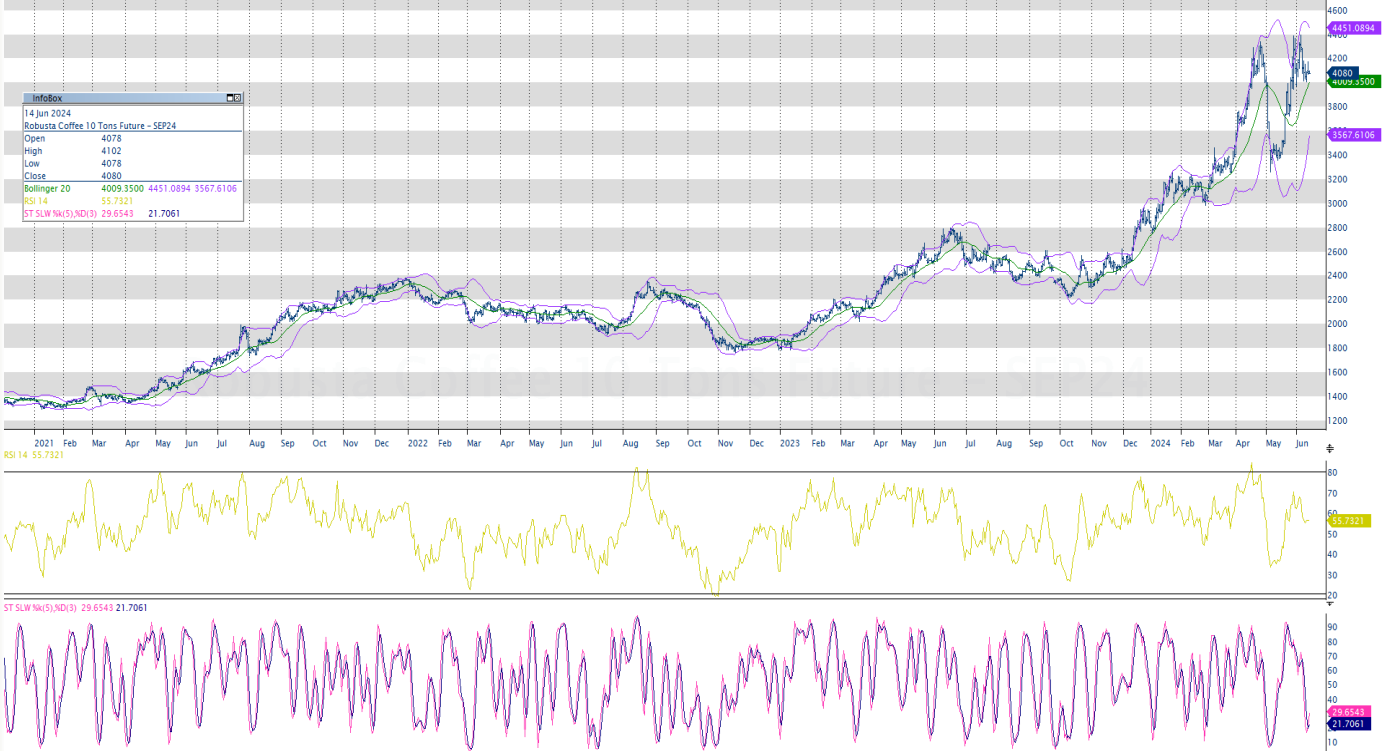


**LONDON ICE MARKET**

RCe2.L Daily - No Time Period C:4080 O:4078 H:4102 L:4078 Bollinger 20 4009.3500 4451.0894 3567.6106



LONDRES					
Posición	último	dif	alto	bajo	cierre
JUL24	4183	-38	4227	4171	4221
SEP24	4061	-32	4102	4051	4093
NOV24	3894	-40	3936	3894	3934
JAN25	3734	-26	3734	3734	3760

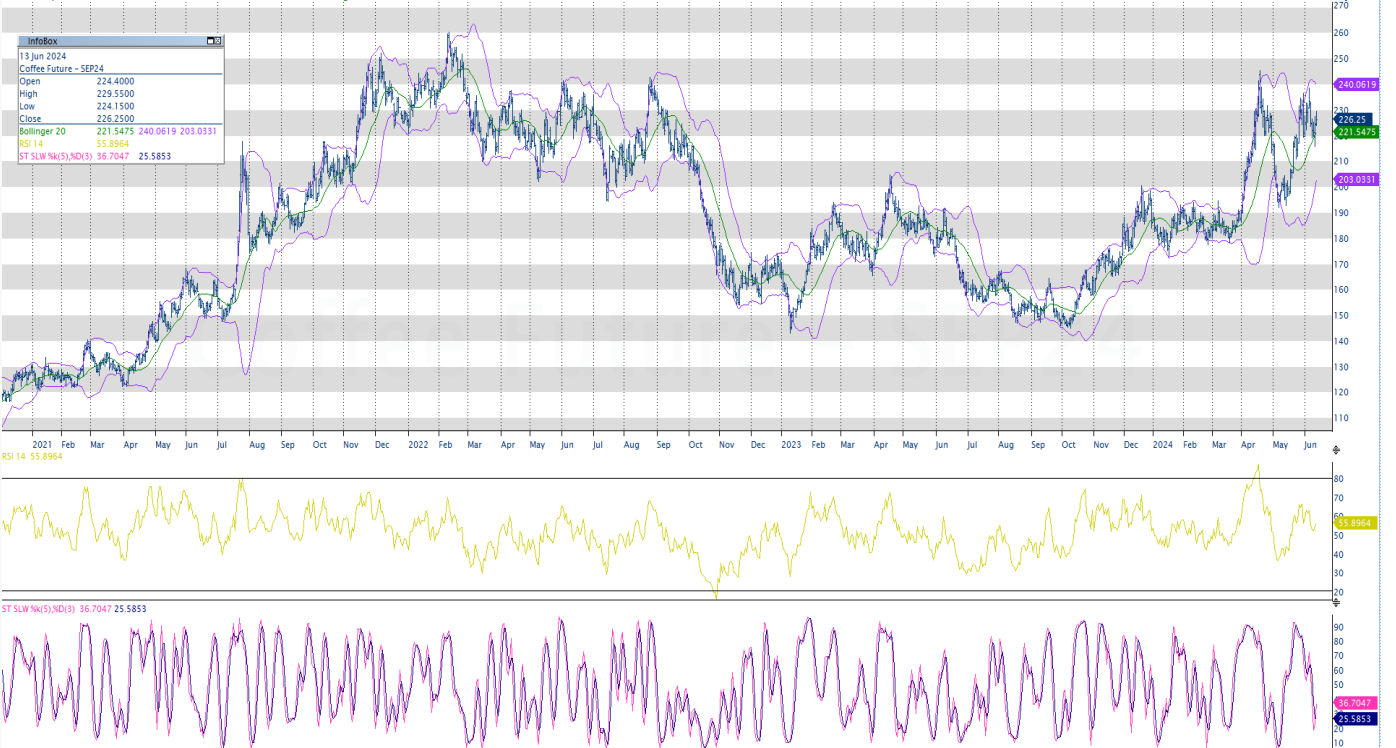
NUEVA YORK					
Posición	último	dif	alto	bajo	cierre
JUL24	226,05	1,70	229,30	224,10	226,05
SEP24	226,25	1,40	229,55	224,15	226,25
DEC24	225,00	1,40	228,00	222,70	225,00
MAR25	223,55	1,20	226,15	221,00	223,55

**London ICE:**  
Supports: 4120, 3940 & 3660  
Resistances: 4185, 4250 & 4500

**New York ICE:**  
Supports: 226,75, 221,25, 219,00, 211-209  
Resistances: 230,00, 238,75 & 243,25

**NEW YORK ICE MARKET**

KCe2.CE Daily - No Time Period C:225.2500 O:224.4000 H:229.5500 L:224.1500 Bollinger 20 221.5475 240.0619 203.0331



WEEKLY MARKET REPORT



**BRAZIL**

Dry weather continues to favor the progress of coffee harvest in Brazil, which is also gaining pace for Arabica coffee. According to the weekly monitoring by SAFRAS, through May 28, 21% of the 24/25 crop had already been reaped. The conillon harvest reaches 30% of the expected production, with Rondônia standing out with 41% of the reaped crop. The perception of lower-than-expected yield remains, which leaves room for a downward revision in the production estimate, says SAFRAS. Regarding Arabica, the harvest is 16% complete. The expectation for Arabica is a larger crop than last year's, although the smaller bean size observed in the first processed batches is quite worrying, SAFRAS points out.

The official Conab estimate forecasts a harvest of 58.81 million bags. Usda sets the bar much higher and anticipates a harvest of 69.9 million, in line with that of 2020. Safras & Mercado is even more optimistic, with a production forecast of 70.37 million for 2024/25.

Cepea released its usual fortnightly report last week with updates on Brazil 's harvest, domestic prices and export trends. After moving down significantly in early May, quotations for both arabica and robusta coffee increased from the middle of May onwards, says the report.

According to data from Cecafé, Brazilian coffee shipments in the 2023/24 season (from July/23 to April/24) totaled 39.25 million bags, 28% more than in the same period last crop. This is the second-best performance for a season, behind that observed in 2020/21, when Brazil exported 39.9 million bags (between July/20 and April/21). Apart from that, Brazil's exports hit a new record of 4.4 million bags in May, heading for all-time highs in CY 2023/24. "With these figures, Brazil is one step away from setting a new export record, as the volumes exported so far are only 2 million bags below the all-time high of 45.7 million bags set in 2020/21," said Cecafé president Marcio Ferreira.

As per SOMAR, a more significant change in weather is predicted for after June 20th, when a cold front is expected to weaken the atmospheric blockage and is expected to advance along the coast of Brazil, increasing the likelihood of rain occurring over producing areas between São Paulo, Rio de Janeiro and south of Minas Gerais. Very intense and widespread rains are not forecast, but isolated episodes of low intensity may occur, which should increase humidity a little and alleviate the heat. For now, there are no indications for very sharp fluctuations in temperature or risk of extreme cold for the producing areas in the center south.

**VIETNAM**

May '24 coffee exports dropped to 79.358 tons with a value of US\$339 million, 47.8% lower in volume and 40.8% in value than previous month. Compared with last crop, Jan to May exports dropped 5.8% in volume but increased 40.9% in value, reflecting ongoing high prices, Vietnam Customs Authorities reported.

On the fundamentals side, traders' concern about the crop prospects remains palpable. Estimates and statistics, however, paint a contradictory picture, with assessments also varying widely from source to source. USDA, for instance, is optimistic about the harvest prospects and expects production in 2024/25 to be more or less in line with the current year, at around 29 million bags. Volcafe takes an entirely different view. According to the Swiss trader, poor rainfall has done irreversible damage to crops, which will result in the next harvest to falling to 24 million bags, the lowest volume in 13 years. Volcafe also predicts a global robusta supply deficit of 9 million bags in 2023/24 and a further deficit, the fourth in a row, of 4.6 million in 2024/25.

**CENTRAL AMERICA / COLOMBIA**

The National Coffee Growers Federation in **Colombia** have reported that the country's coffee production for the month of May was 38.96% up on-year to 1,120,000 bags. Cumulative coffee production for the first eight months of the current 2023/24 coffee year was 18.81% higher at a total of 8,298,000 bags. Coffee exports for the month of May totaled 933,000 bags, up 10.28%. Cumulative coffee exports for first eight months of the current coffee year rose by 3.91% to 7,767,000 bags.

**OTHERS**

**Ethiopia** exports 43,481 tons of coffee in May. The export figures for May show an improvement compared to the same month in the past two fiscal years. In the first 11 months of the current crop, Ethiopia has exported a total of 252,466 tons of coffee, generating USD 1.208 billion.

As per the ICO, exports of all forms of coffee from **Africa** increased by 39.4% to 1.37 million bags in April 2024 from 0.99 million bags in April 2023.

**DEMAND / INDUSTRY**

**J.M. Smucker** reported past Thursday better-than-expected 4Q results. The company behind Folgers Coffee posted fourth-quarter fiscal 2024 adjusted earnings per share of \$2.66, above the \$2.32 consensus of analysts. Revenue fell short of forecast at \$2.21 billion, down 1.3% from the same quarter of 2023. Smucker's gross profit jumped 15.3% to \$913.3 million, which it attributed primarily to "a favorable impact from the acquisition of Hostess Brands, lower costs, higher net price realization, and favorable volume/mix."

**QUOTATION EURO / US DOLLAR**

€/US\$ rate	last	high	low
EUR/USD Euro/US Dollar	1,07093	1,0745	1,07033

The Federal Reserve kept monetary policy unchanged and published new interest rate projections, the average vote points to only 1 rate cut in 2024, but just barely since many members voted for 2 cuts (vs. 3 previously), and another 4 in 2025 (previously 3). Likewise, the long-term neutral rate was raised to 2.8% from 2.6% previously. J. Powell emphasized the dependence of rate cut decisions on macro data.

In the US, inflation in May moderated more than expected to 3.3%. On the other hand, the fiscal deficit in May reached 347,000 million dollars compared to 278,000 million initially expected.

**ADDITIONAL COMMENTS**

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