

VIETNAM

Good rainfall continues and even some now worry about La Nina bringing higher than average rains. The flow of coffee is effectively frozen as farmers have no reason to release stocks at current market levels.

TANZANIA

The auction this week in Mbozi took over 12 hours and in the end half the lots were withdrawn due to not meeting the reserve price; however, the 15,000 bags sold provided much needed flow for all exporters. Harvesting and deliveries of parchment continue into the mills.

BURUNDI

ODECA (Gov't Regulator) continues to be aggressive buying coffee locally however, they remain quite long. They announced this week that they will be the only entity allowed to buy semi-washed Ordinaire. Rebel groups continue to attack villages along Lake Tanganyika.

ETHIOPIA

The remaining lots being offered now are above the minimum prices for almost all qualities. The railroad to Djibouti port announced they will double the daily capacity for freight.

UGANDA

The flow remains quiet as we are between seasons and the London isn't helping to bring in the remaining beans. Oct to Aug exports are up 753,000 bags YoY highlighting the good harvest enjoyed.

PNG

No real change from previous week, coffee is trickling in. The CIC (Gov't regulator) informed us that all new contracts issued from this week onwards must be according to the new grading system; no change to Y grade. PSC becomes B grade and PLT becomes A grade.

BRAZIL

Very similar to previous week, volume of business was much lower than in the beginning of the month. Producers have already sold decent quantity at better prices and are not willing to sell cheaper now (50 BRL less for Arabica). Rio Minas remains slow due to weak demand and Conilon market has also slowed

down, producers are reluctant to sell below 400 BRL. The harvest is nearly finished and BRL closed at 5.554 vs 5.377 last week. Warehouses are near capacity and container and vessel bookings are very limited, especially for Asian destinations.

Somar forecasts: Dry weather and rising temperature in most of the coffee areas. Even in the state of Espírito Santo, which has received rain in the past 24 hours, the return of sunny weather is expected from now on. Longer forecasts indicate a return of rain during the second week of October.

Cooxupe reported that the producers associated with the cooperative have already sold 80% of the harvest, a historic level for this season, driven by high prices in Reais. The cooperative reported an increase of up to 10% in the expectation of receipts, which may be around 7.8 million bags, a growth of more than 50% compared to 2019, when it was a year of low productivity in the biannual cycle of arabica.



COLOMBIA

The parchment availability continues to be tight and expensive; 7% of harvest is completed. Despite the NY drop the price to producer remains above 1,000,000 COP.

SUCAFINA COVID-19 UPDATES

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