

LONDON ICE MARKET



LONDON ICE MARKET

Position	Last	dif	High	Low	Settle
JUL25	3700	-19	3700	3700	3719
SEP25	3303	-124	3462	3289	3427
NOV25	3269	-127	3418	3258	3396
JAN26	3259	-104	3381	3230	3363

London ICE:

Supports: 3400, 3335 & 3260
Resistances: 3500, 3435, 3620, 3755 & 4060

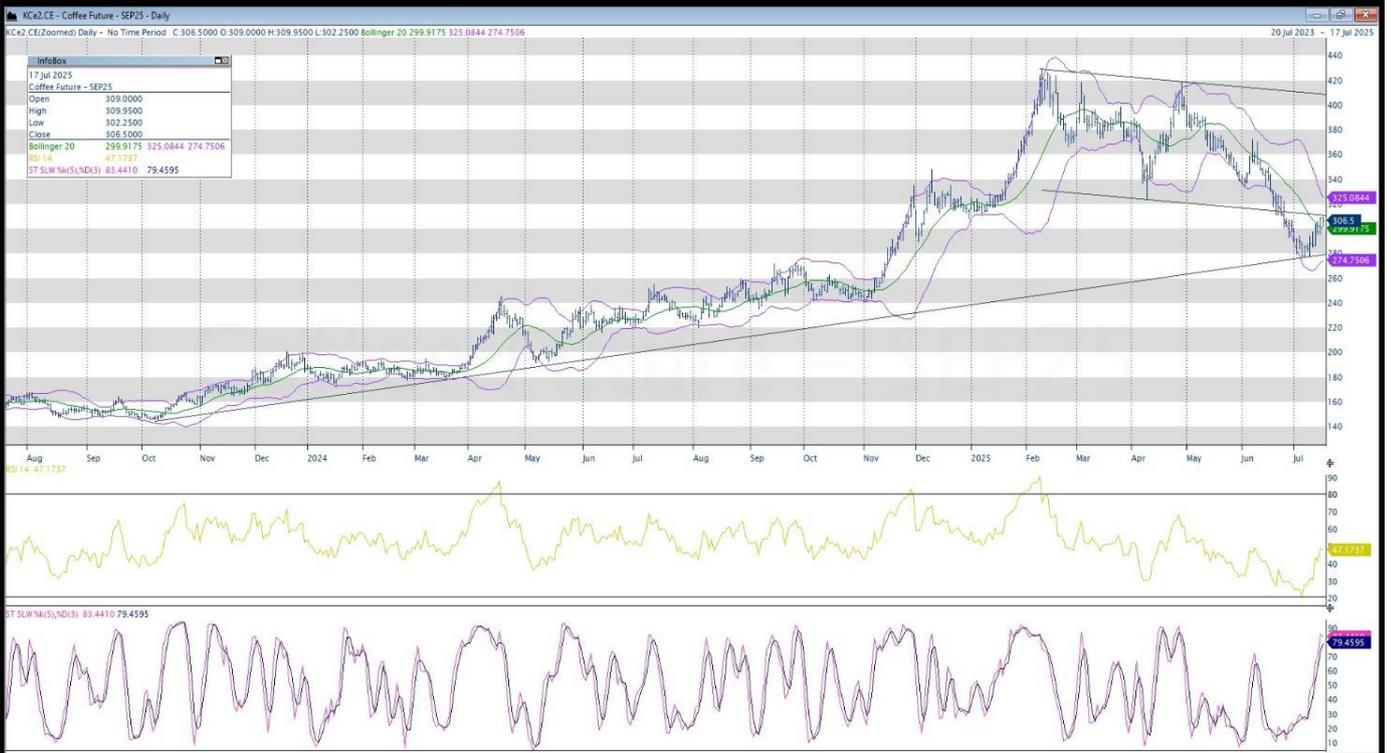
NEW YORK

Position	Last	dif	High	Low	Settle
JUL25	314,55	12,95	312,55	312,55	314,55
SEP25	304,65	-3,80	309,95	302,25	308,45
DEC25	297,95	-2,95	302,30	294,80	300,90
MAR26	291,10	-2,50	294,90	288,00	293,60

New York ICE:

Supports: 300,50, 295,75, 290,00 & 277,25
Resistances: 308,25, 327,50 & 336,00

NEW YORK ICE MARKET



WEEKLY MARKET REPORT



BRAZIL

The U.S. government has announced plans to raise import tariffs on all Brazilian goods from 10% to 50%, effective August 1st. This policy shift opens up a significant arbitrage window for other coffee-producing countries, and this could drive major changes in the flow of physical coffee. Anyway, US Commerce Secretary Howard Lutnick suggested last month that certain natural resources unavailable domestically, including tropical fruits and seasonings, might receive duty waivers contingent on discussions with producing nations, why not coffee?

The US industry is beginning to do the math, to calculate the impact of tariffs on the coffee market and trade. In 2024, the USA imported 1.6 million tons of coffee (source: Usda), equivalent to 26.67 million bags, of which 8.1 million came from Brazil (source: Cecafé).

Safras & Mercado have estimated that almost 69% of the new Brazil coffee crop has already been harvested, as of 9th July. Based on their forecast for a new crop of 65.51 million bags, the report would indicate that so far approximately 45.20 million bags of the new crop coffee have been harvested, the coffee made up of around 22 million bags of Conilon robusta coffee, that is anticipated to come in at 25 million bags and approximately 23.20 million bags of arabica coffee harvested thus far, of a total estimated by Safras & Mercado to come in at 40.46 million bags.

Quality continues to disappoint, and there are now reports from specific areas, particularly from Sul de Minas, indicating that yields are falling short of earlier projections.

Weather in Brazil is dry and favorable for harvesting, with only light rains forecast next week. No cold spells are expected in the next 15 days and frost risk remains very low.

VIETNAM

Vietnam exported 117,983 tons of coffee worth of US\$ 677,919,254 dropped 20.7% in volume and 21.2% in value from previous month. Accumulatively, the country exported 947,102 tons of coffee valued US\$ 5,403,350,274, increasing 4.5% in volume but 66.2% in value compared with the same January to June period a year earlier, Customs authorities reported.

Vietnamese police are investigating a business in Dak Lak accused of appropriating hundreds of tons of coffee and pepper. The provincial police announced that, to ensure citizens' legitimate rights and interests, affected individuals and organizations should contact the Dak Lak Economic Police Department by July 30th for guidance on how to resolve the matter. According to various sources, for decades, many small local producers have consigned coffee and pepper and have even lent money to Hoang Quyen Company. In its early years, the company paid fairly and on time to build trust. However, in the past two or three years, the Company has broken promises, delayed payments, and even denied responsibility for debts. According to the police, the total amount of appropriated assets is estimated at around 180 billion dong (approximately US\$7 million). Some also pointed to signs of asset stripping, as procurement centers closed and trucks and machinery were moved to other locations.

CENTRAL AMERICA / COLOMBIA

Colombia's June production fell 22% YoY to 909k bags according to FNC data, following excessive rains, marking the third consecutive month of decline. However, cumulative production for the FH of 2025 is 6.21 mio bags, up 7% YoY.

OTHERS

Uganda - Robusta harvest is about 55% complete, peaking in mid-June with improved quality (FAQ 83-88%) due to better practices and weather. However, prices have collapsed by 42% since March (UGX 9,500/kg) amid global oversupply, squeezing farmers and exporters. In Eastern Elgon, the Arabica fly crop harvest has begun, with washed Arabica (WUGAR) volumes expected to rise by mid-August. Weather forecasts predict near-normal rainfall, supporting cherry development but potentially disrupting drying. Eastern Elgon's moderate rains will aid Arabica harvesting, while Rwenzori's rainfall benefits flowering.

Director General of the **Ethiopian** Coffee Authority, Adugna Debela, stated that the Authority had initially planned to export 326,000 tons of coffee and generate 2 billion USD in revenue. However, over 470,000 tons were exported, resulting in earnings of 2.65 billion USD. Adugna highlighted that this achievement makes Ethiopia the leading coffee exporter in Africa and the third-largest coffee producer and exporter globally.

DEMAND / INDUSTRY

As per **Rabobank**, with US tariff tensions, especially with Brazil, brewing concerns over demand. Adding to the downward pressure were a stronger US dollar, a weaker Brazilian real, favorable recent and forecast weather in Brazil, and ongoing harvests, all set against a backdrop of bearish market sentiment.

The sale of **Starbucks' Chinese operations** has triggered the appetites of high-profile capital groups, with bids valuing the coffee chain unit at up to \$ 10 billion, according to a CNBC report, which cites people familiar with the matter. The list of contenders would include Asia-based private equity firms Centurium Capital and Hillhouse Capital, as well as the US-based companies Carlyle Group and KKR & Co. Starbucks formally started the process of selling its China operations in May. There is a possibility of Starbucks retaining a 30% stake, with the rest split among a group of buyers, each holding less than 30%, the CNBC report said. According to CNBC, Starbucks is in the process of evaluating the offers, deal structure proposals and value creation pitches. The bidders could be shortlisted within two months, but the entire deal is unlikely to be completed by the end of this year, CNBC said.

QUOTATION EURO / US DOLLAR

€/US\$ rate	last	high	low
EUR/USD Euro/US Dollar	1,159	1,16424	1,1557

The pair faces significant downward pressure as markets digested stronger-than-expected US inflation figures for June, with headline CPI accelerating to 2.7% YoY, the sharpest rise in five months, up from 2.4% in May. Core inflation also edged higher, reaching 2.9%. The data suggests that recent tariff increases are beginning to feed through into consumer prices, potentially prompting the Federal Reserve to maintain its cautious stance in upcoming policy meetings. Market expectations for a rate cut have now diminished.

The divergent monetary policy stances between the Fed and the ECB continue to impact on the pair, with the ECB maintaining its cautious position. The technical outlook suggests potential further weakness, with the psychological level of 1.15 emerging as a crucial support level.

ADDITIONAL COMMENTS

The USDA's Foreign Agriculture Service (FAS) projected that world coffee production in 2025/26 will increase by +2.5% y/y to a record 178.68 million bags, with a -1.7% decrease in arabica production to 97.022 million bags and a +7.9% increase in robusta production to 81.658 million bags. The USDA's FAS forecasts that 2025/26 ending stocks will climb by +4.9% to 22.819 million bags from 21.752 million bags in 2024/25.

Despite the opinion of the USDA, Volcafe projects a global 2025/26 arabica coffee deficit of -8.5 million bags, wider than the -5.5 million bag deficit for 2024/25 and the fifth consecutive year of deficits.

This report is a marketing communication and has not been prepared in accordance with legal requirements designed to promote the independence of investment research; and is not subject to any prohibition on dealing ahead of the dissemination of investment research.

The information in this report is provided solely for informational purposes and should not be regarded as a recommendation to buy, sell or otherwise deal in any particular investment. Private customers should not invest in these products unless they are satisfied that the products are suitable for them and have sought professional advice. All information in this report is obtained from sources believed to be reliable and we make no representation as to its completeness or accuracy. The information may have been acted upon by us for our own purposes and has not been procured for the exclusive benefit of customers.

