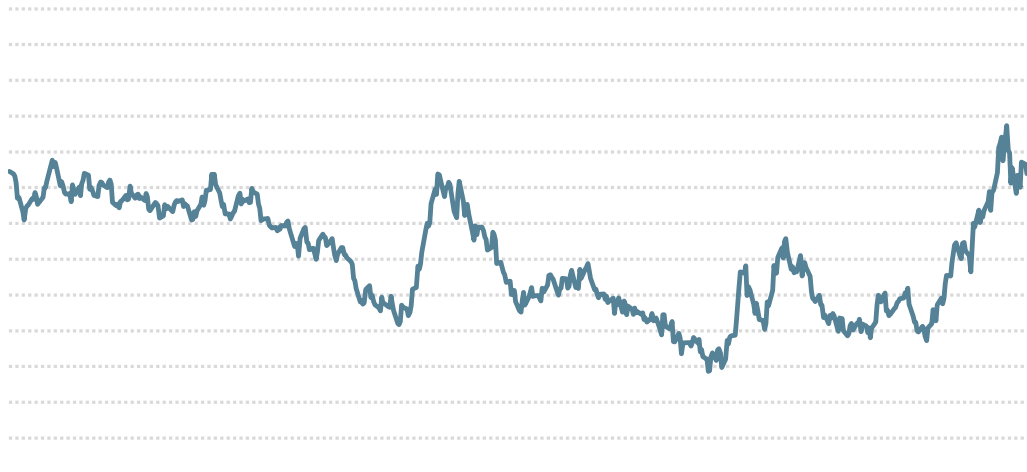
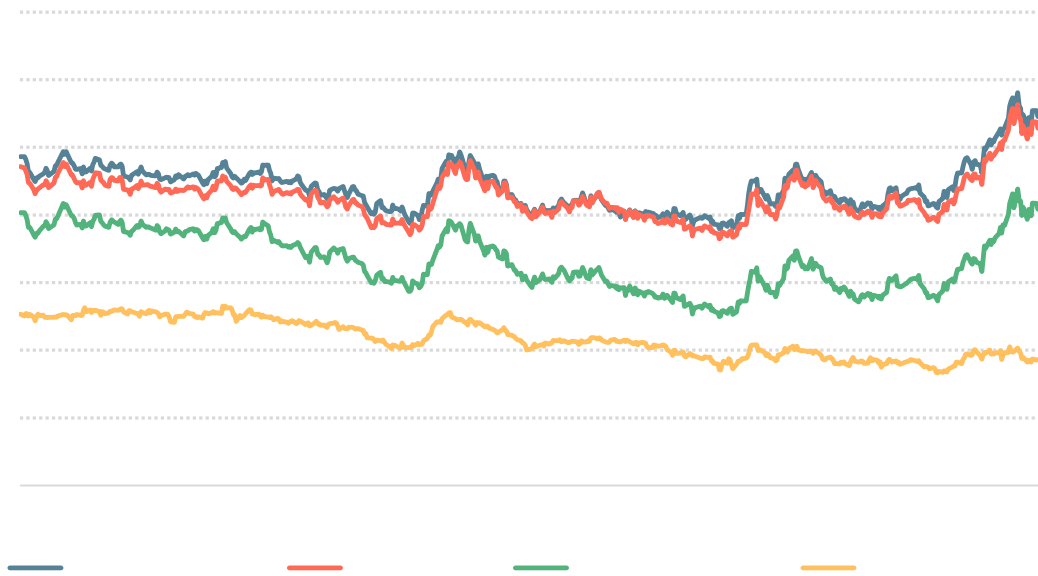




Coffee Market Prices Continued to Climb in December

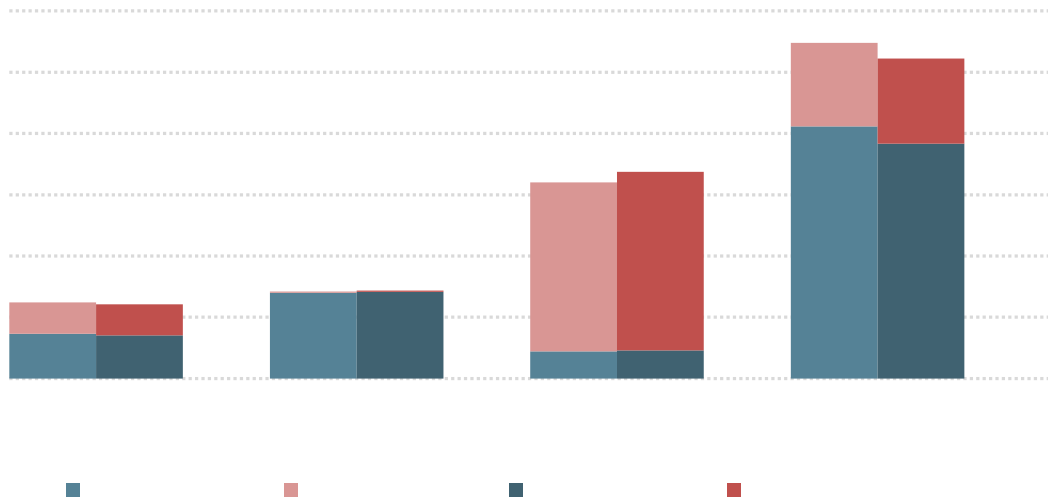


The ICO composite indicator continued to rise in December 2019, peaking at 123.69 US cents/lb on 16 December 2019.



Prices for all Arabica indicators rose in December 2019.





In crop year 2019/20, Brazil's total production is estimated at 57 million bags, which is 12.2% lower than last year.

Production in Viet Nam is expected to grow by 4.4% to 31.2 million bags in crop year 2019/20.

Colombia is the world's second largest producer of Arabica, and its ~~year~~ production in 2019/20 is forecast to reach 14.1 million bags, 17% higher than in 2018/19.

The long-term average annual growth rate for coffee demand is 2.2% as consumption has risen from 90.71 million bags to an estimated 169.34 million bags in 2019/20.

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

ICO Composite	Colombian Milds	Other Milds	Brazilian Naturals	Robustas	New York*	London*
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Monthly averages

% change between Nov19 and Dec19

Volatility (%)

Variation between Nov-19 and Dec19

Table 2: Price differentials (US cents/lb)

Colombian Milds	Colombian Milds	Colombian Milds	Other Milds	Other Milds	Brazilian Naturals	New York*
Other Milds	Brazilian Naturals	Robustas	Brazilian Naturals	Robustas	Robustas	London*

% change between Nov19 and Dec19

Table 3: World supply/demand balance

Coffee year commencing	2015	2016	2017	2018	2019*	% change 2018/19
PRODUCTION	154 996	158 625	162 676	170 223	168 711	-0.9%
						-4.1%
						3.7%
						-2.3%
						5.4%
						0.9%
						-4.7%
CONSUMPTION	155 491	158 642	162 555	168 099	169 337	0.7%
						1.0%
						0.6%
						1.8%
						2.9%
						1.4%
						-0.6%
						0.7%
						0.1%
BALANCE	-495	-18	121	2 124	-626	

Table 4: Total exports from exporting countries

	Nov-18	Nov-19	% change	October-November		
				2018/19	2019/20	% change
TOTAL	10 225	9 309	-9.0%	20 515	18 297	-10.8%

Table 5: Certified stocks on the New York and London futures markets

Dec18	Jan19	Feb19	Mar-19	Apr-19	May-19	Jun19	Jul19	Aug19	Sep19	Oct19	Nov19	Dec19
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Explanatory Note for Table 3
