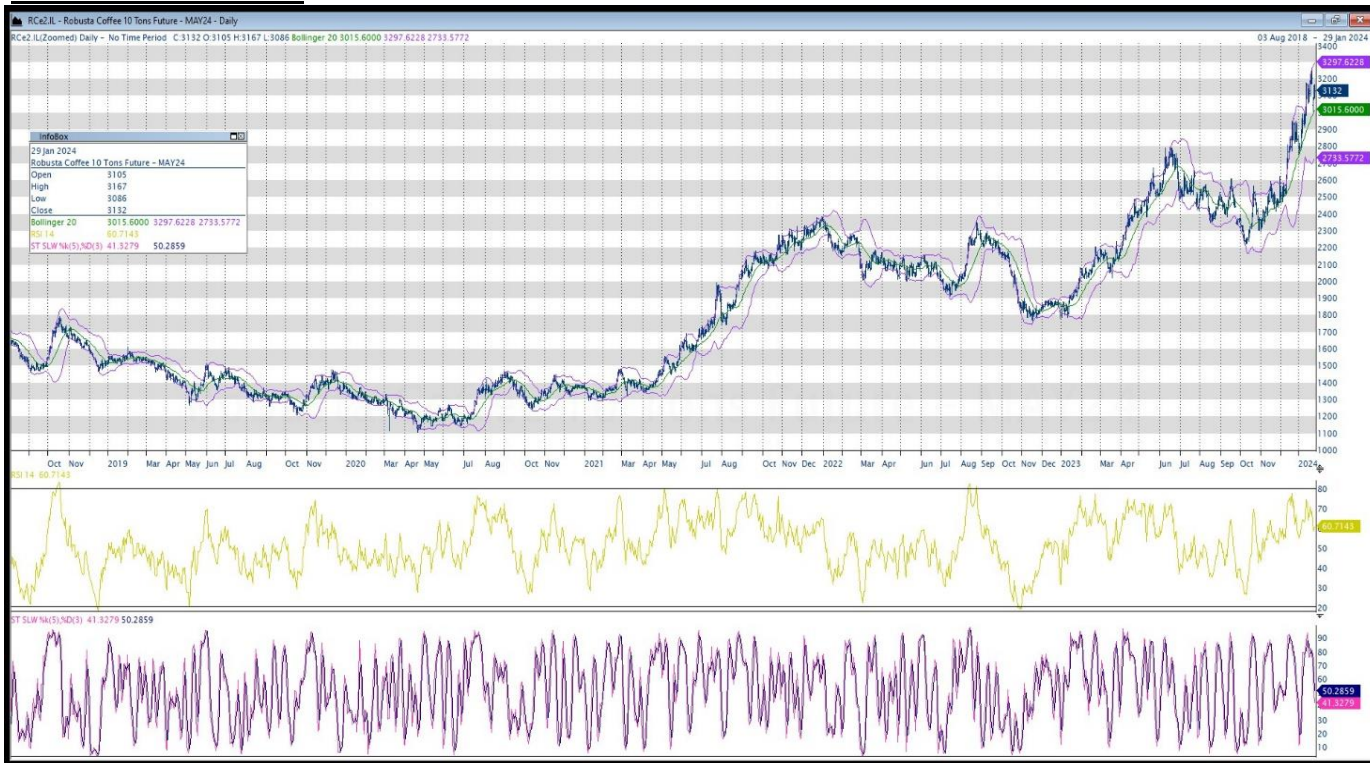


LONDON ICE MARKET



LONDRES						
Posición	último	dif	alto	bajo	cierre	
MAR24	3280	11	3326	3243	3269	
MAY24	3130	18	3167	3086	3112	
JUL24	3017	17	3054	2979	3000	
SEP24	2930	20	2954	2892	2910	

NUEVA YORK						
Posición	último	dif	alto	bajo	cierre	
MAR24	189,60	-4,25	194,35	189,45	193,85	
MAY24	186,20	-3,25	189,60	186,05	189,45	
JUL24	185,25	-2,70	188,00	185,05	187,95	
SEP24	185,15	-2,45	187,70	185,00	187,60	

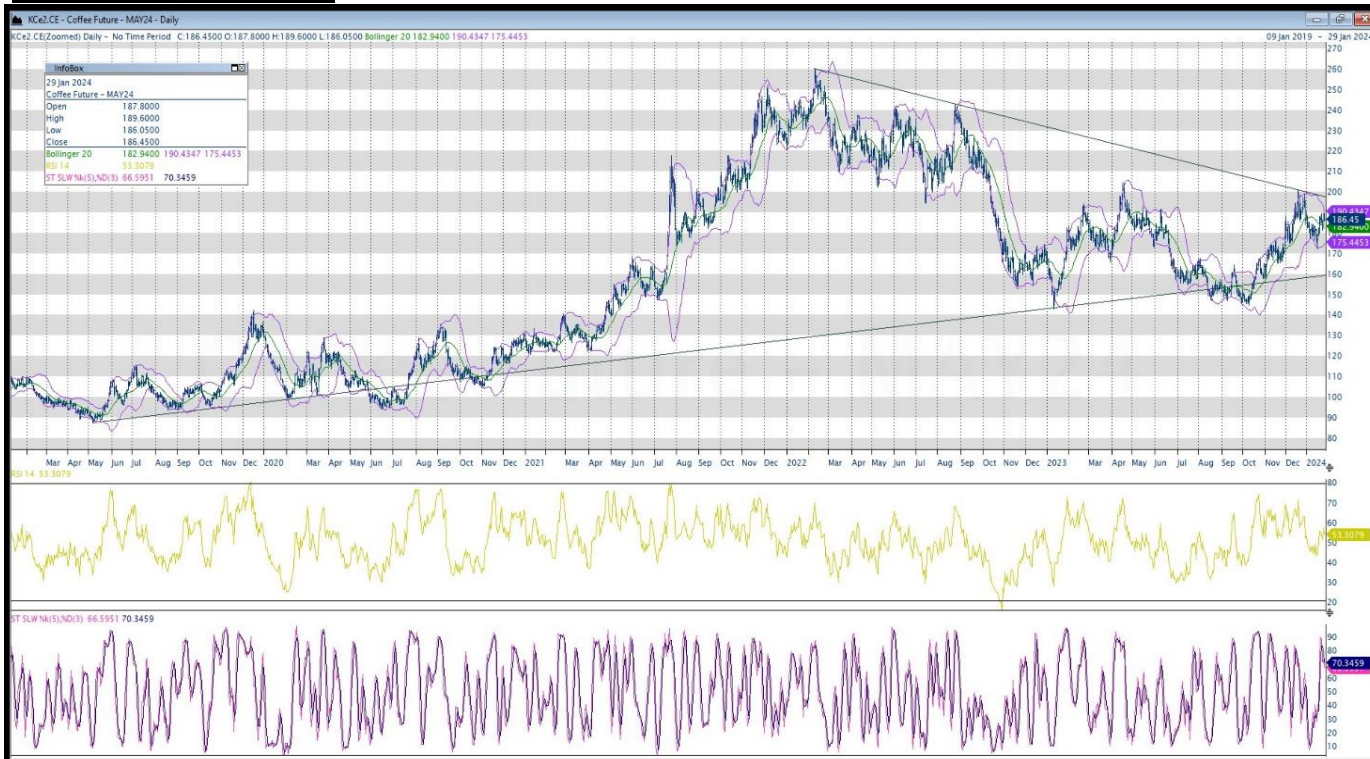
London ICE:

Supports: 2925 & 2750
Resistances: 3125, 3170 & 3250

New York ICE:

Supports: 185,35, 180,50 & 173,25
Resistances: 190,25 & 200,75

NEW YORK ICE MARKET



WEEKLY MARKET REPORT



BRAZIL

As per Safras & Mercado Agency, sales of Arabica coffee reached 69% of production, below the 72% in the same period last year and the 5-year average (74%). The combination of a larger crop and a lower percentage of sales this year ends up increasing stocks held by growers of Brazil's 2023 crop, stocks that are greater than in the same period last year. Conillon sales reached 83% of production, a percentage higher than in the same period last year, when the commitment was at 80%, as well as also above the five-year average (81%).

Favorable weather in Brazil and good rain forecasts for the coming days continue to improve expectations for the 2024/25 Brazilian harvest. Next week the rains return to the southernmost areas of the country and showers spread again over the producing areas of PR, SP and southern MG. However, significant volumes of water are not expected. In these areas, the accumulated rainfall over the next 15 days should be below what is normal for the time of year.

Weakness in the Brazilian real sparked selling of arabica coffee futures as the real dropped to a 1-month low past week against the dollar. The weaker real encourages export selling by Brazil's coffee producers.

VIETNAM

Continued attacks by Iran-aligned Houthis in the Red Sea are boosting prices by slowing down shipments of Robusta coffee from Asia to Europe, while farmers in Vietnam remain reluctant to sell. This situation has prompted some of the world's main Robusta coffee buyers to reduce bean purchases from Vietnam and secure more supplies from Brazil. FAQ upcountry coffee prices remained firm between VND 73,900 to 74,600 (US\$ 3.02 to 3.05) a kilo.

Another reason for the increase of prices must be linked to the lower output of the country. Vietnam's General Department of Customs reported last Wednesday that Vietnam's 2023 (Jan-Dec) coffee exports fell -8.7% y/y to 1.62 MMT. Also, Vietnam's agriculture department on November 3 projected Vietnam's coffee production in the 2023/24 crop year could drop by -10% to 1.656 MMT, the smallest crop in four years, due to drought. Meanwhile, the Vietnam Coffee Association on December 5th projected that 2023/24 Vietnam coffee production would fall to 1.6 MMT-1.7 MMT, down from 1.78 MMT a year earlier.

Vietnam has exported 95,770 tons of coffee for first half January 2024. The country did 142,292 tons for full Jan 2023, as reported by Customs authority.

CENTRAL AMERICA / COLOMBIA

In terms of weather in **Colombia**, a dry pattern has helped the harvest but forest fires have increased recently.

OTHERS

Tanzania - Rainy weather has been observed from November through January. This is expected to influence positively the next crop. However, too much rain can contribute to the development of different plagues. Dorman is increasing theirs crop estimate to 715,000 bags of Arabica, expecting an increase of the crop by 12% when compared to the current crop. The re-routing of some shipments caused by the situation in the Red Sea has led to increases in freight rates.

The **Angolan** government has announced plans to invest heavily in increasing coffee production. With a budget allocation of AOA 10 billion (USD12 million), they aim to produce at least 12,360 tons of coffee by the end of 2024. Ministers are hoping that a return to the country's former glory days as one of the top coffee-producing countries in Africa will help reduce the economy's reliance on the declining oil industry and bring some much-needed economic stability. Blessed with high elevations, fertile soil, abundant water, and various microclimates, Angola was singled out by Portuguese and Brazilian colonists in the 18th century as being ideally situated for coffee cultivation. By the early 20th century Angola was known for producing premium coffee and by the 1970's coffee production had reached about a quarter of a million tons per year. Unfortunately, 20 years of civil war, starting in 1975 and lasting till 2002 saw many coffee plantations abandoned and production rates plummet. Finally, after 20 years of peace, there have been recent efforts to revitalize the neglected coffee industry. The government is starting to realize the potential opportunities for economic diversification that coffee as a commodity offers.

DEMAND / INDUSTRY

Last Wednesday 24th, the **European Coffee Federation released a report about coffee stocks in Europe** up to December 31st 2023, which totaled 437,059 tons, including robusta and arabica, compared to 771,330 tons in the same period in 2022, representing a drop of 334,271 (43.3%) tons in one year.

United Kingdom - Project Café UK 2024 report shows the £5.3bn UK branded coffee shop market achieved 9.2% sales growth over the last 12 months, expanding 3.6% to reach 10,199 outlets. While total sales are above pre-pandemic levels, weakened consumer confidence, high inflation and lower footfall at traditional prime locations have contributed to slowed growth and increased uncertainty. Costa Café remains the UK's largest branded coffee chain, holding a 26% share of the market with 2,677 stores, having closed net 17 sites over the last 12 months. Overall outlet growth was led by Greggs and Starbucks, which opened 73% of the 353 net new stores added to the market during the period.

QUOTATION EURO / US DOLLAR

€/US\$ rate	last	high	low
EUR/USD Euro/US Dollar	1,07995	1,08516	1,07986

From Europe, the governor of the Central Bank of Latvia made a statement in which he believes that patience must be exercised before changing monetary policy. In turn, in the US, the consumer price index slowed to 2.9%, the slowest pace since March 21. For the next sessions we expect a depreciation of the euro that will seek support around 1.075.

ADDITIONAL COMMENTS

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