality as well. Exchange rate continues with some stability around 3700 COP. Local traders trying to sell at the psychological target of 1'100.000 COP per carga but with the current NY and COP we are shy of this. Differentials remain firm and FOB offers scarce.

Operations continue normalizing regarding COVID-19 issues, however we lower availability of transport to BUN port due to lack of returning cargo to the interior of the country. President Duque extended lockdown until July the 15th.

VIETNAM

The continued dry spell is now threatening to impair the ability to produce larger bean sizes in Gia Lai, Kom Tum and Daklak. However, the southcentral areas have been receiving good rains. The first round of inputs in completed and farmers have no need or incentive to sell remaining stocks and the daily arrivals into HCM are around the level needed for local industry only.

RWANDA

We had consistent sunshine most parts of the country as we wait our specialty naturals to dry. Covid update is that 6 suburbs of Kigali are now under lockdown as new cases emerged in these areas but all our operations continue smoothly.

KENYA

The first auction after recess on July 7th will be offering unsold coffees from the main crop as well as recently milled early crop and will be using the new online system. Parchment coffee is flowing steadily into the dry mills, and early crop is looking good both in volume and quality. There is a saying about the weather this time of year: "June gloom", which is true, with cold temperatures and few sunny days. In Covid-19 related news, the movement cessation in and out of Nairobi and Mombasa as well as daily curfew nationwide is maintained until July 6th.

INDONESIA

Arabica pricing remains stable for the last month on outright basis and we are seeing very nice quality coming in from Sulawesi. Robusta diffs are firm and the outlook on the crop remains bearish, the current flow confirms this but we all wait for the highland areas to start and hopefully surprise us.

SUCAFINA COVID-19 UPDATES

Sucafina has regular updates all centralized on our dedicated website: www.covid19.sucafina.com

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