

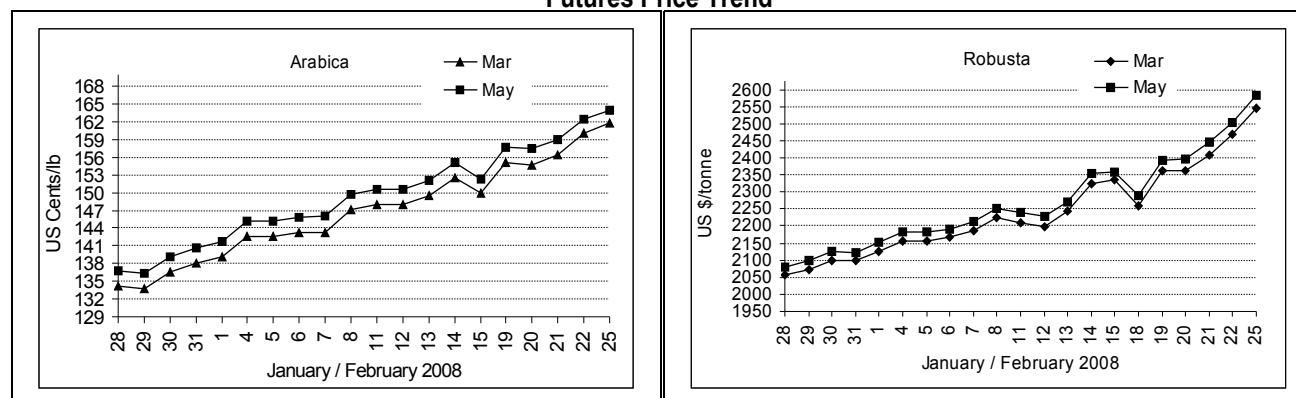
**COFFEE BOARD: BANGALORE**  
**Daily Coffee Market Report Tuesday February 26, 2008**

Futures Prices 25.02.2008					
ICE (New York) US cents / lb			London US \$ / tonne and cents / lb in brackets		
Month	Price	Prev. Price	Month	Price	Prev. Price
Mar – 2008	161.70	160.15	Mar – 2008	2544 (115.39)	2468 (111.95)
May – 2008	164.00	162.40	May – 2008	2582 (117.12)	2502 (113.49)
July – 2008	166.35	164.80	July – 2008	2601 (117.98)	2523 (114.44)

**ICO Daily weighted average price on 22.02.2008 and previous price in brackets (US cents/lb)**

Other Mild Arabica	Robusta	Exchange Rate Rs./ US \$
164.25 (161.28)	120.69 (117.18)	40.05

**Futures Price Trend**



**Market Analysis**

ICE pit-traded arabica coffee futures ended stronger on Monday but profit taking pared a pre-dawn screen surge to 10-year highs. ICE pit March settled up 155 points at \$1.6170 a pound, with May gaining 160 points to \$1.64. Speculators took profits at the highs but origins weren't active sellers in futures. Robusta coffee in London climbed to the highest since 1995 as funds increased purchases on speculation that supply won't meet demand. Robusta has surged a record 34 percent this year as growers in Vietnam, the biggest producer of the variety, withhold sales of the beans in anticipation of further price gains. LIFFE Mar settled up \$76 at \$2544/tonne while May settled up \$80 at \$2582/tonne.

**Global:** Commodities have surged since the start of the year, led by metals and agriculture, as cooling economic growth prompts money managers to seek alternative investments to stocks and bonds. The price gain is due to the speculative money inflow coming into soft commodities, especially coffee and sugar, according to commodities analysts. The fundamentals are good. Demand is strong, production will not be able to meet consumption this year.

Differentials:	Ar. Plant. A	Ar.Chy.AB	Rob.Pmt.AB	Rob.Chy.AB
	NY -3	NY -22	LIFFE +500	LIFFE +30

**ICTA Auction Prices Rs/Kg as on 21.02.2008**

Grade	MNEB/AA	PB	A	AB	B	C	BBB
Arabica Plantation	134.48	132.32	133.74	133.74	126.32	117.32	103.16
Arabica Cherry	116.00	109.72		---	---	---	---
	RKR	PB	AA	AB		C	BBB
Robusta Parchment	--	---	---	---	---	95.00	---
Robusta Cherry	---	---	---	---	---	---	---

**Raw Coffee Price (Karnataka) as on 25.02.2008 in Rs./50 kg**

Ar.Pmt	Ar.Chy	Rob.Pmt	Rob.Chy
5325 - 5475	2850 - 2925	4600 - 4650	2400 - 2425

**Export update:** From 1<sup>st</sup> January to February 25, 2008 (in metric tonnes)

INDIAN COFFEE		Ar.Pmt	Ar.Chy	Rob.Pmt	Rob.Chy	Instant	Total
1	Provisional exports (Indian coffee)	6882	2049	874	11539	5863	27207
2	Provisional exports corresponding period last year	4877	2885	1272	10562	7258	26854
3	Provisional re-exports					5105	5105
4	Provisional re-exports corresponding period last year					3565	3565
5	Total provisional exports (1+3)	6882	2049	874	11539	10968	32312
6	Total provisional exports corresponding period last year (2+4)	4877	2885	1272	10562	10823	30419