

June 2019

Sustained growth in June global coffee prices

The monthly average of the ICO composite indicator rose by 7.1% to 99.97 US cents/lb in June 2019 which is the first increase in the monthly average since January 2019. In May 2019, world coffee exports rose by 19.4% to 11.6 million bags compared to May 2018 while exports in the first eight months of coffee year 2018/19 rose by 7.5% to 86.57 million bags. Demand for coffee appears to be strong as imports by ICO importing Members and the United States, which account for around 75% of global imports, increased by 4.9% to 66.56 million bags in the first six months of coffee year 2018/19. Global coffee consumption is estimated to grow by 2% to 164.64 million bags in coffee year 2018/19. Despite the ongoing demand growth, a global production surplus of 3.11 million bags is expected in coffee year 2018/19.

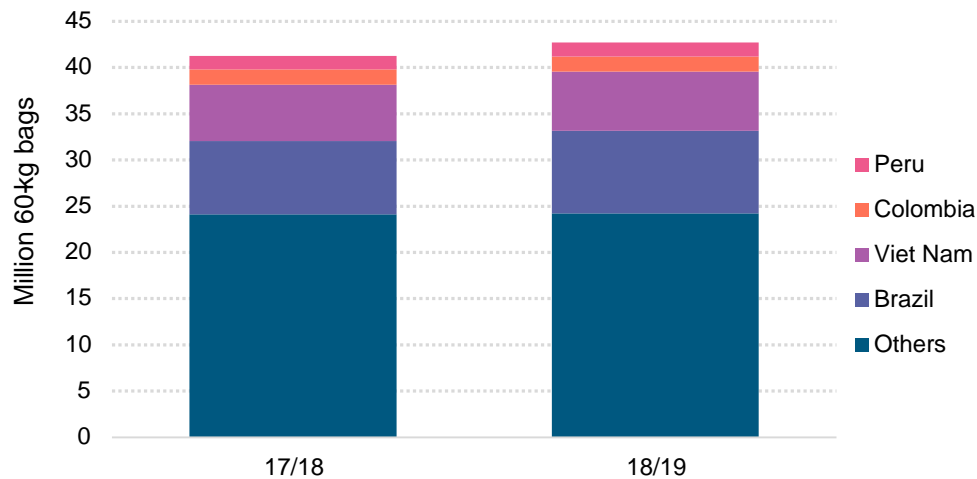
Figure 1: ICO composite indicator daily prices



The price rose 7.1% higher than in May 2019.
This was the first increase in the monthly price since January 2019, when prices rose by 0.9% to

This was followed by Viet Nam (15%), Colombia (3.8%), Peru (3.6%) and Honduras (3%). Imports from Brazil and Viet Nam increased by 12.5% to 8.92 million bags and by 5% to 6.41 million bags in the first half coffee year 2018/19. However, imports from Colombia declined by 2.7% to 1.63 million bags and from Honduras by 4.8% to 1.3 million bags. Peru shipments to the European Union increased by 6.5% to 1.54 million bags.

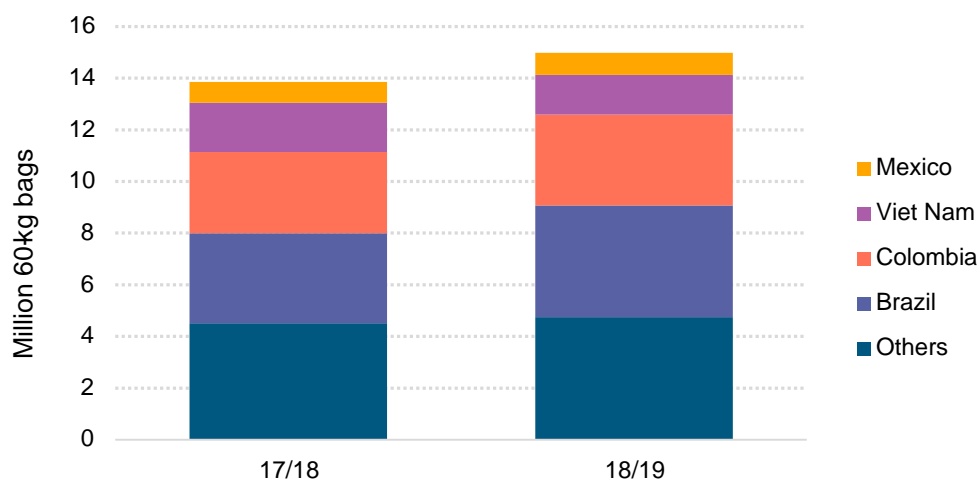
Figure 5: European Union imports: October to March



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


Viet Nam represented 10.2%, Mexico 5.7% and Peru 5.1% of US imports. Shipments from the five largest origins increased in October 2018 to March 2019 except for Viet Nam where they declined by 19.7% to 1.53 million bags. US imports from Brazil increased by 24.5% to 4.33 million bags and from Colombia by 11.4% to 3.52 million bags. Shipments from Mexico amounted to 85,799 bags, 6% higher than in October 2017. March 2018, and from Peru rose by 20% to 767,411 bags.

Figure 6: United States imports: October to March



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

Similar to the European Union and the United States,



Jun18	110.44	138.55	134.03	115.10	86.07	120.19	77.40
Jul18	107.20	133.92	130.60	110.54	84.42	114.06	75.56
Aug18	102.41	129.99	125.21	104.46	80.74	108.12	71.94
Sep18	98.17	125.74	121.18	99.87	76.70	102.83	68.03
Oct18	111.21	140.83	137.34	115.59	85.32	119.73	77.16
Nov18	109.59	139.27		27		77.	



Arabica	87 064	93 402	99 676	101 032	103 714
Robusta	62 902	62 751	57 726	64 508	64 369
Africa	15 983	15 734	16 718	17 538	17 740
Asia & Oceania	46 274	49 323	45 299	49 024	48 177
Mexico & Central America	17 188	17 237	20 466	21 596	21 715
South America	70 486	73 859	74 919	77 059	80 115