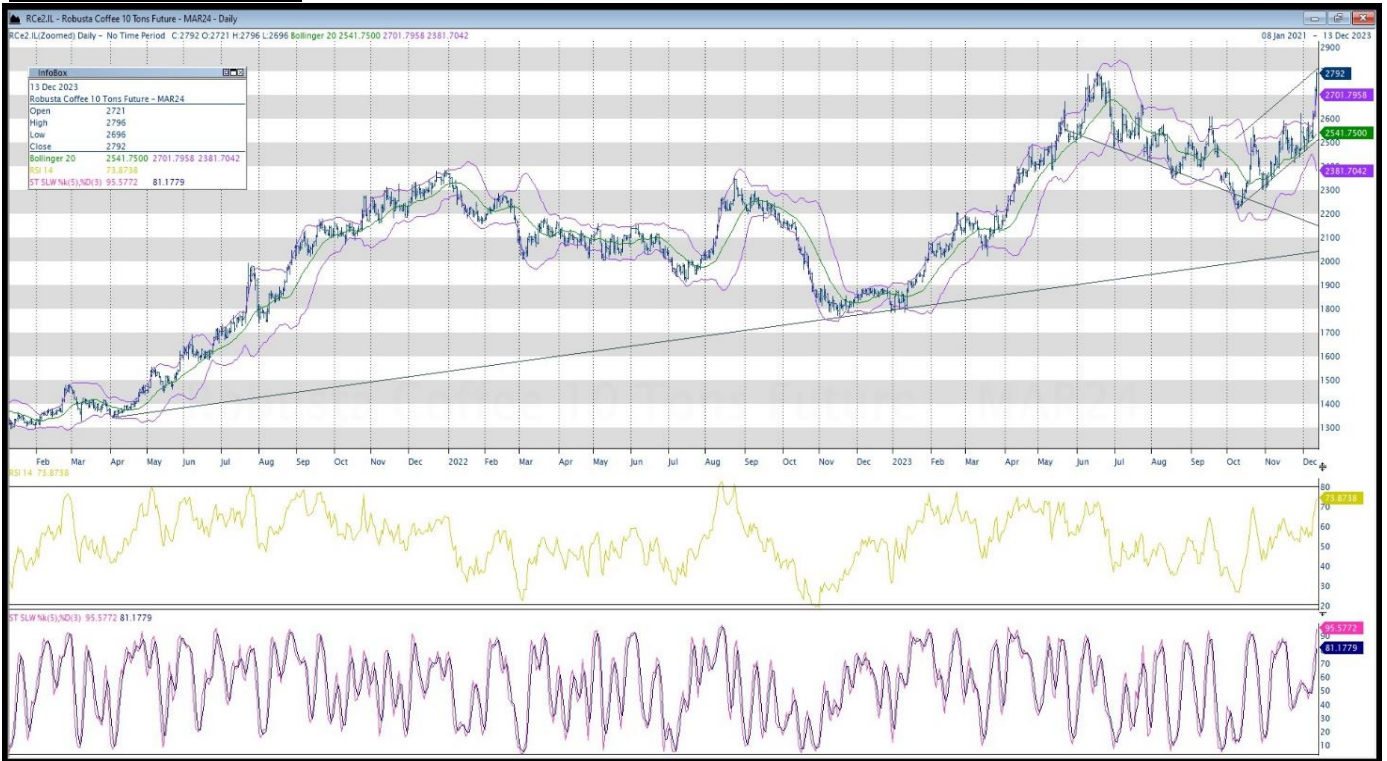


LONDON ICE MARKET



LONDRES

Posición	último	dif	alto	bajo	cierre
JAN24	2840	81	2850	2734	2759
MAR24	2795	71	2810	2696	2724
MAY24	2742	65	2755	2645	2677
JUL24	2691	56	2700	2596	2635

NUEVA YORK

Posición	último	dif	alto	bajo	cierre
DEC23	197,45	6,30	197,45	197,25	191,15
MAR24	189,50	4,25	191,95	184,75	185,25
MAY24	186,05	3,55	188,20	181,80	182,50
JUL24	185,90	3,15	188,00	181,90	182,75

London ICE:

Supports: 2680, 2645 & 2595
Resistances: 2795 & 2895

New York ICE:

Supports: 181,75, 179,50, 176,25 & 174,00
Resistances: 188,75 & 198,00

NEW YORK ICE MARKET



WEEKLY MARKET REPORT



BRAZIL

Due to El Niño impacts, a heat wave was verified in the middle of November – temperatures were higher than 42 degrees Celsius in some farms in the Brazilian coffee belt. Windstorms and hail were registered in some areas, affecting many crops. A lack of rain and above-average temperatures are expected to result in a weaker harvest, mostly of the robusta bean type than expected.

Anyway, more significant volumes of rain are expected this week over the east of the Southeast, North of Minas Gerais and over Bahia. In the interior of Matopiba and the Central-West and producing areas of the Cerrado, the rains will not be as voluminous, but the episodes should occur in a more generalized way, helping to increase soil humidity. As for temperatures, despite the rains spreading more and more over the interior of Brazil, the episodes tend to occur in the form of scattered showers and interspersed with periods of sun, which is why the heat should intensify during the afternoons, especially in Central Brazil.

Fernando Maxiliano, a coffee analyst at broker StoneX quoted by Reuters, said Brazil Robusta outlook has deteriorated despite widespread irrigation systems. "Some municipalities declared state of attention due to low water reserves. If governments impose limits to irrigation, then it would be a bigger problem," he added. Production is already expected to be 15% to 20% lower than initial estimates, said Edimilson Calegari, General Manager at Coabriel, an Espírito Santo-based cooperative, quoted by Bloomberg.

Brazil's coffee exports jumped by 15.4% in November to 4.3 million bags, with Robusta sales at record highs, reports Cecafé. Exports of all forms of coffee over the first 11 months of 2023 are still 3.2% down at 35,004,049 bags. Green coffee exports fell 3.3% to 31,646,241 bags, due to a 12% decrease of Arabica shipments to 27,508,482 bags, partially offset by a stunning 186% surge in Robusta shipments.

VIETNAM

Harvesting goes on steadily, but farmers slowed down their sales. Opposite to ICE rally, local market remained firm with most major local suppliers stop offering, struggled to get coffee for their pending contracts. Farmgate prices increased to a new high nearly 67K VND/kg (USD 2.76). Middlemen who bought some months earlier at 52~57K VND/kg (USD 2.14 to 2.35), now are not receiving their coffee from farmers, and sidelined for selling new contracts.

Vietnam November coffee exports rose 173%, on a monthly basis, but had a yearly fell compared with 2022 of 7.4% to 119,297 tons totally exported, with the first eleven months of this year (Jan-Nov) falling by 10.4% to 1.40 million tons, Customs authorities reported.

CENTRAL AMERICA / COLOMBIA

As per the ICO, coffee producers in Africa and **Central America** could be the most vulnerable to the new deforestation regulations of the European Union, with Europe accounting for as much as 80% of total shipments for some. The EU is the world's biggest importer of beans, according to the US Department of Agriculture.

OTHERS

The levels of the **certified stocks** have gradually drawn down to a historic low in a combination of consumer spot demand and low new deliveries to register to the certified stocks as participants resist the comparatively low-priced exchange traditionally a channel used by the industry, as buyer of last resort, says I. & M. Smith in its latest report.

The very low certified stocks are interpreted by the speculative sector of the markets, as an indication of Arabica coffee availability, or lack thereof, in the consumer markets where these exchange certified coffee stocks are held.

DEMAND / INDUSTRY

China has the most branded coffee shops globally, overtaking the US after a 58% boom over the last year. China now has nearly 50,000 outlets, according to a Tuesday report from the World Coffee Portal, the Allegra Group's research arm. The growth was fueled by delivery-focused chains Luckin Coffee and Cotti Coffee, which cumulatively added more than 11,000 net new stores. The country accounts for more than 40% of East Asia's roughly 120,000 coffee stores, according to the report.

The **Massimo Zanetti Beverage Group** will sell a 50% stake of its business to Italian private equity investor firm QuattroR. After a capital increase of €90 million, QuattroR will hold the majority of voting rights. The new investor will remain in the capital for 3-4 years.

Nestlé moves to lower carbon alternatives for global shipping needs. Stephanie Hart, Executive Vice President and Head of Operations at Nestlé: "Reaching net zero requires changing many aspects of how we source, make, and distribute our products. The agreements we've signed with our shipping partners will help us cut emissions and immediately reduce our carbon footprint. We know this is an interim solution and continue to encourage the development of longer term decarbonization solutions in shipping and distribution."

QUOTATION EURO / US DOLLAR

€/US\$ rate	last	high	low
EUR/USD Euro/US Dollar	1,07903	1,08093	1,07733

The US dollar is trading with a firmer tone this Wednesday ahead of the release of the Federal Reserve's monetary policy decision. The EUR/USD pair encountered sellers around the 1.0800 mark. The Fed is expected to keep interest rates unchanged for the third consecutive meeting, somewhat confirming the end of the monetary tightening cycle, although without explicitly declaring it.

ADDITIONAL COMMENTS

Mercon Coffee Group files for bankruptcy protection under Chapter 11 in the United States. According to court documents accessed by Bloomberg News, Mercon has debts exceeding \$360 million. A combination of factors, including climatic and market-related challenges, led to unsustainable problems, said the company in a statement.



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