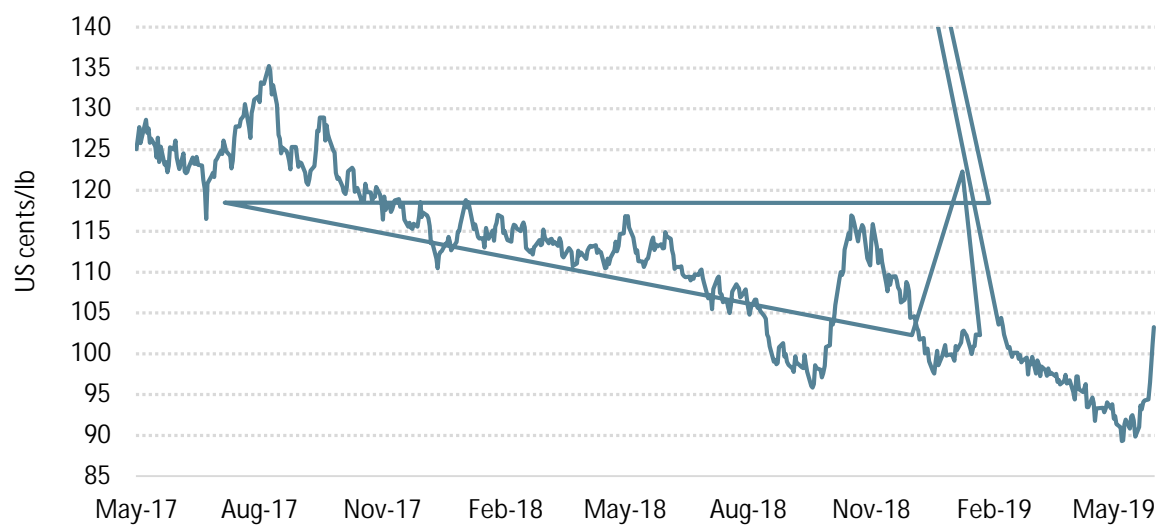


Despite upturn at the end, global coffee prices remain the lowest monthly average of the coffee year

Figure 1: ICO composite indicator daily prices

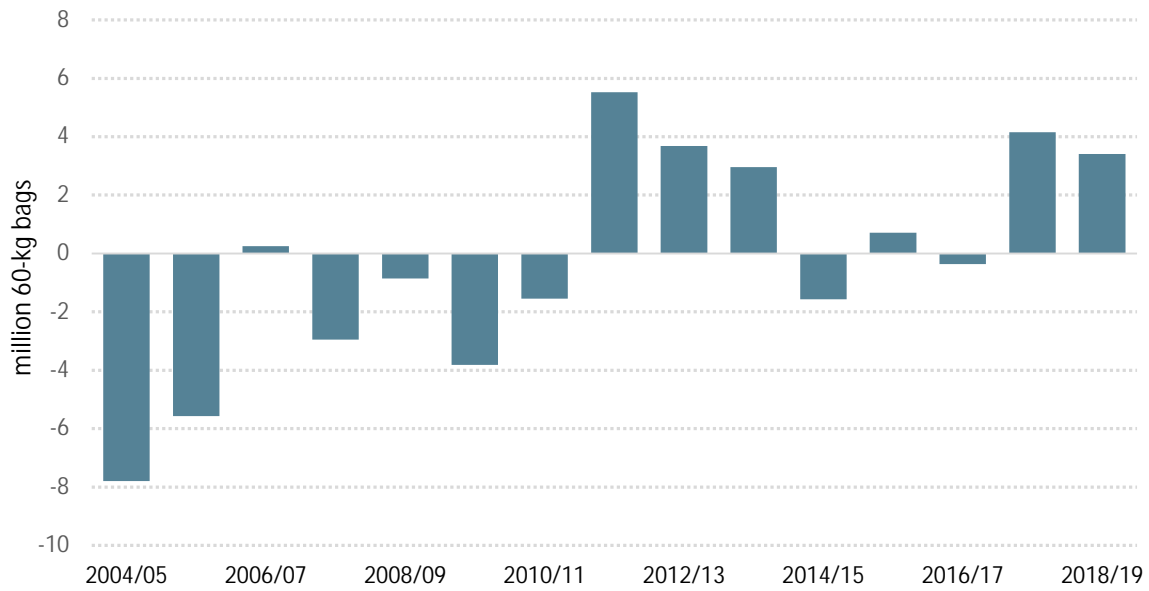


Although the

1.2% lower than in April 2019, the last two weeks of the month saw a sharp reversal in the downward trend. The daily composite indicator reached its lowest point on 7 May, when it fell to 89.31 US cents/lb. However, on 30 and 31 May, it reached 101.17 US cents/lb and 103.25 US cents/lb, respectively. This is the first time since 18 February 2019 when the daily composite indicator was over 100 US cents/lb. Market fundamentals, including reports of adverse weather negatively affecting Brazil's new crop, and a strengthening of the Brazilian real in the second half of May are the main drivers of the daily composite price in May.

Robusta prices experienced the largest decline, averaging 71.12 US cents/lb, 2.9% lower than in April 2019. Brazilian Naturals fell by 0.6% to 91.95 US cents/lb, while

Figure 6: Global coffee balance



© 2019 International Coffee Organization (www.ico.org)

Consumption is estimated to rise by 2% to 164.64 million bags, with consumption in exporting countries growing by 1.3% to 50.26 million bags. While demand has grown at an average annual rate of 2.2% in the last five years, global output is expected to exceed it by 3.41 million bags in coffee year 2018/19, making this the second consecutive year of surplus.

May-18	113.34	140.26	135.61	119.57	88.74	122.50	79.85
Jun-18	110.44	138.55	134.03	115.10	86.07	120.19	77.40
Jul-18	107.20	133.92	130.60	110.54	84.42	114.06	75.56
Aug-18	102.41	129.99	125.21	104.46	80.74	108.12	71.94
Sep-18	98.17	125.74	121.18	99.87	76.70	102.83	68.03
Oct-18	111.21	140.83	137.34	115.59	85.32	119.73	77.16
Nov-18	109.59	139.27	137.11	113.27	83.52	117.06	75.23
Dec-18	100.61	127.86	127.10	102.10	77.57	105.79	69.59
Jan-19	101.56	129.28	128.46	102.94	78.24	107.93	70.32
Feb-19	100.67	127.93	128.45	100.06	78.65	104.12	70.52
Mar-19	97.50	125.23	123.89	95.81	76.96	98.84	68.61
Apr-19	94.42	124.42	121.13	92.47	73.28	95.31	65.06
May-19	93.33	124.40	120.55	91.95	71.12	94.86	62.45
	-1.2%	0.0%	-0.5%	-0.6%	-2.9%	-0.5%	-4.0%
May-19	7.1%	6.6%	6.8%	8.9%	7.4%	10.0%	8.7%
Apr-19	6.2%	6.3%	6.5%	8.5%	5.4%	8.7%	6.0%
	0.8	0.3	0.3	0.4	2.0	1.3	2.7

* Average price for 2nd aage pe price 10.3



Arabica	87 064	93 402	99 676	101 032	103 714
Robusta	62 902	62 751			
Africa	15 983	15 734			
Asia & Oceania	46 274	49 323			
Mexico & Central America	17 188	17 237			
South America	70 486	73 859			
		155 443	157 768	161 381	164 636
Exporting countries	46 505	47 500	48 458		
Importing countries	105 000	107 943	109 310		
Africa	10 802	11 103	10 767		
Asia & Oceania	31 950	32 863	34 114		
Mexico & Central America	5 146	5 144	5 174		
Europe	51 008	52 147	52 043		
North America	27 645	28 934	29 559		
South America	24 954	25 251	26 111		

In thousand 60-kg bags

*preliminary estimates

Note: Data on crop year production can be found at www.ico.org/trade_statistics.asp



Arabicas	6 364	6 817	7.1%	44 728	47 913	7.1%
			2.1%			8.0%
			-1.6%			-8.9%
			17.7%			18.5%
Robustas	3 889	3 909	0.5%	26 163	26 094	-0.3%

In thousand 60-kg bags

New York	2.28	2.33	2.33	2.51	2.70	2.78	2.79	2.80	2.82	2.83	2.84	2.81	2.75
London	1.34	1.14	1.28	1.26	1.51	1.58	1.77	1.88	2.08	2.01	1.97	1.98	2.11

In million 60-kg bags

