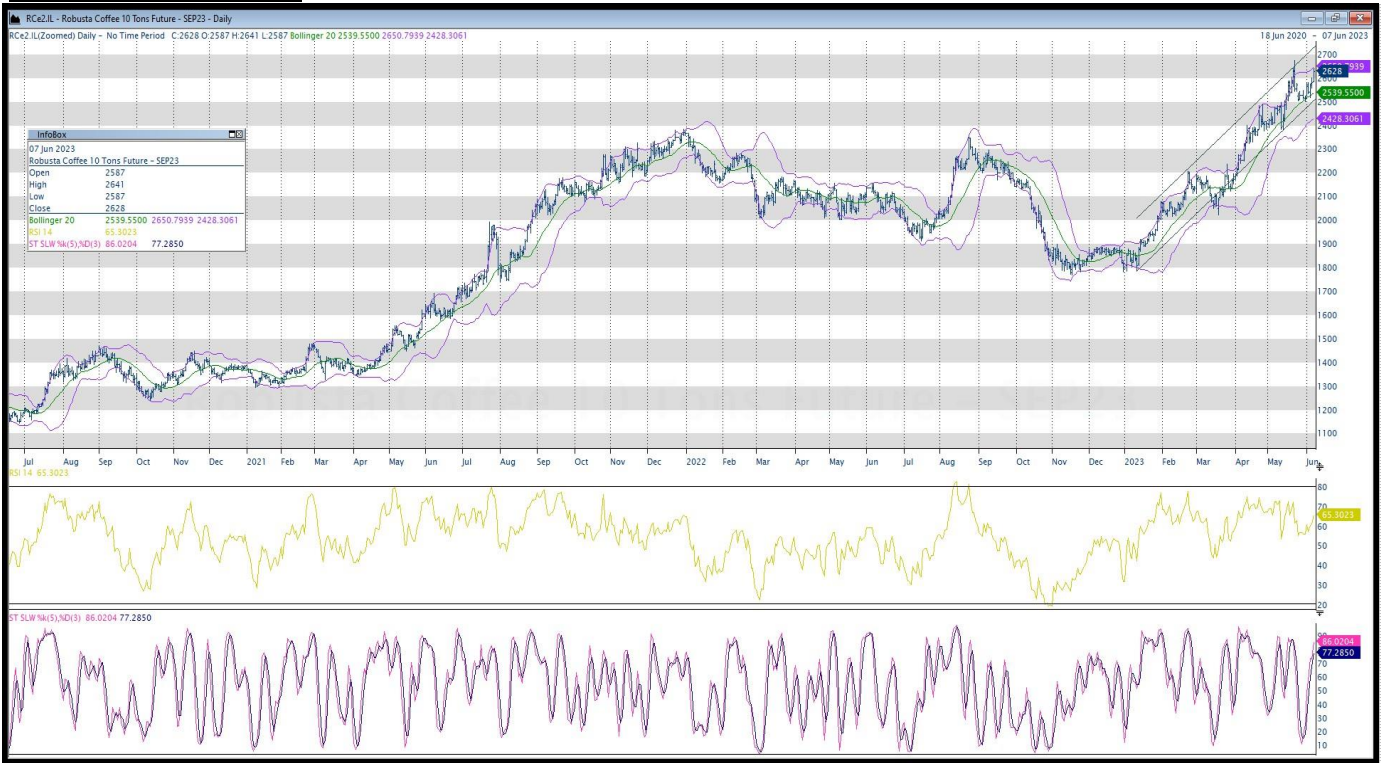


LONDON ICE MARKET



| LONDRES | | | | | |
|----------|--------|-----|------|------|--------|
| Posición | último | dif | alto | bajo | cierre |
| JUL23 | 2671 | 57 | 2677 | 2618 | 2674 |
| SEP23 | 2631 | 48 | 2641 | 2587 | 2636 |
| NOV23 | 2573 | 48 | 2577 | 2528 | 2573 |
| JAN24 | 2501 | 30 | 2511 | 2474 | 2499 |

| NUEVA YORK | | | | | |
|------------|--------|------|--------|--------|--------|
| Posición | último | dif | alto | bajo | cierre |
| JUL23 | 185,60 | 3,00 | 186,60 | 182,65 | 185,40 |
| SEP23 | 181,65 | 2,10 | 183,05 | 179,45 | 181,70 |
| DEC23 | 178,95 | 1,85 | 180,30 | 176,80 | 179,00 |
| MAR24 | 178,65 | 1,90 | 179,95 | 176,70 | 178,65 |

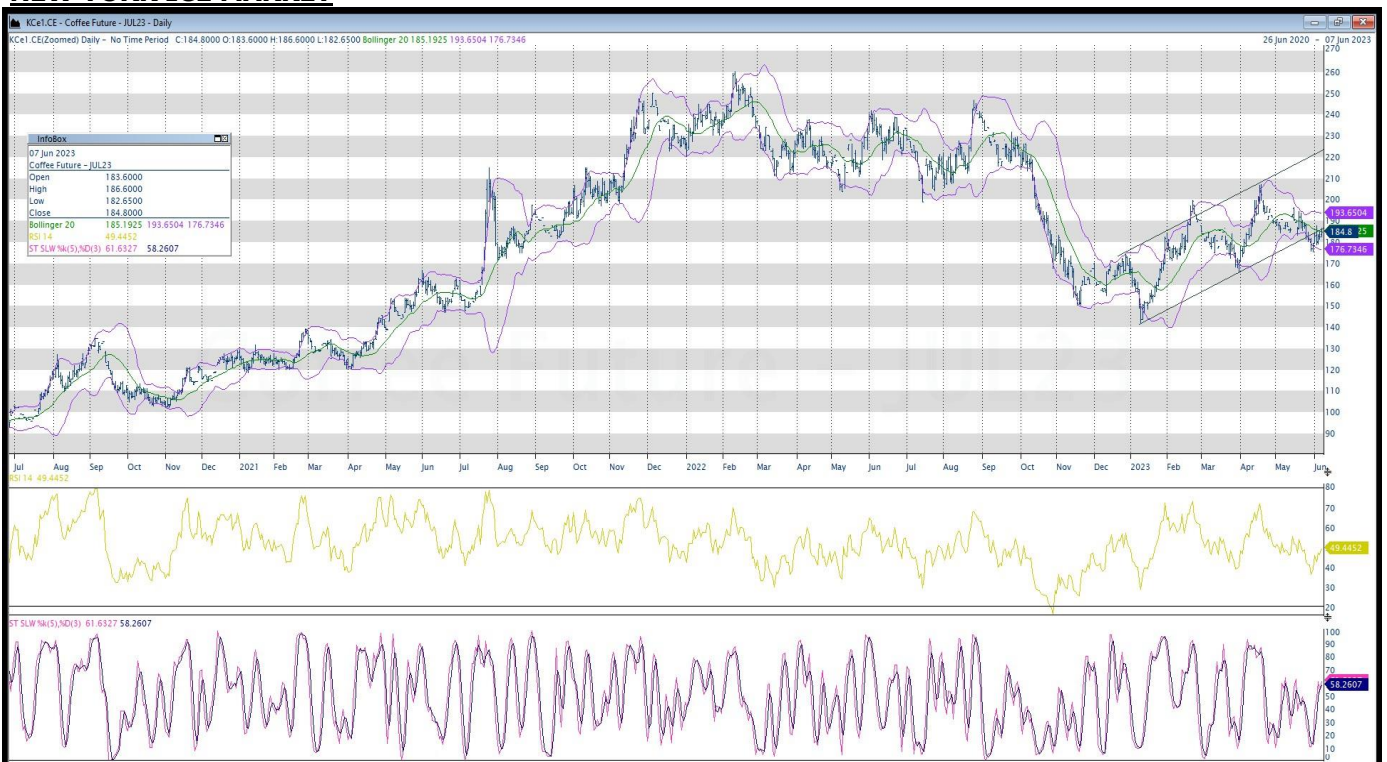
London ICE:

Supports: 2575, 2545, 2465 & 2365-2350
Resistances: 2615 & 2730

New York ICE:

Supports: 179,00, 177,00 & 167,00-165,50
Resistances: 184,50, 187,50 & 195,50-196,50

NEW YORK ICE MARKET



WEEKLY MARKET REPORT



BRAZIL

The Brazil government have reported preliminary data that illustrates the country's green coffee exports for the month of May were 0.97% lower than the same month last year, at a total of 2.35 million bags.

Safras & Mercado have estimated that almost 20% of the new Brazil coffee crop has already been harvested. The harvest this year is at a slower pace, when compared to the 5-year average at the same time, which is at approximately 23%. Based on the forecast for a new crop of 66.65 million bags, the report would indicate that so far approximately 13.33 million bags of the new crop have been harvested. The coffee made up of around 6.95 million bags of Conilon Robusta coffee, which begin harvest earlier in the seasonal year, and approximately 6.10 million bags of arabica coffee harvested thus far. It is expected that the harvest will start to speed up during the days to come under favourable weather conditions for harvesting.

CNBC ran an article on El Nino, fuelling concerns that Robusta grown in Vietnam & Indonesia could be hit. Brazil's Robusta crop has also been negatively impacted by drought as well, according to the report by Fitch Solutions' research unit BMI.

Anyway, rainfall in Brazil's biggest arabica coffee growing region, Minas Gerais, measured 31.4mm in the past week, or 158% of the historical average, according to Somar Meteorologia data. This week a mass of dry air prevails over the entire centre-south of Brazil and guarantees open weather over the producing areas between the South and Southeast. In Espírito Santo, the forecast is also for dry weather.

An agreement between the Ministry of Labor, Unions and the Public Ministry of Labor, signed this Monday, will allow workers who work in the coffee harvest in Minas Gerais to receive the "Bolsa Familia" again after the end of the harvest. The social program, although it brings benefits to the poorest families, indirectly reduces the supply of workers, as many, afraid of losing their benefits, do not show up for work, according to an assessment by the National Coffee Council (CNC), who considers very important to sign the agreement for the sector to face its challenges related to manpower.

The Brazilian central bank has kept Brazil's Selic benchmark interest rate steady at a cycle-high of 13.75% since September, which has attracted frequent criticism from President Luiz Inacio Lula da Silva. While the central bank has stressed the importance of persisting in the fight against inflation, citing concerns over increased inflation expectations deviating from official targets, Lula has deemed the policy approach unjustifiable as consumer prices have cooled. Campos Neto, who has recently highlighted more favourable price trends in his speeches, said Brazil's current inflation rates are significantly better than in rich nations.

VIETNAM

Farmers in Vietnam sold beans at 60,300 dong to 61,300 dong (\$2.57 to \$2.61) per kilogram, higher than 59,200 dong to 61,100 dong offered last week, but with small volumes traded. Normally, trading is this slow only from August to September before the new crop.

Output of the 2023/24 crop could be lower than the current, not because of the weather but because of a smaller cultivation area as farmers switched to other fruit trees, some local sources said past week. Contrary, Vietnam-grown Musang King durian has seen prices plunging by half in Vietnam in over two months due to abundant supply.

Coffee exports from Vietnam are estimated to have decreased 2.2% in the first five months of 2023 from a year earlier to 882,000 tonnes, or 14.7 million bags, official data showed. While Indonesia said it exported 7,273.8 tonnes of Sumatra robusta coffee bean in April, dropping 46.7% on a yearly basis.

Stock in bonded and non-bonded warehouses nearby HCMC dropped to 221,100 tons, down 17.6% from previous month, but almost same on a yearly basis, Cafecontrol reported.

CENTRAL AMERICA / COLOMBIA

The National Coffee Institute of **Costa Rica** (ICAPE) have reported that the country's coffee exports for the month of May were 39.23% higher than the same month last year, at a total of 140,142 bags. This they say has contributed to the cumulative coffee exports for the first eight months of the current 2022/23 coffee year to be around the same level as the previous coffee year, at a total of 624,271 bags.

The National Coffee Institute of **Honduras** (IHCAFE) have reported preliminary data that the country's coffee exports for the month of May were 412,827 bags or 78.96% higher than the same month last year, at a total of 935,674 bags. This they say has contributed to the cumulative coffee exports for first eight months of the current 2022/23 coffee year to be 1,017,025 bags or 31.70% higher than the same period in the previous coffee year, at a total of 4,225,606 bags. IHCAFE expects that exports from the current 2022/23 crop year are forecast to be 17.45% higher than the previous 2021/22 year, to reach a total of 5.52 million bags.

OTHERS

The **Ivory Coast** have reported that their provisional coffee exports for the month of April were 63.22% lower than the same month last year, at a total of 33,800 bags. This has contributed to their country's cumulative coffee exports for the first seven months of 2022/23 coffee year to be 81.02% higher than the same period last year, at a total of 341,283 bags. The median estimate forecast for the current 2022/23 production coffee year is anticipated to reach 1.05 million bags or 6.67% lower than the previous 2021/22 coffee year.

DEMAND / INDUSTRY

Nestle is piloting a scheme to give cash to coffee farmers who grow beans sustainably as part of its plan to halve greenhouse gas emissions in its coffee business by 2030, the food company said on Tuesday. The move comes as major consumer goods companies face increased reputational and legal pressure to clean up their supply chains globally. Nestle, the world's largest packaged food company has pledged to spend \$1 billion by 2030 on its plan to source coffee sustainably, which now includes efforts to boost farmer income. The company said it has, under the plan, offered some 3,000 coffee farmers in developing countries like Ivory Coast, Indonesia and Mexico conditional cash incentives to encourage them to transition to regenerative agricultural practices.

The European Coffee Federation have reported that the **port warehouse coffee stocks** held within reporting warehouses in Belgium, Germany, France, Italy and Spain, to have registered a 10.10% decrease during the month of April 2023 from the same month in the previous year to total 11,189,833 bags at the end of the month. The stocks are reported as 4,469,700 bags robusta coffee, 3,407,450 bags natural arabica coffee (Including Brazil semi-washed) and 3,312,683 bags washed arabica coffee. These stocks do not include the privately held, unreported stocks from the industry, onsite inventory, nor the in-transit bulk container stocks and the stocks being held within non-reporting warehouses throughout Europe. The combination of EU27 countries consumption is put somewhere in the region of 950,000 bags of coffee a week. One might anticipate additional stock not included in the report, when considering the privately held stocks in European consumer countries, which could contribute to as much as 2 million bags to the reported stocks. An estimate therefore that as at the end of April 2023 European coffee stocks might have been close to the equivalent of fourteen weeks of European roasting demand.

Keurig and the legendary rock group The Rolling Stones have come together for a first of its kind collaboration inspired by the band's popular song "Start Me Up." Featuring an iced coffee-inspired twist on the band's Hot Lips logo, the limited edition "Start Me Up" Coffee Kit is priced at \$139.99 and includes a custom-designed K-Iced Brewer, matching tumbler, and curated K-Cup Pod coffee blend.

QUOTATION EURO / US DOLLAR

| €/US\$ rate | last | high | low |
|------------------------|---------|---------|---------|
| EUR/USD Euro/US Dollar | 1,06969 | 1,07398 | 1,06684 |

U.S. employers unexpectedly increased hiring in May, although wage growth eased, in one of the final data points that Federal Reserve officials will have available as they mull over their next rate decision later this month. According to data from the Labor Department's Bureau of Labor Statistics on Friday, the world's largest economy added 339,000 jobs last month, climbing from an upwardly revised reading of 294,000 in April. Economists had seen the figure at 180,000.

ADDITIONAL COMMENTS

The global coffee market will record a 7.3 million bag deficit in the 2022/23 (October-September) season as increased global fertilizer costs and adverse weather last year hurt crops, the **International Coffee Association (ICO)** said on Tuesday. This follows a deficit of 7.1 million bags in the 2021/22 season when coffee consumption bounced back and economic growth improved as the world emerged from the COVID-19 pandemic, the ICO said in a monthly report. The inter-governmental body sees production rising just 1.7% to 171.3 million bags in 2022/23.



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.