

**COFFEE BOARD: BANGALORE**  
**Daily Coffee Market Report Wednesday July 25, 2007**

**Futures Prices 24.07.2007**

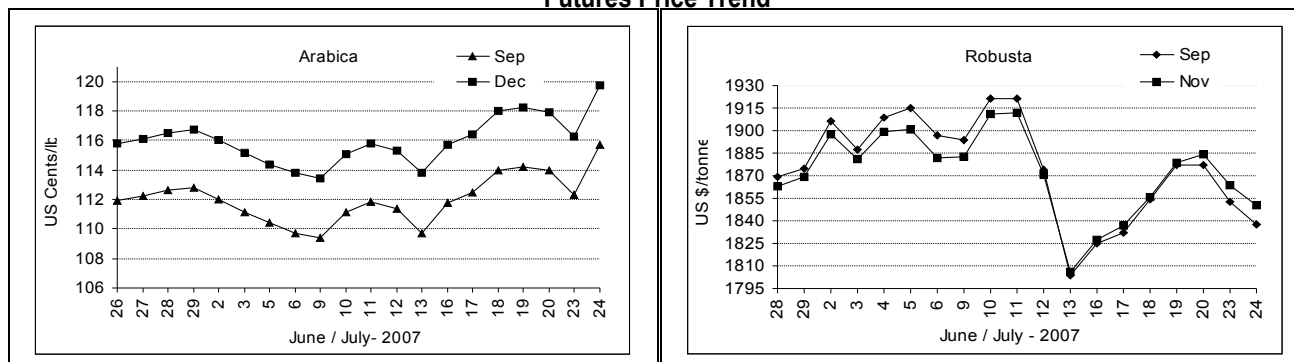
New York US cents / lb			London US \$ / tonne and cents / lb in brackets		
Month	Price	Prev. Price	Month	Price	Prev. Price
Sep – 2007	115.75	112.35	July – 2007	1825 (82.78)	1837 (83.33)
Dec – 2007	119.70	116.30	Sep – 2007	1838 (83.37)	1853 (84.05)
Mar – 2008	123.35	119.95	Dec – 2007	1850 (83.91)	1864 (84.55)

**ICO Indicator Prices of 23.07.2007 and previous price in brackets (US cents/lb)**

Arabica (N.Y)	Robusta (N.Y)
116.25 (117.88)	92.88 (94.13)

Exchange Rate Rs./ US \$
40.24

**Futures Price Trend**



**Market Analysis**

NTBOT arabica coffee futures sped to one-month highs on Tuesday recovering from an early dip through Monday's lows as funds and arbitragers bought and stops were sparked. Buyers were spurred by the news that Kraft Foods (KFT) will reduce robusta coffee use and by cold Argentine weather that's being monitored for any movement into Brazil. Nybot September closed up 340 points in the pit at \$1.1575 a pound, with December up 340 points at \$1.1970. LIFFE Sep settled down \$15 at \$1838/tonne while Nov settled down \$14 at \$1850/tonne.

**Global:** Under a quality initiative, Kraft will remove robusta beans from its arabica-robusta blend in regular Maxwell House coffee starting this fall, but will still use robustas in Maxwell House Master Blend - used mainly for office java - and in instant coffee. Using more arabicas and less robustas will cost Kraft more, but the company says it has no plans to hike Maxwell House prices anytime soon. U.S. roasters began using robustas in their commercial, arabica-coffee blends in the 1950s and today use anywhere from 30% to 70% robustas in those blends. Northern Argentina will be cold overnight it is to be seen if that weather moves into Brazil. Meteorologists expect no frost threat in Brazil's coffee areas this week, however.

Differentials:	Ar. Plant. A	Ar.Chy.AB	Rob.Pmt.AB	Rob.Chy.AB
	NY +6	NY -15	LIFFE +530	LIFFE +90

**ICTA Auction Prices Rs/Kg as on 19.07.2007**

Grade	MNEB/AA	PB	A	AB	B	C	BBB
Arabica Plantation	----	----	109.32	----	91.90	89.00	72.66
Arabica Cherry	----	89.50	----	----	----	73.50	69.96
	RKR	PB	AA	AB	C	BBB	
Robusta Parchment	----	----	----	97.00	----	72.26	
Robusta Cherry	----	77.14	81.10	79.58	75.54	72.80	

**Raw Coffee Price (Karnataka) as on 18.07.2007 in Rs./50 kg**

Ar.Pmt	Ar.Chy	Rob.Pmt	Rob.Chy
3865 - 4000	1875 - 1950	3550 - 3625	1810 - 1850

**Export update: From 1<sup>st</sup> Jan to July 24, 2007 (in metric tonnes)**

	INDIAN COFFEE	Ar.Pmt	Ar.Chy	Rob.Pmt	Rob.Chy	Instant	Total
1	Provisional exports (Indian coffee)	22293	8064	14859	59169	29914	134299
2	Exports corresponding period last year	39559	7881	14128	57954	9900	129422
3	Provisional re exports	---	---	---	---	7465	7465
4	Re exports corresponding period last year	---	---	---	---	18069	18069
5	Total provisional exports (1+3)	22293	8064	14859	59169	37379	141764
6	Total exports corresponding period last year (2+4)	39559	7881	14128	57954	27969	147491