

PNG

Demand remains firm across all qualities and internal prices remain flat this week.

ETHIOPIA

The shortage of containers in Addis are forcing shippers to send coffee to port and cross dock on arrival. This means the types of trucks going to Djibouti are not able to carry empty containers back to Addis, further adding to the shortage of containers. The ECX launched a micro lot trading system for specialty coffee.

TANZANIA

A quiet week in the country as everyone gets ready for the stakeholder meeting later in June. This is where the government will typically announce any new rules to the sector but we do not anticipate any major changes.

RWANDA

Around 80% of the season's volume has now been harvested. The wet mills started producing natural and pulped anaerobic coffees as we are approaching the end of the season. Transport to and at port continue to work well.

DRC

The recent eruption, and threat of a second one, of Nyiragongo caused the relocation of near 400,000 people from Goma towards the city of Bukavu, at the south of the Kivu region. However, the recent seismic and volcanic activities seem to indicate that there will not be a second eruption and things can start to open up and goods and people move again. Moreover, our partners remain focused on meeting their respective volume targets, as we are entering the last few weeks of the main season.

BRAZIL

Short week due to holiday on Monday with both NY and London closed and a national holiday on Thursday. Internal prices in BRL remain firm, producers have already sold a decent % of their production and are holding offers, especially for 21/22 crop. Differentials are tightening for Arabica. Rio minas market is very slow, new crop lots have not arrived to the market. Conilon

reported trading at high prices in BRL, local industry continues to buy it and differentials remain at positive levels even though decent volume of coffee has been already harvested.

The BRL continues to firm and closed at 5.036 vs 5.212 last week. The harvesting process continued from 25.0% to 29.7%, especially for the Conilon regions adding 7.7% compared to the previous week up to 52.7%. Arabica was slowed by some rains but added 2.8% vs the previous week up to reach 15.3%. Compared to last year, the harvest is -2.3% lower but 3.7% higher compared to 3 years average. Farmers are well sold, and we estimate that the flow of commercialization will increase in the months of July and August, due to the maturity of bank loans from farmers. City of Franca (Mogiana – SP) issued last week decree forcing all companies stop operation until June 10. Some coffee companies and cooperatives are affected.

INDONESIA

Rainy week slowed things down a bit and we finally start to see the West Java prices closing the gap with North Sumatra. Offers remain very scarce for any Arabica as shippers focus on covering position.

COLOMBIA

Plenty of rumors and talk this week on the country going back to normal, but we are a long way from this. The government has helped to unblock some of the roads, but neither the port nor roads are operating at full capacity and truck demand is very high and availability low as they deal with a backlog of goods of many industries. Thankfully, internal flow has started a bit and parchment can now be transported from the producers to the factories. Differential prices remain steady despite the NY and currency movements as nearby demand is very high.

VIETNAM

The weather is now hot and muggy with plenty of moisture; a few areas in the north had some completely dry days and farmers were not able to apply fertilizer. Our field survey is completed and we see an increase in both Robusta and Arabica with the latter having the higher percentage increase coming off a very low crop last year. Producers continue to hold around 20% of their crop in anticipation of 35k VND farmgate price.

BURUNDI

The harvest is about 75% completed and one month late. The country hosted the East African Community (EAC) Secretary General this week and it was announced that French would be added as an official language and the DRC would be welcomed to the EAC.

SUCAFINA COVID-19 UPDATES

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



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