

Restaurants may feel the pinch of pricier coffee later this year

Prices for arabica coffee futures hit a 26-month high amid a drought in Brazil, which produces a third of the world's coffee and more than half of its arabica beans.

Restaurants and retail customers may start feeling the pinch of higher prices as soon as next month, after roasters run through stockpiles and need to buy more beans at new, higher prices, experts say.