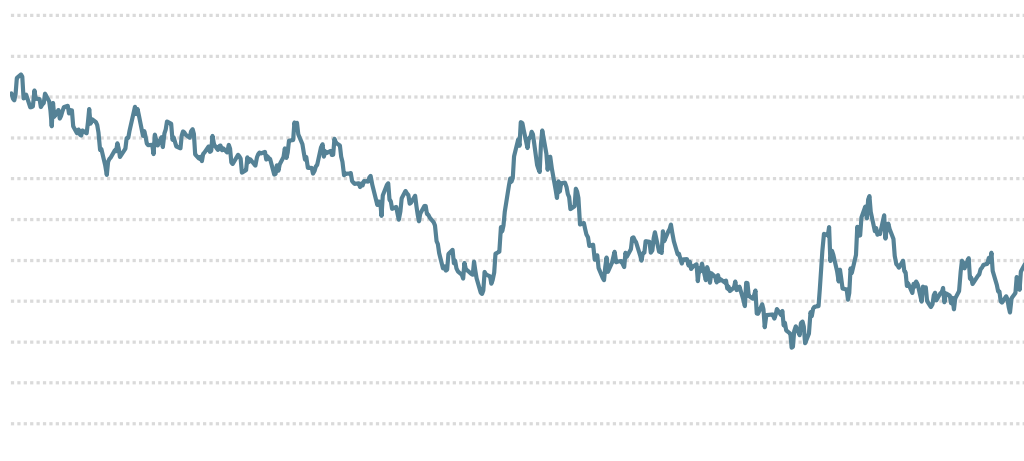




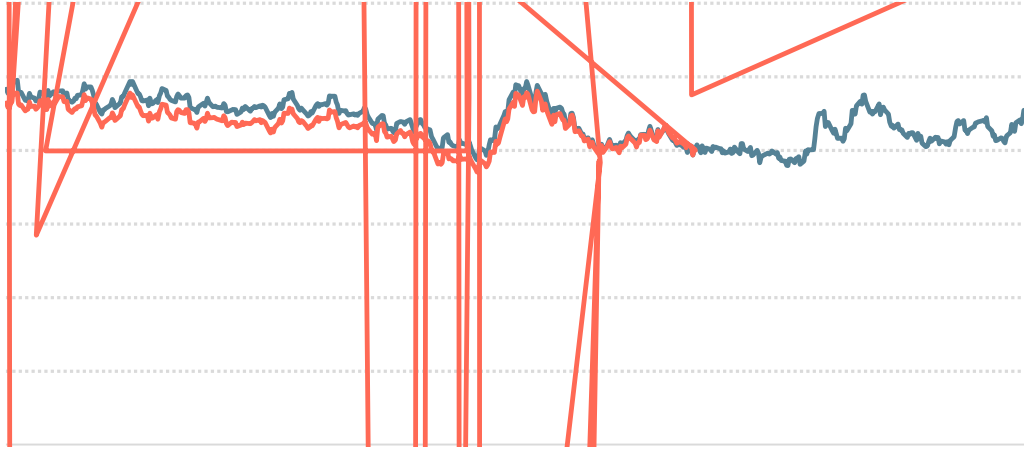
October 2019

## Global Coffee Production to Decrease in 2019/20

*World coffee production in coffee year 2019/20 is projected 0.9% lower at 167.4 million bags with a 2.7% decline in Arabica output to 95.68 million bags, while Robusta production is expected to rise by 1.5% to 71.72 million bags. South America's production is expected to fall by 3.2% to 78.08 million bags, due largely to the decline in Brazil's Arabica output in its off-year of the biennial crop cycle. Production from Asia & Oceania is projected to grow by 1.9% to 49.58 million bags due largely to a recovery in Indonesia's output while Viet Nam is expected to remain stable. Central America & Mexico could see an increase of 0.9% to 21.54 million bags while Africa's output is estimated to decline by 0.6% to 18.2 million bags. World coffee consumption growth is likely to slow in 2019/20 in line with the slower growth expected for the global economy, and demand is projected to increase by 1.5% to 167.9 million bags.*

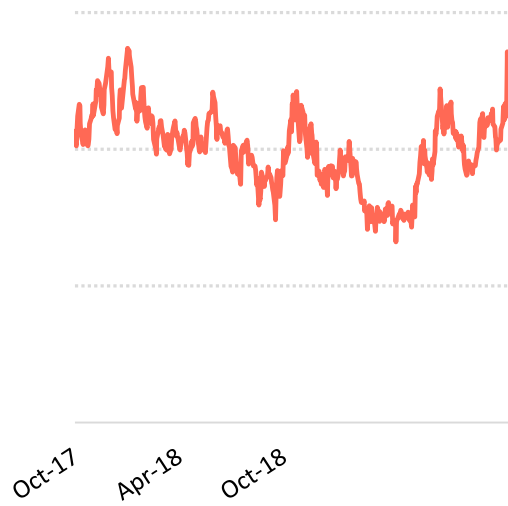


ICO composite indicator edged downward in October 2019 to 97.35 US cents/lb



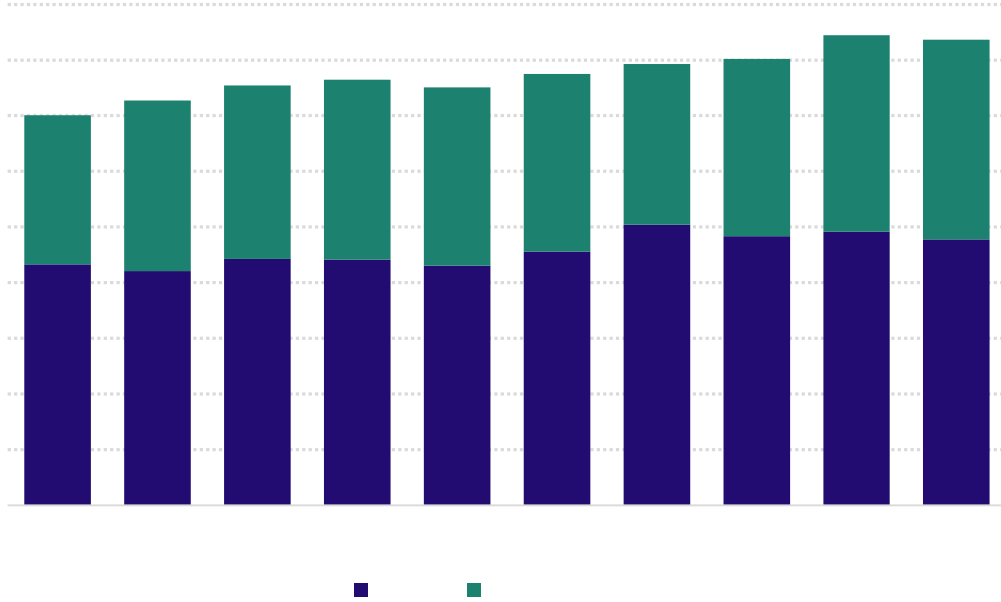
Prices for all group indicators, except Colombian Milds, fell in October 2019.

Arbitrage between Arabica and Robusta coffees, as measured on the New York and London futures markets, increased by 3.7% to 44.07 US cents/lb



Global exports in September 2019 declined by 3.1% to 9.29 million bags.

World production in coffee year 2018/19 is estimated at 169 million bags,



World production in coffee year 2019/20 is projected to fall by 0.9% to 167.4 million bags.

Output from Asia & Oceania is estimated to rise by 1.9% to 49.58 million bags.

Central America & Mexico's harvest is projected to grow by 0.9% to 21.54 million bags.

Africa's output is projected to decline by 0.6% to 18.2 million bags.

Compared to an average annual rate of 2.1% in the previous 10 years, growth in global consumption in 2018/19 and 2019/20 is estimated to be slower

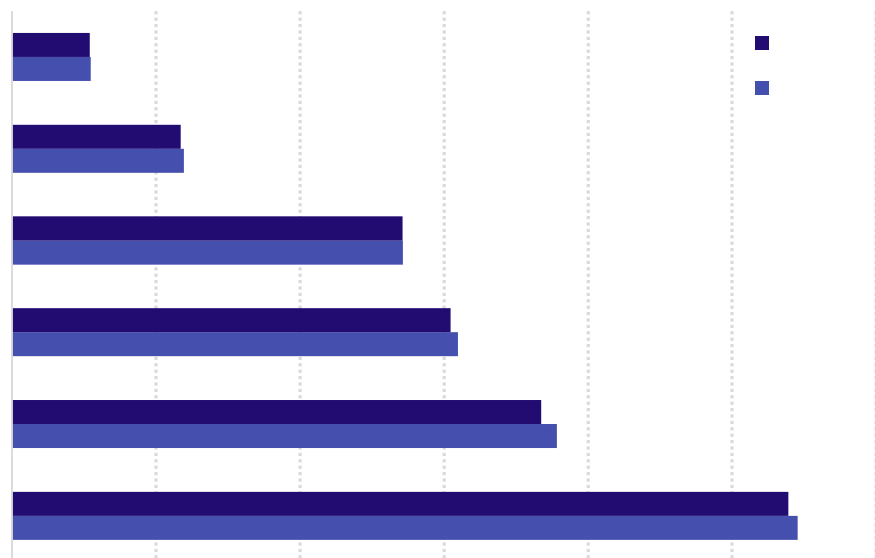


Table 1: ICO indicator prices and futures prices (US cents/lb)

Table 3: World supply/demand balance

| Coffee year<br>(October to September) | 2015    | 2016    | 2017    | 2018    | 2019*   | % change<br>18/19<br>to 19/20 |
|---------------------------------------|---------|---------|---------|---------|---------|-------------------------------|
| <b>PRODUCTION</b>                     | 154 996 | 158 625 | 160 370 | 169 001 | 167 399 | -0.9%                         |
|                                       |         |         |         |         |         | -2.7%                         |
|                                       |         |         | 63 672  | 70 673  | 71 718  | 1.5%                          |
|                                       |         |         | 17 370  | 18 304  | 18 201  | -0.6%                         |
|                                       |         |         | 46 608  | 48 662  | 49 577  | 1.9%                          |
|                                       |         |         | 21 725  | 21 345  | 21 544  | 0.9%                          |
|                                       |         |         | 74 667  | 80 691  | 78 078  | -3.2%                         |
| <b>CONSUMPTION</b>                    | 155 491 | 158 642 | 162 565 | 165 345 | 167 901 | 1.5%                          |