

BRAZIL

Arabica: Harvest progress is increasing at the same pace as in previous weeks and questions about crop size are being raised each week as well. Among the possible explanations for slow harvest progress are the lower yield expected or that producers are holding their coffee with at their farms, or both. FOB offers at firm diffs and the lack of interest from buyers keeps the market empty in terms of volume of reported business.

Conillons: Harvesting is coming to an end and the volume of business remains low considering the time of the year. Producers keep holding the offers and prices remained firm. Combined with a strong BRL we end the week with tighter differentials. Local industries keep buying Conillons to cover their needs, since Conillons are more competitive than the FOB market.

PNG

Harvest has been positive overall with good quality and quantities. Although there has been a slowdown in coffee flow due to the elections, we expect it to pick back up in the coming weeks. It's predicted that around 70% of the harvest has been completed. Internal transport to the port is expected to improve this week as the main hauling company is back to work.

INDONESIA

Arabica: No activity of note this week.

Robusta: Robusta farmers keep harvesting cherry despite the rains in Sumatra. Harvest is almost finished in the lowlands of Southern Sumatra. In some areas, the first phase of flowering has been completed and is now turning to pinhead cherries. The highland of Southern Sumatra is entering the tail end of the peak harvest in August. Robusta Java will also enter the peak season in August. We reckon that 72.5% of Indonesia Robusta has been harvested, according to data from the end of July 2022. The crop is said to be worse than last year.

VIETNAM

Robusta: Most coffee regions in the Central highlands witnessed strong sunny and hot conditions over the past week. There were good rains in Gia Lai and Daklak, while it's mostly dry in Lam Dong and Daknong. There are only a few exporters looking for business opportunities, but most exporters have no interest in selling. Most of them are now focusing on internal buying.

Arabica: Many major exporters remain conservative about trading, as they wait for the harvest and are well sold. Differentials are slightly higher than last week.

