

Coffee Market Situation

120th International Coffee Council
25-29 September 2017
Yamoussoukro

Prices

InterContinental Exchange, Inc.

134.3600
6.05 ↑ 4.72%

588,500
ICE
888,140

135.25
OPEN

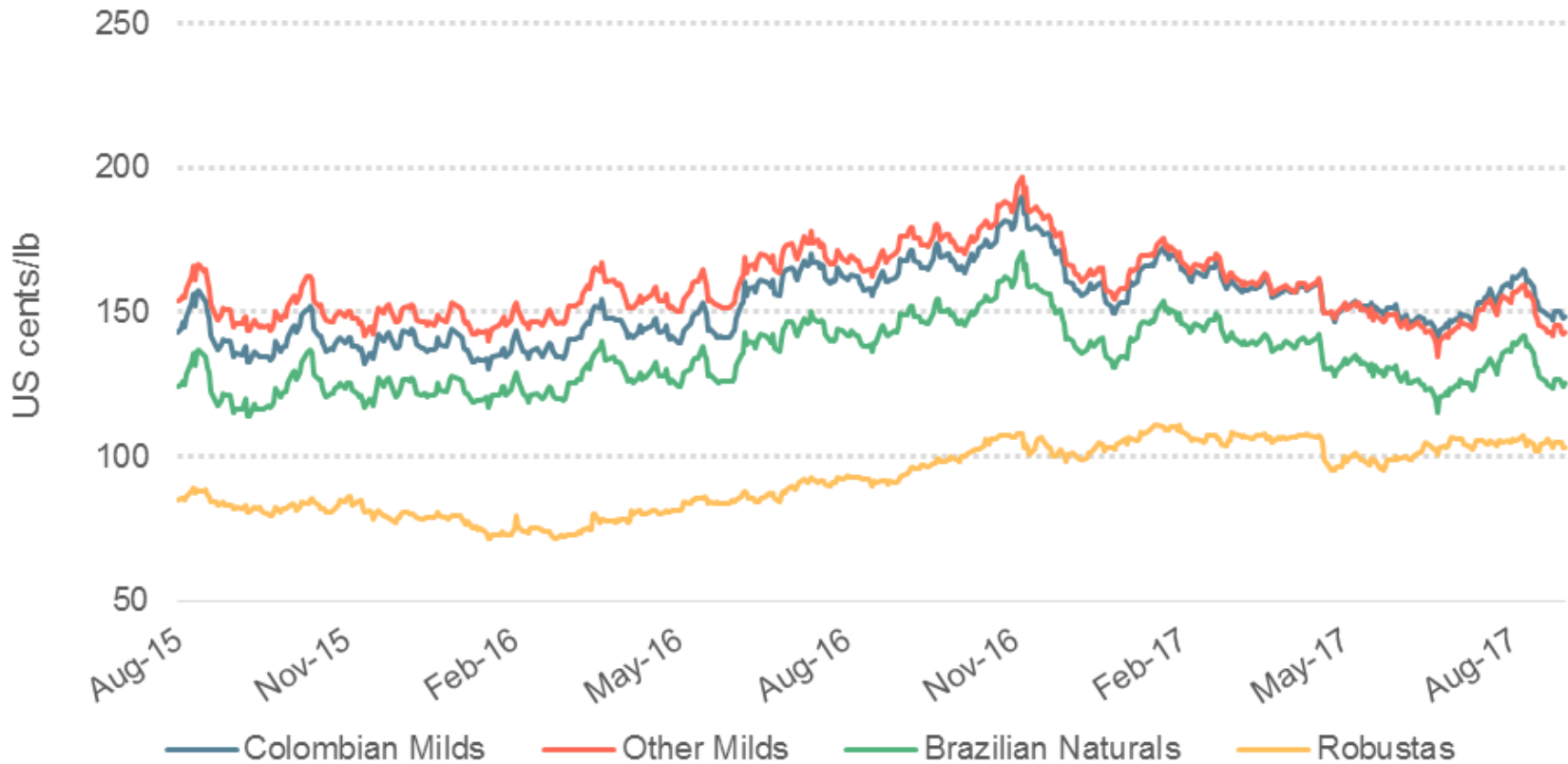
135.40
HIGH

134.00
LOW

EAT 100 @ 31.5308

Price

Daily prices: Last two years





Supply & Demand

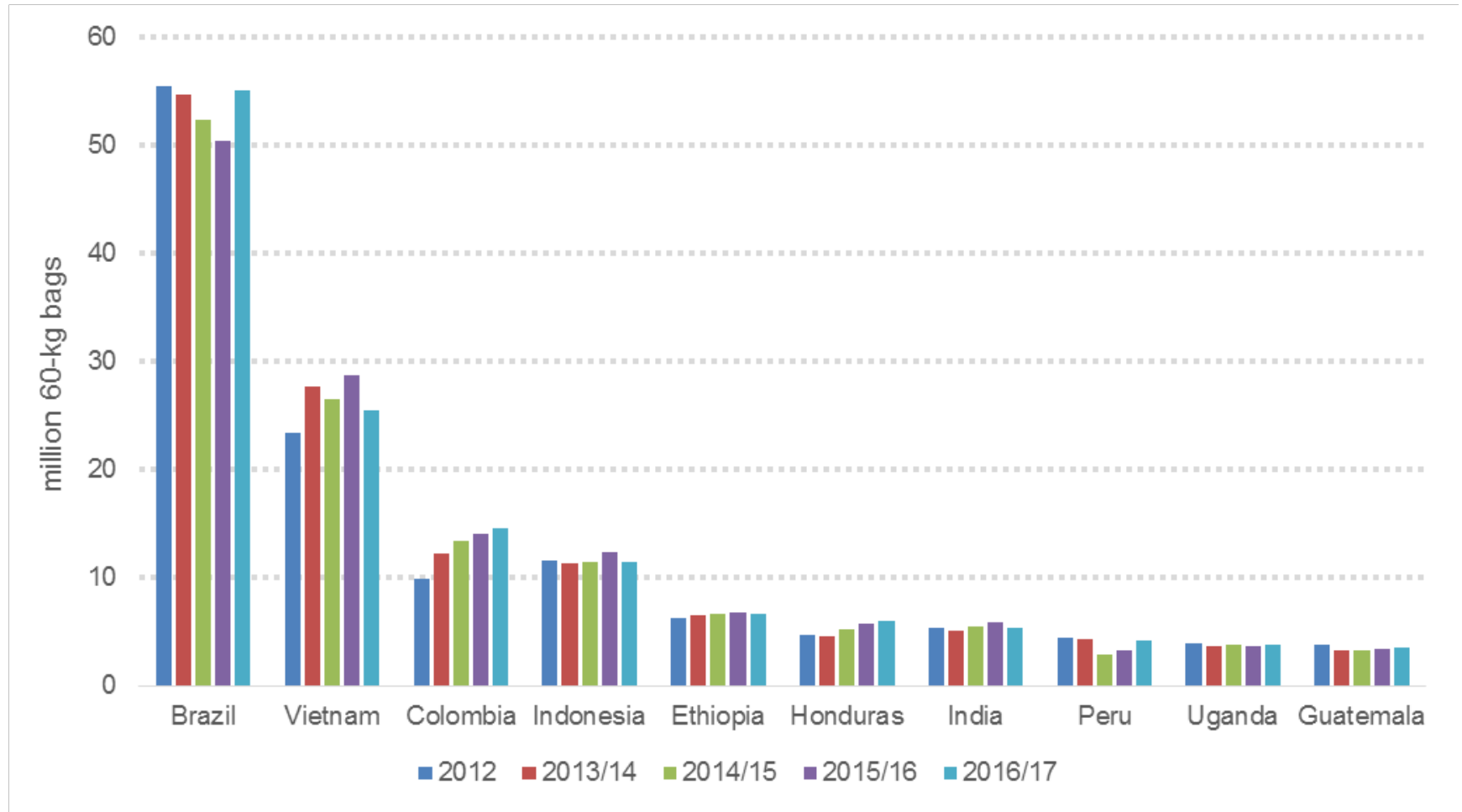
World coffee production



- 153.9 million bags in crop year 2016/17
- 1.5 % increase on 2015/16
- Arabicas ↗ 10.2%
- Robustas ↘ 10.6%

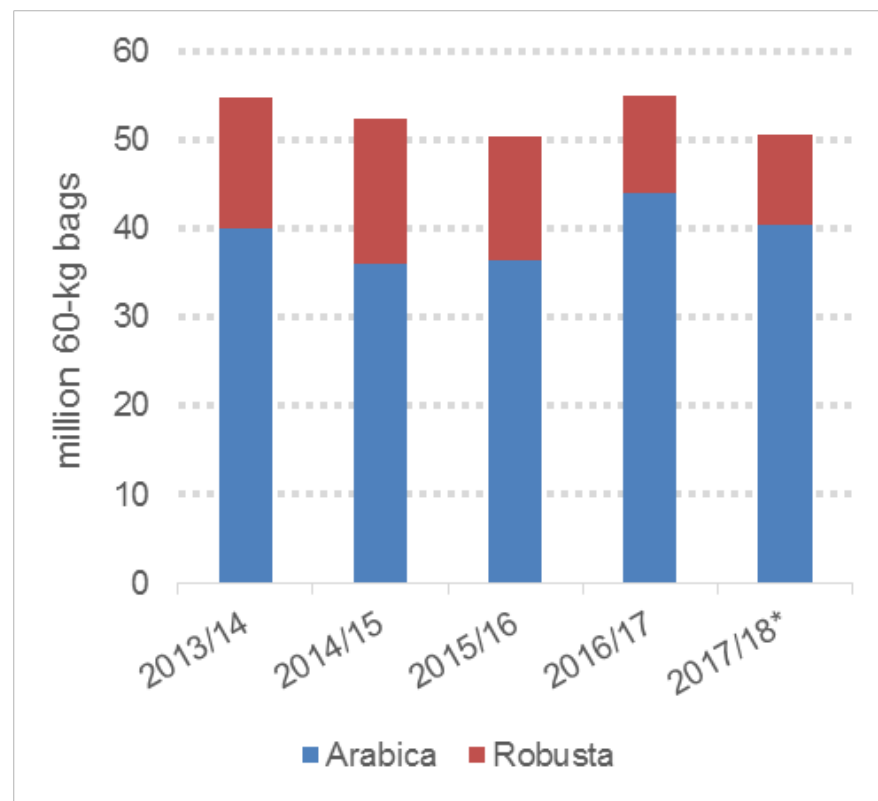


World coffee production (2)



Production in Brazil

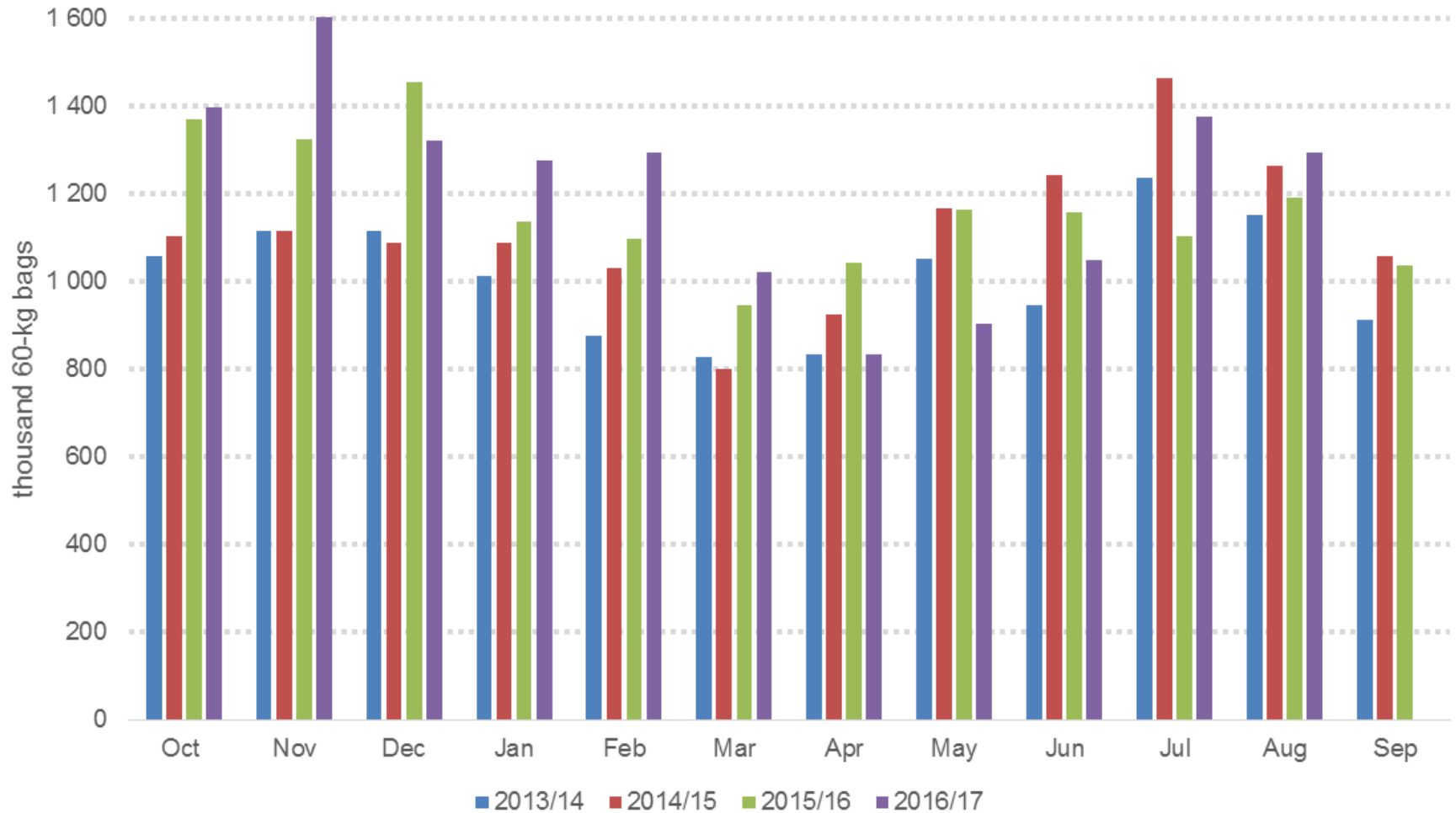
- Current ICO estimate of 2017/18 production: 50.5 million bags
- Domestic consumption estimated at 20.5 million bags



* Estimated



Production in Colombia



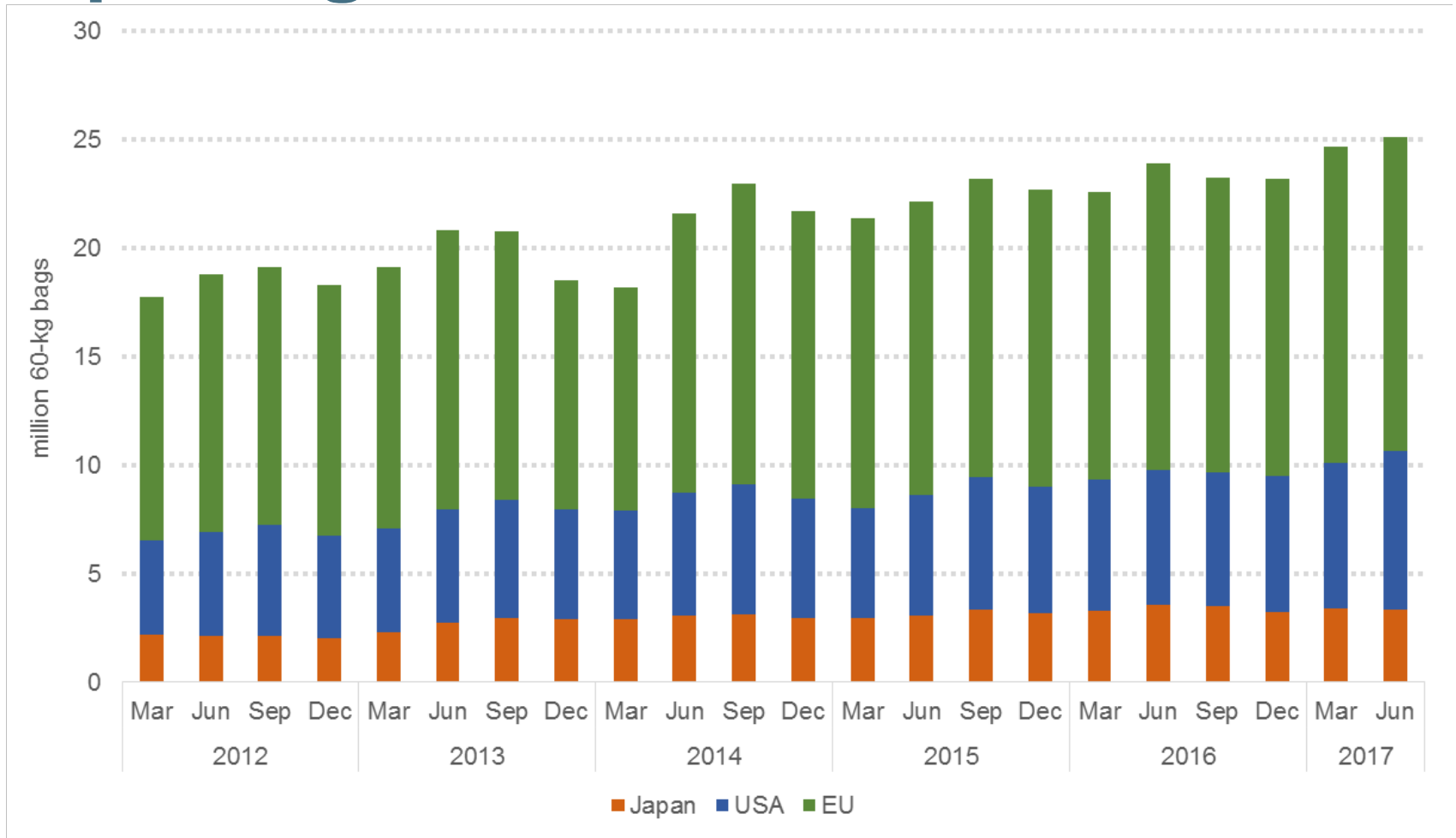
High export volumes...

	July 2016	July 2017	% change	2015/16	October - July 2016/17	% change
TOTAL	8 451	9 381	11.0%	96 255	101 931	5.9%
Arabicas	4 798	5 864	22.2%	59 085	64 219	8.7%
<i>Colombian Milds</i>	572	1 078	88.3%	11 163	12 239	9.6%
<i>Other Milds</i>	2 139	2 603	21.7%	19 244	22 787	18.4%
<i>Brazilian Naturals</i>	2 087	2 183	4.6%	28 678	29 193	1.8%
Robustas	3 653	3 518	-3.7%	37 170	37 712	1.5%

In thousand bags

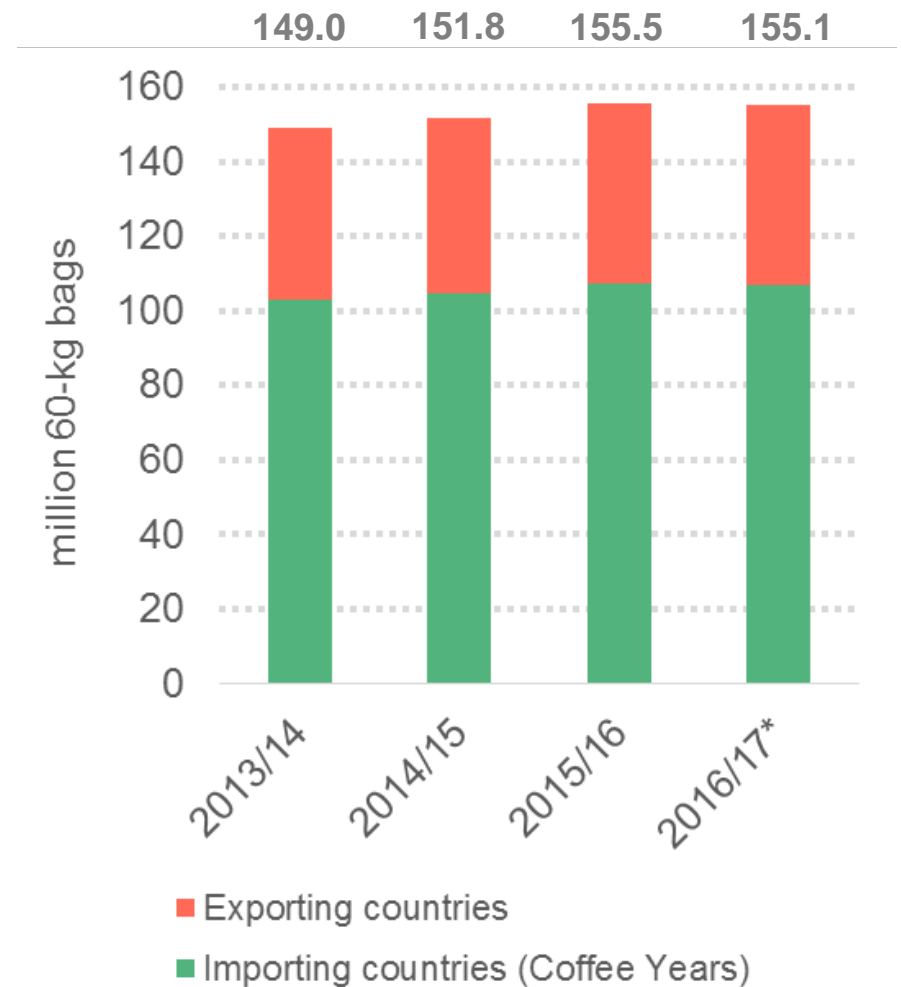


...led to a build-up of inventories in importing countries



World consumption

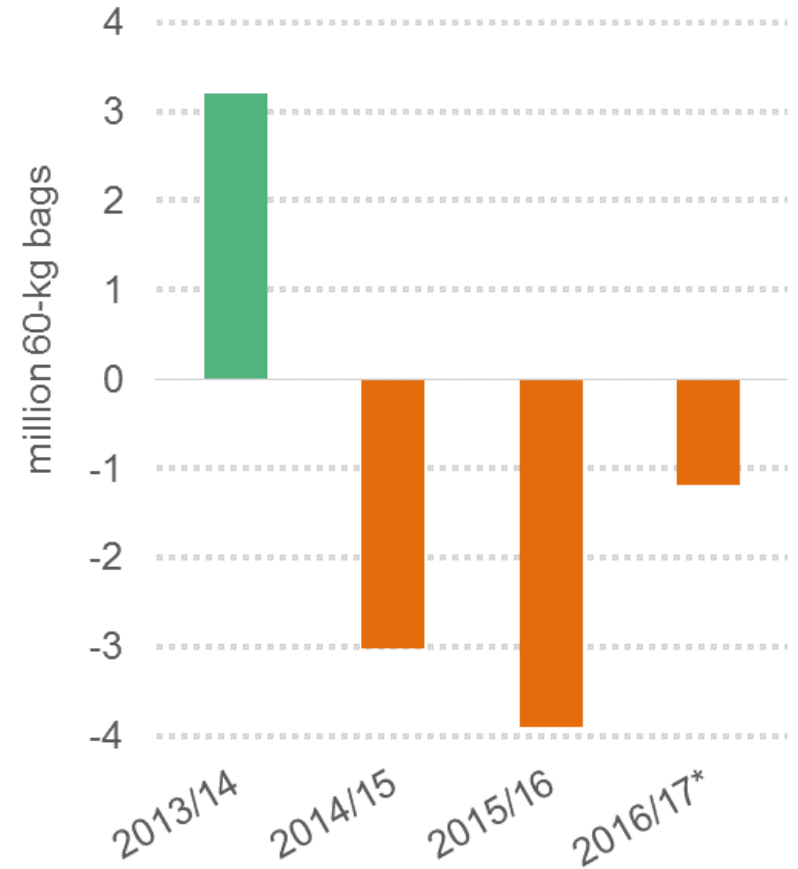
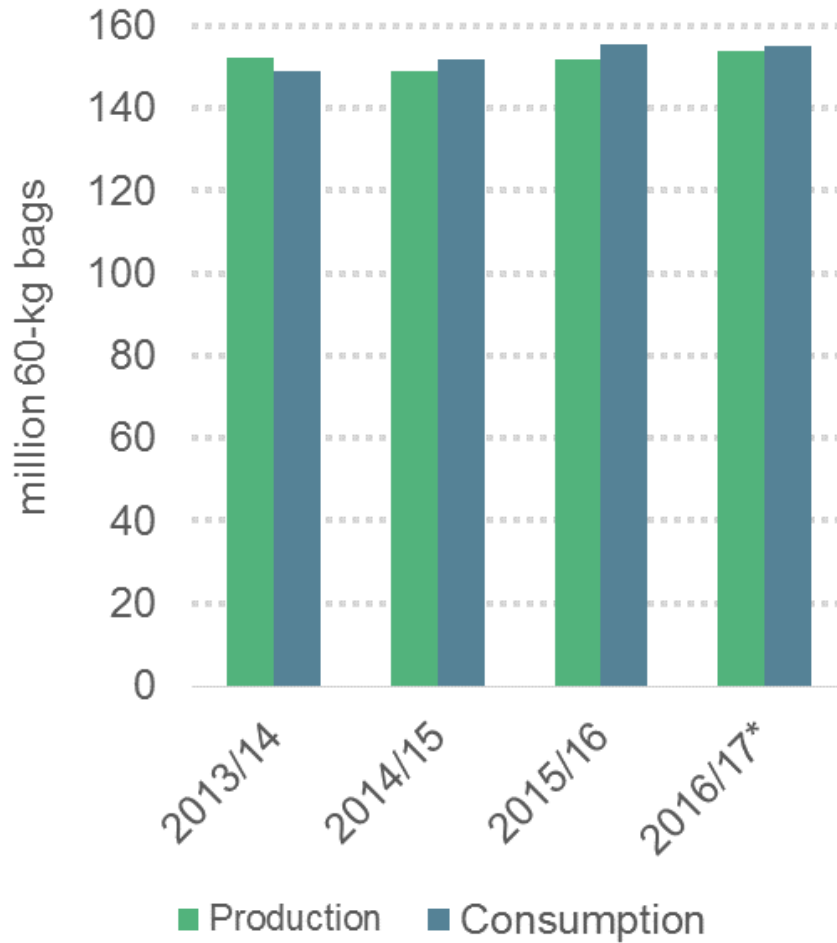
- Decreasing by 0.3% to 155.1 million bags in coffee year 2016/17
- Still strong demand in many countries, particularly some traditional markets
- But biggest potential is emerging markets and exporting countries



A large pile of colorful, wet berries, including raspberries, strawberries, and blueberries, is shown. A large, semi-transparent green circle is overlaid on the center of the image. Inside the circle, the word "Balance" is written in a white, sans-serif font.

Balance

Supply/Demand Balance



A scenic view of a coffee plantation with a large red circular overlay containing the word 'Conclusions'. The background shows a lush green landscape with coffee plants in the foreground and a forested hillside in the distance under a blue sky with a few clouds. The red circle is semi-transparent, allowing the background to be visible through it.

Conclusions

**Coffee market in deficit for
third consecutive year in
2016/17**



Robusta expected to rebound in 2017/18





**INTERNATIONAL
COFFEE
ORGANIZATION**

Thank you