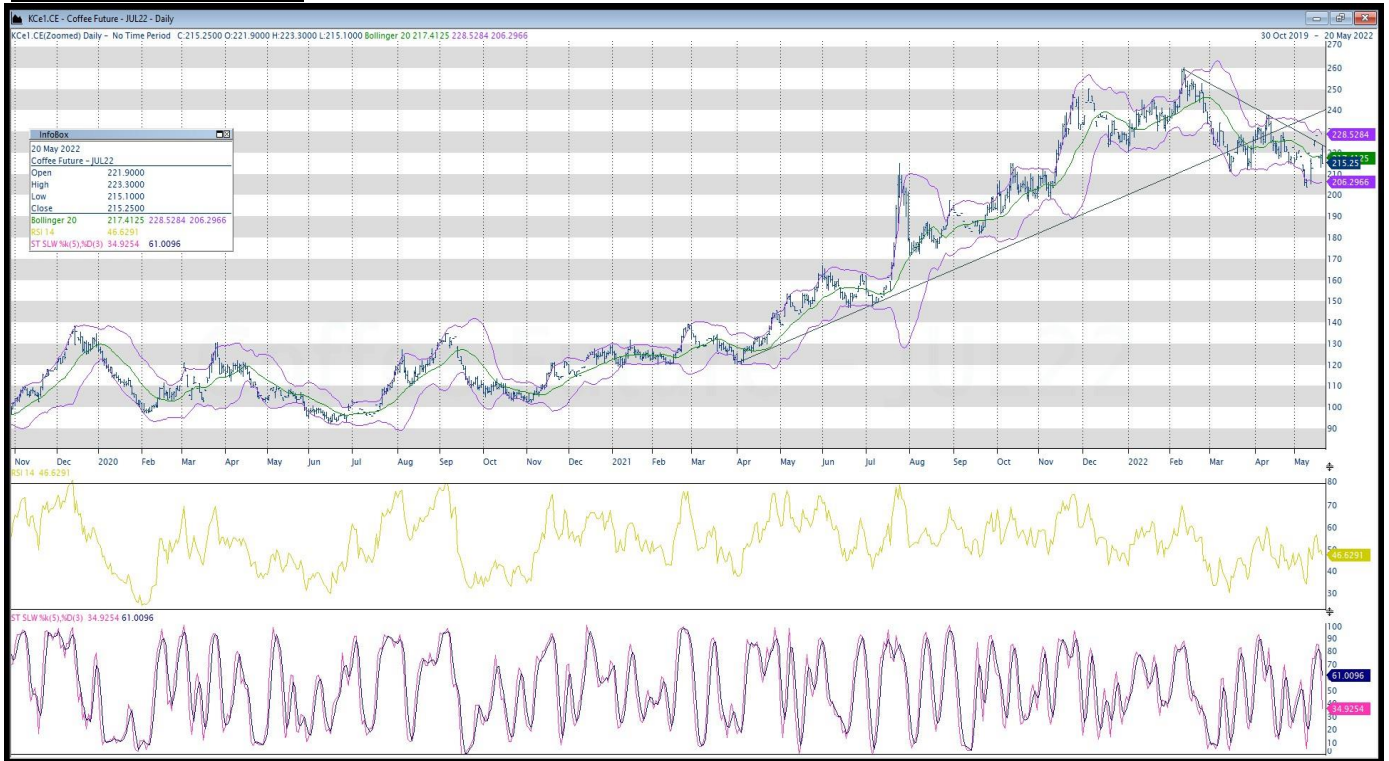


**LONDON ICE MARKET**



LONDRES					
Posición	último	dif	alto	bajo	cierre
MAY22	2070	17	2091	2088	2070
JUL22	2064	-16	2103	2060	2080
SEP22	2063	-18	2102	2062	2081
NOV22	2060	-15	2094	2058	2075

NUEVA YORK					
Posición	último	dif	alto	bajo	cierre
JUL22	215,55	-3,15	223,30	215,10	218,70
SEP22	215,70	-3,10	223,40	215,30	218,80
DEC22	215,45	-3,00	223,00	215,25	218,45
MAR23	214,55	-2,95	221,95	214,45	217,50

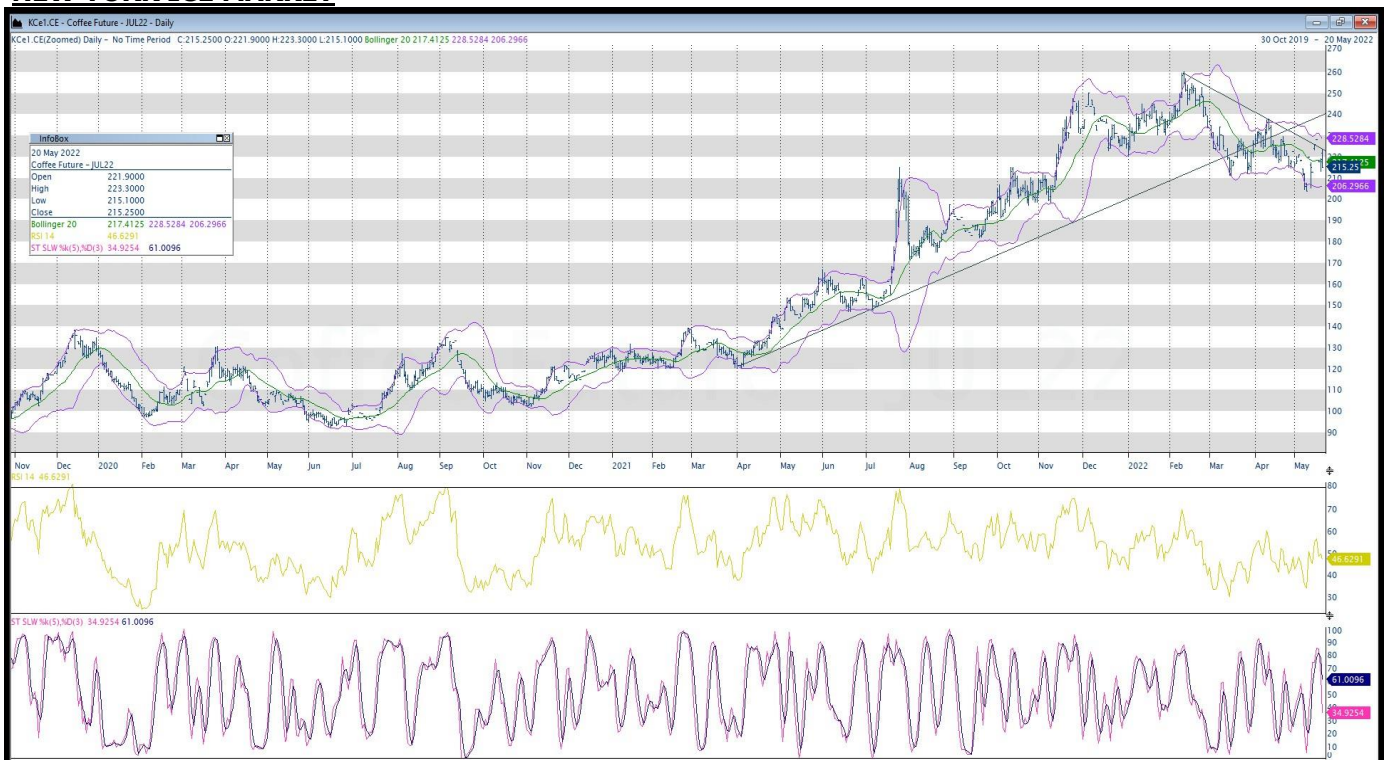
**London ICE:**

Supports: 2010, 1990 & 1925  
Resistances: 2065, 2085 & 2125

**New York ICE:**

Supports: 212,50 - 210,25 & 196,00  
Resistances: 215,50 & 224,50

**NEW YORK ICE MARKET**



WEEKLY MARKET REPORT



**BRAZIL**

After the meetings through the 2022 Guarujá Coffee Seminar, the general view of the main participants is that Arabica crop should be between 38 to 42 million bags. This new estimation is based on some improvement of productivity thanks to the good late rains that have improved a lot the size of the cherries. Anyway, the lack of a proper flowering makes this crop at much lower level than initially expected before the 2 frosts and initial dry season. Trees anyway seem anyway in very good condition and plantations in general were well maintained.

More stringent requirements from RFA course a lot of unrest within the farmers. Even though discussions with RFA have led to softer requirements, seems that up to 40% of the farmers are thinking about not to get certified/recertified which would lead to a lot of pressure on RFA certified coffee prices. Premiums are already trending towards 10 c/lb.

Brazilian crop agency Conab cut its forecast for the country's production of arabica coffee, saying bad weather last year had a significant impact on productivity, while raising its forecast for production of the robusta variety. The country's farmers would produce a total of 53.4 million bags of coffee this year, down from its initial forecast of 55.7 million bags. That is an increase from the 47.7 million bags produced in 2021, but down from the 63.1 million bags in 2020. The robusta crop will reach 17.7 million bags, up from Conab's initial forecast of 17 million bags.

Conilon - Harvesting is accelerating therefore availability is increasing in Espirito Santo. The local warehouses are busy on reprocessing coffee just arrived from the bush in a quite frenetic pace. Part of the arrivals has been also re-directed to deliver the previous sales to the industry. Type 7 bicas traded this week between BR\$740.00 and BR\$750.00

Mostly dry Thursday and temperatures remained above freezing last night. Dry conditions expected to prevail for the rest of the week. The frost threat will remain low for the higher elevations Friday. Temperatures will warm after.

**VIETNAM**

Coffee trading in Vietnam continued a sluggish note this week due to low stockpiles and thin demand.

Farmers in the Central Highlands, Vietnam's largest coffee-growing area, sold their coffee at 40,600-41,700 Dong (\$1.75-\$1.80) per kg, slightly changed from last week's 40,500-41,400 Dong range.

Most coffee farms have been fertilized in 2nd round, and while weather conditions remained favorable for development of coffee trees, the only worry for next crop, perhaps, is surging cost of fertilizers.

**CENTRAL AMERICA / COLOMBIA**

U.S. Department of Agriculture Global Agricultural Network USDA have reported their forecast for the arabica coffee crop from **Nicaragua** for the present October 2021 to September 2022 coffee year, to reach an overall 2,880,000 bags, or 5.49% higher than the previous coffee production year in October 2020 to September 2021 production that is reported at 2,730,000 bags.

**Honduras** - Different events caused this year's production to drop from 5.8 to 5 million bags. Firstly, heavy rainfall during key periods of the plants maturation meant that the plants did not receive enough necessary hydric stress to produce the necessary flowerings. In addition, a stronger NY also gave the producers the hope to get more money for their coffee, after years of bad prices and debts they saw this as a light at the end of the tunnel. As a result, defaults were and are the daily bread for Honduran exporters.

**OTHERS**

**Uganda's** coffee exports dropped 24% on year in April weighed by lower yields as Africa's largest robusta coffee grower contends with a drought across its main agricultural heartland, state coffee regulator, the Uganda Coffee Development Authority, said Thursday. Coffee shipments dropped to 407,762 60-kilogram bags in April from 537,428 bags exported a year ago. The decrease in robusta exports was mainly attributed to lower yields this year that were characterized by drought in some regions.

**DEMAND / INDUSTRY**

Tata Consumer Products has hailed the robust performance of **Tata Starbucks in India** for its positive annual results, with the coffee chain continuing to target outlet growth via smaller stores in India. Net profit for the fourth quarter was Rs 239 Crs (\$31m) and Rs 1015 Crs (\$131m) for the full year. The Tata Group subsidiary, which also controls prominent tea and coffee brands in India, highlighted Starbucks' robust 76% annual revenue growth, without posting specific figures.

**McDonald's, McCafé** to exit from Russia after more than 30 years of operations in the country, McDonald's Corporation announced it will exit the Russian market and has initiated a process to sell its Russian business. This follows McDonald's announcement on March 8, 2022, that it had temporarily closed restaurants in Russia and paused operations in the market.

**QUOTATION EURO / US DOLLAR**

€/US\$ rate	last	high	low
EUR/USD Euro/US Dollar	1,05572	1,05993	1,05546

ECB policy remained an important focus with reports that a majority of policymakers are prepared to back at least two 25 basis-point rate increases this year.

In this environment, the Euro rallied strongly to highs just below the 1.0600 level. There was a slight retreat to 1.0585 on Friday with markets wary over higher volatility.

**ADDITIONAL COMMENTS**

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