

Good afternoon,

We have just received publication of the official estimate of harvest 2020/2021 by the Ministry (NASS), commonly known as OBJECTIVE estimation.

Based on the official acreage figure of 1,260,000 acres and considering a yield of 2,380 lb / acre, a harvest of 3 BLB is estimated.

This means + 18.3% compared to the current harvest of 2,536 Blb and that the estimated yield is + 10.7%, higher than the current 2,150 lb / acre. As we already commented in previous reports, surface went from 1,180,000 acres for this season that ends to 1,260,000 acres for the next one, which meant an increase of + 6.78%

Let's see the evolution of the estimates regarding real harvest:

	TNT/GLM (BLB)	SUBJECTIVE (BLB)	OBJECTIVE (BLB)	REAL
CROP 2017	2,27	2,20	2,25	2,26
CROP 2018	2,51	2,30	2,45	2,27
CROP 2019	2,53	2,50	2,20	2,53
CROP 2020	2,96	3,00	3,00	¿¿

February was a very dry month in California, which provided excellent flowering conditions and plenty of opportunities for pollination. This year the effect of frost has been non-existent. There were isolated storms in late March and early April that brought rain and even hail in some areas. There were also reports of gusts of wind knocking down trees, as well as branches breaking from the weight. High temperatures in late May and through June helped develop the crop through its final stages. Irrigation was necessary and water availability wasn't a problem. Along with a large increase in acreage, the 2020 harvest is estimated to be the largest in history.

Average set of almonds per tree is 5,645, representing an increase of 21% compared to 2019.

Production of Nonpareil variety is expected to + 24%. This variety represents 43% of the total production of California almonds

So there are no surprises. We have very similar data in the three main estimations. Therefore, what was said several weeks ago doesn't occur, there being some opinion estimated even 3.20 Blb, nor does it produce what has been said in recent weeks, a bearish harvest environment thought of lower values and caused a small increase in price.

We will see how the market reacts to this new estimation, although, an estimation that reaffirms the previous one and will cause even more stability in the market.

This week of data doesn't end here. Let's remember next Friday, July 10th we will have shipments report for June 2020.

We hope this information helps you.

Thank you very much.