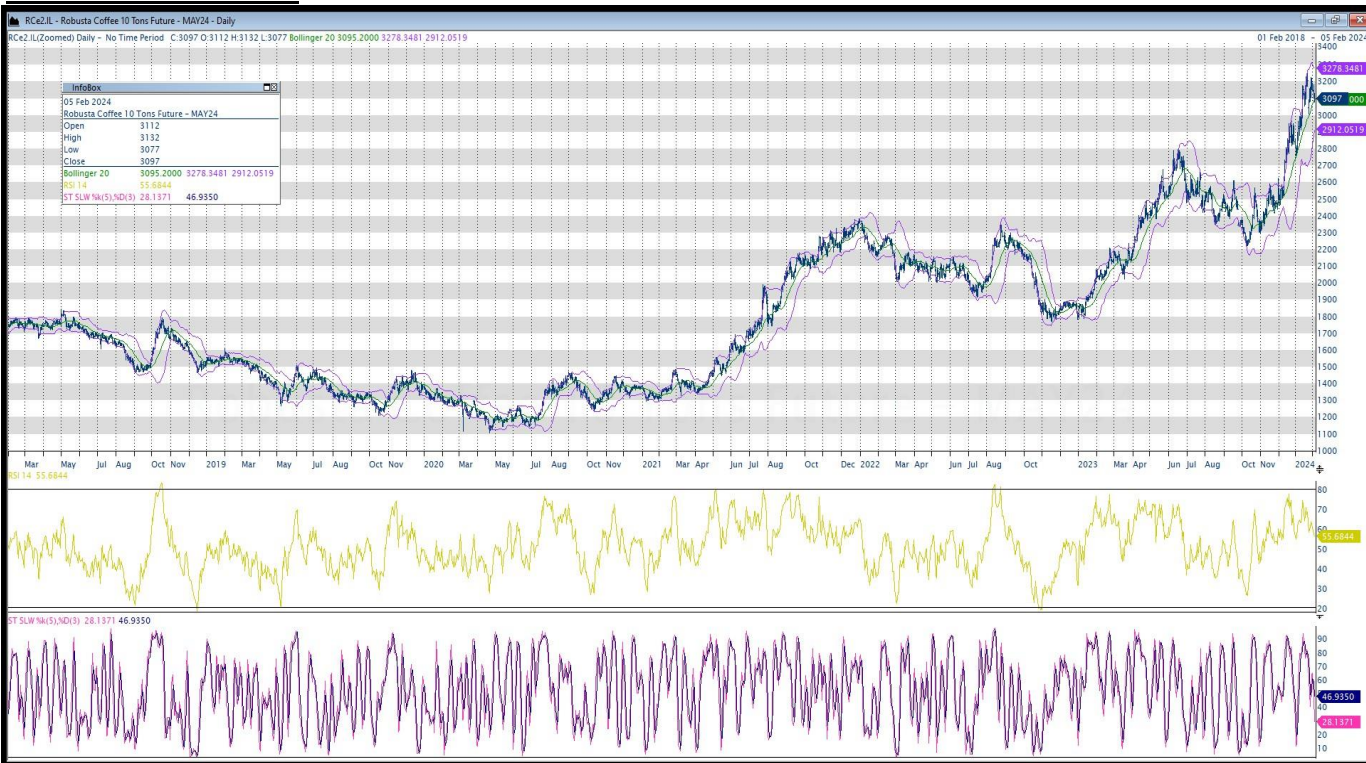


**LONDON ICE MARKET**



**LONDRES**

Posición	último	dif	alto	bajo	cierre
MAR24	3204	-33	3255	3195	3237
MAY24	3084	-32	3132	3077	3116
JUL24	3003	-24	3044	2996	3027
SEP24	2925	-19	2954	2917	2944

**NUEVA YORK**

Posición	último	dif	alto	bajo	cierre
MAR24	190,40	-1,55	192,30	189,20	191,95
MAY24	187,65	-1,35	189,35	186,40	189,00
JUL24	186,90	-1,20	188,25	185,60	188,10
SEP24	186,85	-1,25	188,20	185,55	188,10

**London ICE:**

Supports: 3085, 3010 & 2895  
Resistances: 3120, 3150, 3185 & 3225

**New York ICE:**

Supports: 189,25, 184,50 & 181,50  
Resistances: 190,75, 193,25 & 200,75

**NEW YORK ICE MARKET**



WEEKLY MARKET REPORT



**BRAZIL**

The Brazilian export flow is in transition to normality, after the shock with frost and loss of external space for Brazilian coffee over the last years. According to Safras & Mercado, Brazil will ship 44 million bags in the 23/24 season. The potential is assisted by the performance of conillon but it still requires a strong effort from the Arabica side due to the buyers' attitude.

Brazil's coffee exports have shown a notable difference in January this year. The emissions were 4.32 million bags, differing with the 3.62 million bags effectively shipped. The strike by federal revenue inspectors at the Port of Santos significantly contributed to this logistical discrepancy.

The estimate of Brazilian coffee production 2023/24 was revised downwards by Safras & Mercado to 65.5 million bags. The previous number was 66.65 million bags. Arabica production revised upward from 43.5 to 43.8 million of bags, but the conilon harvest was reduced by approximately 23.15 to 21.7 million bags. Contrary, Comexim revised upwards its projection for the current crop (2023/24) to 65.75 million bags from 64 million bags previously, saying strong export numbers indicate production was larger than initially expected.

This week the most intense areas of instability continue to be concentrated over the northern half of Brazil. Instabilities associated mainly with heat and humidity from the Amazon tend to cause rain in the form of showers. Heavy rains will be stronger and with greater volumes over the producing areas of the Cerrado Mineiro and southwest and west of Bahia. From next Sunday onwards, the rains tend to intensify over Rondônia, where volumes above 50mm are expected between the 10th and 14th of February. Meanwhile, rains should decrease in the producing areas in the center-south of the country and between Espírito Santo and Bahia, where periods of dry and hot weather will be greater, and episodes will be very isolated and weak over the next week.

The Brazilian Central Bank (BACEN) implemented a 0.5% reduction, setting the rate at 11.25%. The entity justifies this decision by pointing out that the scenario of inflation deceleration is consistent, aiming to balance monetary policies in the face of current economic challenges.

**VIETNAM**

Prices in top robusta grower Vietnam edged up last week though trade was sluggish ahead of the Lunar New Year holiday starting this week. Farmers in Vietnam are refusing to deliver coffee they have sold unless contracts are renegotiated following a surge in global prices to a 28-year high, reports Reuters. This is adding impetus to the rally in Robusta prices with supplies in Europe becoming very tight also due to the current crisis in the Red Sea.

FAQ upcountry coffee prices continued to move up to 80,600 VND level (US\$3.30) a kilo. Farmers started "hoping" it to reach 100,000 VND (US\$4.10) in coming months.

Coffee stock in bonded and non-bonded warehouses nearby HCMC increased 89.3% from previous month to 233,420 tons, almost the same year on year, inspection company Cafecontrol reported.

The country had its poorest crop in six years in the 2022/23 season and some contracts were rolled forward into the 2023/24 season meaning a large crop was needed for farmers to fulfil all their commitments. Traders estimate that the delivery of between 1-2 million bags of last season's pre-sold Vietnamese coffee – or up to 8.5% of the country's total exports – was delayed following the harvesting of a poor crop in the 2022/23 season. Although much of that coffee has since been delivered, it has left less coffee available for sale this season, exacerbating the price rally, says Reuters. Vietnam will be on holiday mood for Tet from 8th to 14th Feb 2024, celebrating the Year of the Dragon.

**CENTRAL AMERICA / COLOMBIA**

In **Colombia** El Nino has caused drought in main producing areas of Antioquia and Huila. According to local sources, if rainfall does not come soon coffee plantations in Huila could be affected.

**Honduras** coffee exports down 8.6% in January to 476,223 60-kg bags from 520,794 in January 2023. Total exports from October to January at 781,640 60-kg bags down 3.5% from same period in 2022 / 23 season totaled 809,964. IHCAFE.

**Costa Rica** export down near 30% in January to 60,757 60-kg bags. From Oct to Jan down 13% from same period 2022/23 harvest. ICAFE.

**OTHERS**

**Uganda** - Coffee exports for the twelve months (Calendar year 2023) totaled 6.12 million bags worth US\$ 965.14 million compared to 5.63 million bags worth US\$860.45 million in the previous period (Calendar year 2022). This represents an increase of 12% and 9% in quantity and value respectively 72% of the total volume was exported by 10 exporters, out of 49 exporting companies.

**DEMAND / INDUSTRY**

**Starbucks** on Tuesday reported record revenue in its fiscal first quarter, but the results missed Wall Street's projections as customer spending slowed in some key markets. The U.S. coffee giant posted consolidated net revenues of \$9.4 billion (+8%) in its 13-week fiscal first quarter 2024, ending Dec. 31, 2023. That was lower than the \$9.6 billion analysts had forecast, according to FactSet.

**Keurig Dr Pepper** announced past week the expansion of its current partnership with iconic Italian coffee company, **Lavazza Group**, to include wider sales and distribution of Lavazza K-Cup pods and the introduction of the company's Canadian brand, Kicking Horse Coffee, to the K-Cup pod format. Under the agreement, KDP will continue to be the exclusive sourcing partner and manufacturer of premium Lavazza K-Cup pods and add sales and distribution responsibilities in retail and e-commerce across the U.S. and Canada.

**QUOTATION EURO / US DOLLAR**

€/US\$ rate	last	high	low
EUR/USD Euro/US Dollar	1,07268	1,07861	1,07234

The USD could appreciate against the Euro as non-agricultural employment surprised strongly on the upside (353,000 compared to the expected 187,000), leaving an unemployment rate at 3.7% and average earnings per hour rising +0.6% monthly compared to the +0.3% expected.

For the next few sessions, experts believe that the USDEUR cross will move in a wide range between 1.0755/1.1000 with an intermediate resistance level at 1.0900.

**ADDITIONAL COMMENTS**

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