

COFFEE BOARD: BANGALORE
Daily Coffee Market Report Wednesday August 22, 2007

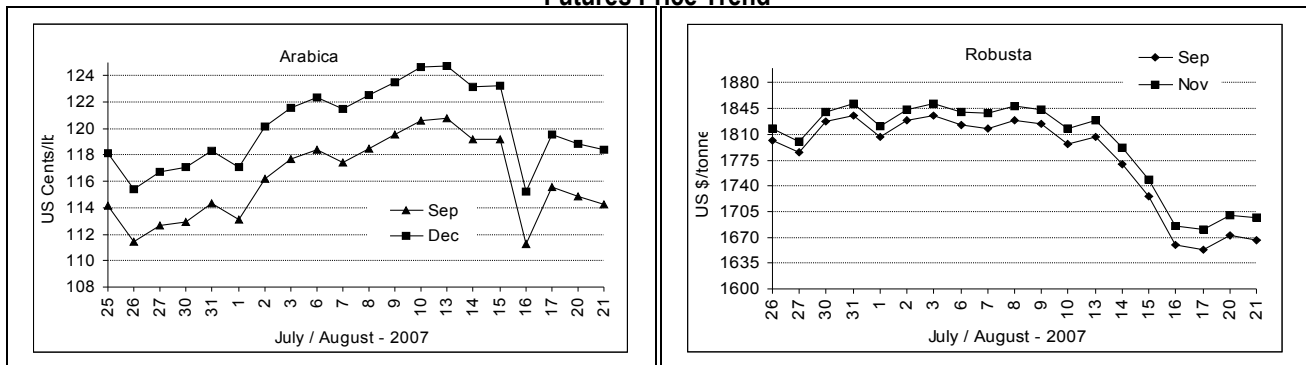
Futures Prices 21.08.2007					
New York US cents / lb			London US \$ / tonne and cents / lb in brackets		
Month	Price	Prev. Price	Month	Price	Prev. Price
Sep – 2007	114.25	114.85	Sep – 2007	1666 (75.57)	1672 (75.84)
Dec – 2007	118.35	118.85	Dec – 2007	1697 (76.97)	1700 (77.11)
Mar – 2008	122.10	122.55	Jan – 2008	1708 (77.47)	1710 (77.56)

ICO Indicator Prices of 20.08.2007 and previous price in brackets (US cents/lb)

Arabica (N.Y)	Robusta (N.Y)
122.50 (123.25)	85.63 (84.88)

Exchange Rate Rs./ US \$
41.06

Futures Price Trend



Market Analysis

NYBOT arabica coffee futures dipped on Tuesday breaking Monday's lows early and extending losses a bit in late action as September-December rolling dominated before notices begin Thursday. Nybot September closed down 60 points at \$1.1425 a pound, with December off 50 points at \$1.1835. LIFFE robusta coffee futures finished slightly lower Tuesday as the market consolidated following last week's tumble. Lower NYBOT arabica prices added to the weaker sentiment. Producers with freshly harvested supplies in Indonesia have backed away from selling at the lower levels as Vietnam's harvest won't start until November. November ended \$3 lower at \$1,697 a metric ton with 8,355 lots moved.

Global: Hurricane Dean, downgraded to a Category 1 storm from a Category 5 in the Yucatan Tuesday, will lash Mexican coffee areas as it speeds into the nation's mainland. Land slides will pose a threat. Mexico's 2007-08 (October-September) crop was forecast at 4.5 million bags, up 7% from last year, by USDA in May, but that view assumed favorable weather. Mexico is in the first year of a 10-year plan to stimulate domestic java demand and de-emphasize exports, which require 70% of output now. Brazilian officials approved BRL300 million for next year's Pepero coffee-grower financing and may double that amount, especially since the next crop will be bigger. The 2007-08 Pepero program covered 5 million bags of output, but more will be subsidized in 2008-09.

Differentials:	Ar. Plant. A	Ar.Chy.AB	Rob.Pmt.AB	Rob.Chy.AB
	NY +4	NY -15	LIFFE +530	LIFFE +110

ICTA Auction Prices Rs/Kg as on 16.08.2007

Grade	MNEB/AA	PB	A	AB	B	C	BBB
Arabica Plantation	112.00	131.82	----	----	----	----	74.00
Arabica Cherry	----	----	----	97.40	----	----	----
	RKR	PB	AA	AB	C	BBB	
Robusta Parchment	----	----	----	----	----	----	----
Robusta Cherry	----	----	----	----	----	----	----

Raw Coffee Price (Karnataka) as on 20.08.2007 in Rs./50 kg

Ar.Pmt	Ar.Chy	Rob.Pmt	Rob.Chy
3900 - 4100	1900 - 2100	3500 - 3650	1700 - 1750

Export update: From 1st Jan to August 21, 2007 (in metric tonnes)

	INDIAN COFFEE	Ar.Pmt	Ar.Chy	Rob.Pmt	Rob.Chy	Instant	Total
1	Provisional exports (Indian coffee)	24080	8291	16293	65498	32540	146702
2	Exports corresponding period last year	42209	8415	17006	67199	12446	147275
3	Provisional re exports	---	---	---	---	8630	8630
4	Re exports corresponding period last year	---	---	---	---	19117	19117
5	Total provisional exports (1+3)	24080	8291	16293	65498	41170	155332
6	Total exports corresponding period last year (2+4)	42209	8415	17006	67199	31563	166392