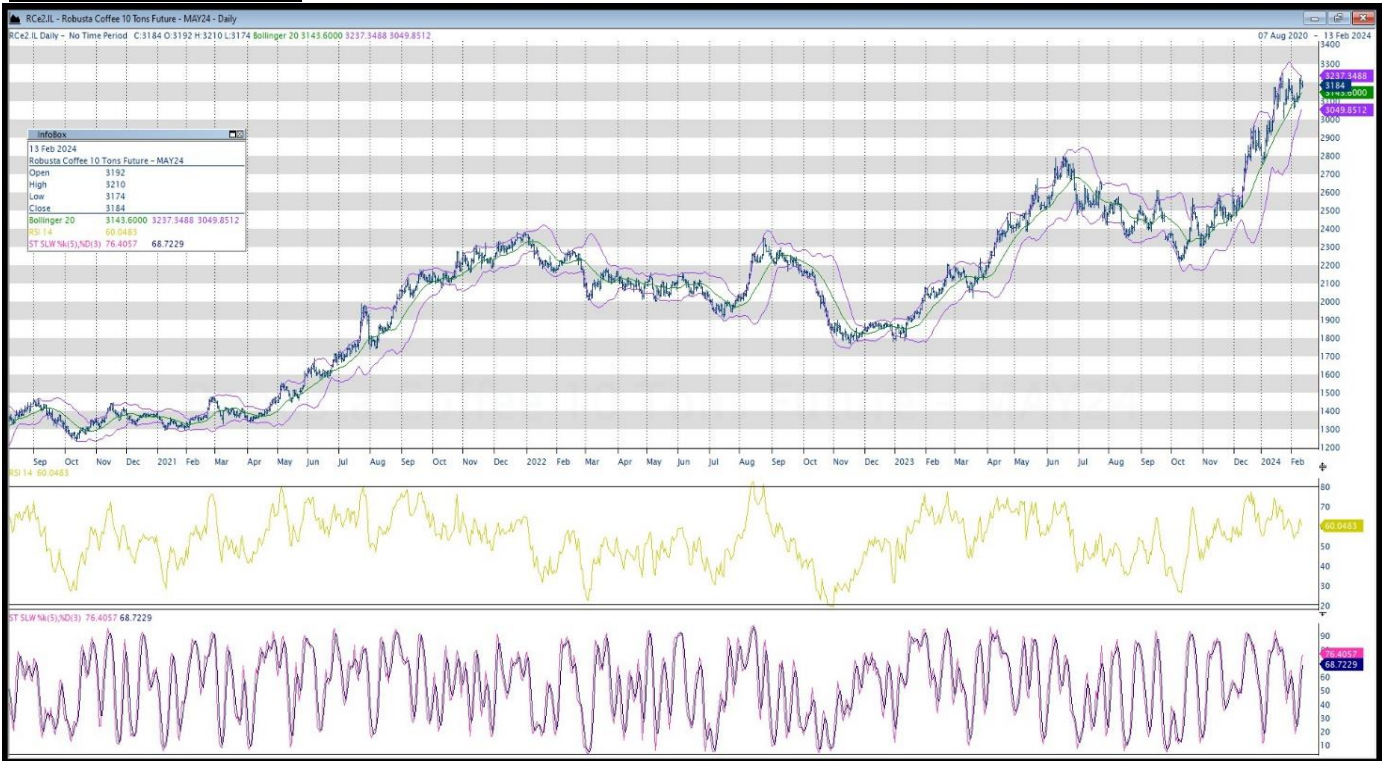


LONDON ICE MARKET



LONDRES

Posición	último	dif	alto	bajo	cierre
MAR24	3294	-30	3338	3291	3324
MAY24	3160	-32	3210	3160	3192
JUL24	3072	-35	3118	3072	3107
SEP24	2991	-36	3030	2991	3027

NUEVA YORK

Posición	último	dif	alto	bajo	cierre
MAR24	191,85	-3,75	197,10	191,65	195,60
MAY24	186,95	-4,20	192,30	186,60	191,15
JUL24	185,95	-3,90	190,95	185,70	189,85
SEP24	185,90	-3,85	190,55	185,70	189,75

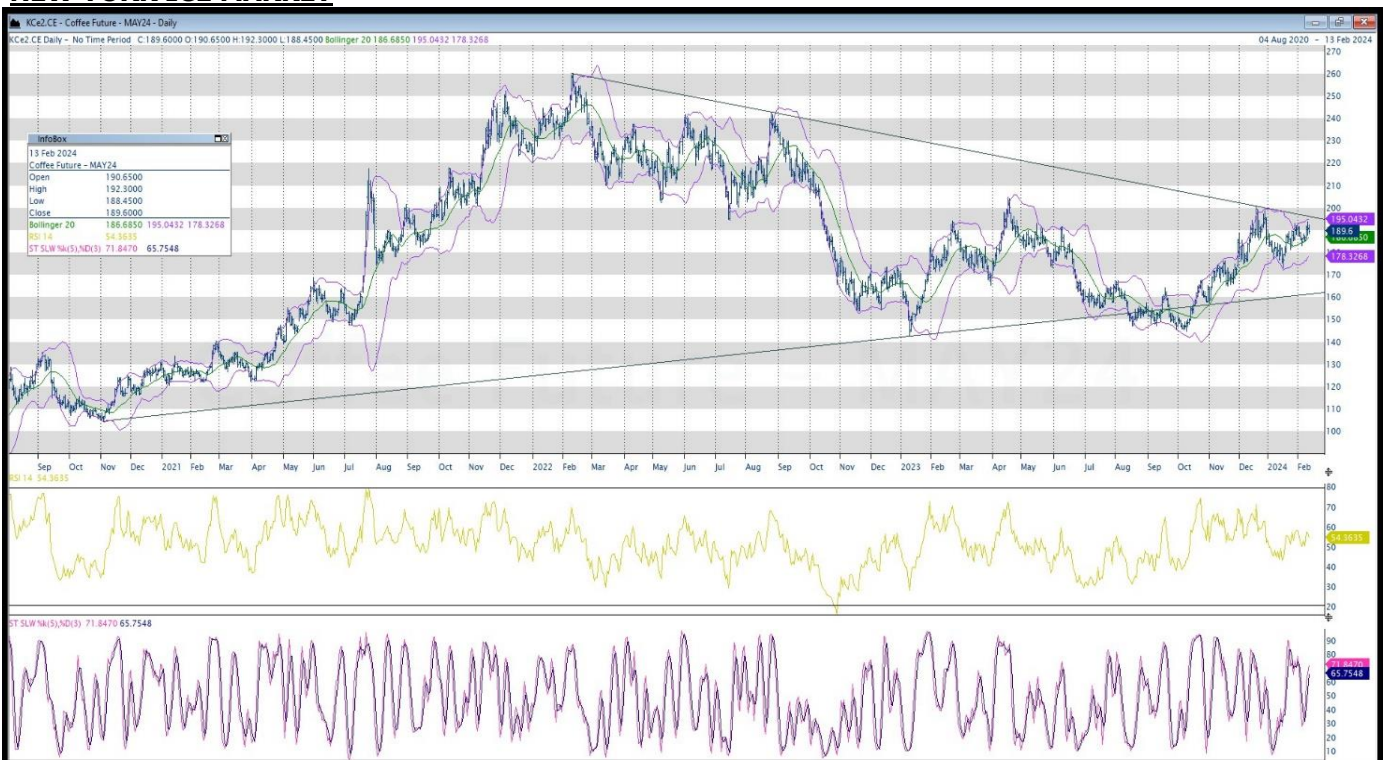
London ICE:

Supports: 3150, 3085, 3010 & 2895
Resistances: 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



WEEKLY MARKET REPORT

BRAZIL

The CeCafe report, released on Friday, which showed that Brazil green coffee exports increased 45.4% year-on-year in January, a record for the month added weight to the market.

Green bean exports of the Brazilian Naturals increased in December 2023, rising by 15.0% to 3.63 million bags. For the first three months of coffee year 2023/24, green bean exports of the Brazilian Naturals rose to 10.98 million bags, up 7.4% from 10.23 million bags over the same period a year ago.

Origin activity was limited while Brazil celebrates Carnival.

According to SOMAR, the passage of a cold front should contribute to the occurrence of more widespread rains and with more significant volumes over producing areas between PR, SP, and southern MG, starting next Wednesday (14). While the rains are expected to increase and become more widespread over producing areas in the center-south, instabilities tend to decrease in ES, BA and Cerrado Mineiro between the 14th and 18th of February.

VIETNAM

As per the ICO, in Vietnam local coffee traders are withholding their green beans on the expectation of even higher prices, thus providing additional support, and exacerbating the already-tight supply conditions in the origin.

Trading remains quiet under Tet festivities to end 15th February.

CENTRAL AMERICA / COLOMBIA

The National Coffee Federation of **Colombia** released production data between October and January, totaling 4.619 million bags, representing a 21.6% increase compared to the previous year. Colombia as well has suffered a big drop in imports, which is explained to a great extent by increase in local availability of undergrades. The concentration in shipments to North America is reaching almost 50%.

In December 2023, exports of all forms of coffee from **Mexico & Central America** were up 6.0% to 0.63 million bags, as compared with 0.6 million in December 2022. As a result, total exports are up 3.6% for October to December 2023 at 1.46 million bags, as compared with 1.41 million bags for the same period a year ago. Guatemala, Honduras, and Mexico are the three main origins behind the region's positive growth, with their respective exports up 30.9%, 8.6% and 31.2%. However, lined up against this were 37.7%, 61.2% and 14.4% decreases for Costa Rica, El Salvador, and Nicaragua, respectively, hence the region's overall relatively weak positive growth rate in December 2023.

OTHERS

Exports of all forms of coffee from **Africa** decreased by 0.5% to 0.94 million bags in December 2023 from 0.935 million bags in December 2022. For the first three months of coffee year 2023/24, exports totaled 3.05 million bags as compared with 3.18 million bags in coffee year 2022/23, down 4.2%. The relatively shallow downturn of the region belies the dynamic performances of the major origins, with exports from Côte d'Ivoire, Kenya and Tanzania increasing by 52.0%, 40.8% and 56.6%, respectively. Meanwhile, the biggest exporter in Africa, Uganda, saw its exports volume fall by 4.2%.

DEMAND / INDUSTRY

As per the ICO, the world coffee consumption is continuing to resolve through the issues brought about by the COVID-19 pandemic, with the consumption trend following an established pattern in response to an external shock. The expectation for coffee year 2022/23 was for a smaller positive growth rate; however, world coffee consumption actually recorded a decrease of 2.0% to 173.1 million bags.

Consumption in coffee year 2022/23 did not faithfully follow the established pattern due to the impact of the high cost of living, falling disposable incomes and a long stocks drawdown. Despite coffee being relatively inelastic, the challenging global economic environment would have had a negative impact on its consumption. The world inflation rate was at its highest in 2021 at 9.4%, while the benchmark interest rate averaged 4.9% at the end of September 2023 in the European Union, UK and USA, the highest level since an average of 5.8% in 2000.

At the same time, there was a large drawdown of stocks, where combined stocks reported by the European Coffee Federation (ECF) and those held at the Intercontinental Exchange's warehouses in the USA fell by 4.8 million bags from 14.5 million to 9.8 million. This drawdown would have reduced the need for purchases on the international market, seemingly reflected as lower and anomalous global consumption rates for coffee year 2022/23.

The world coffee consumption outlook for coffee year 2023/24 is broadly framed by the assumption that the global economy will continue to grow at above 3.0% (October 2023 World Economic Outlook), and that the industry will respond to the large drawdown of stocks, which will be positively reflected in apparent consumption.

As a result, world coffee consumption is expected to grow by 2.2% to 177.0 million bags, with non-producing countries making the biggest contribution to the

QUOTATION EURO / US DOLLAR

€/US\$ rate	last	high	low
EUR/USD Euro/US Dollar	1,07227	1,07985	1,07007

During the weekend the members of the ECB, M. Centeno (Bank of Portugal) and F. Panetta (B. of Italy) highlighted the convergence of inflation towards the 2.0% objective and were in favor of starting to cut rates relatively soon. In the US, consumer 3-year inflation expectations according to the NY Fed fell to their lowest levels since March 2020 (2.4%).

For the next sessions we expect the USDEUR to rebound (appreciation of the euro) from its bullish trend to 1.0900 with a first objective and resistance area at 1.0900. On the downside, if we break the support area just above 1.0700, it could accelerate to the next targets between 1.0633 and 1.0440.

ADDITIONAL COMMENTS

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