

VEGOIL

November 21, 2005

MAJOR ACTIVITY HIGHLIGHTS

- BMD CPO Futures Settle Lower on Unfriendly Export

Settle Lower on Unfriendly Export

TECHNICAL ANALYSIS

COMMODITY: SOY OIL

Perspective: Very Short Term

NCDEX December Contract

Technical Analysis for December Contract:

1. The MACD is moving upwards and about to make bullish crossover with signal line.
2. stochastic indicator is moving upward in the neutral zone, indicating bullishness to continue in short term.
3. Close above 9 days EMA and near 18 days EMA is about to give bullish signal.

Market Advice: Remain go long cautiously. Market is expected to open firmly.

Resistance & Support Levels (Most Active Contract)

Contract	Supp 1	Supp 2	Res 1	Res 2
NCDEX Dec '05	352.420	351.00	354.60	356.40

Abbreviations:

MA - Moving Average

MACD - Moving Average Convergence Divergence

% K-Line & % D-Line - Faster & Slower Lines of Stochastic Oscillators



MARKET HIGHLIGHTS & FUNDAMENTAL ANALYSIS

International:

CBOT remain closed on Saturday and Sunday

CBOT Soy oil futures as 18.11.2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Close	Change
Dec'05	22.16	22.08	22.08	21.90	22.01	-0.15
Jan'06	22.34	22.19	22.23	22.05	22.19	-0.15
Mar'06	22.60	22.48	22.48	22.34	22.43	-0.17
May'06	22.83	22.70	22.70	22.55	22.68	-0.15
Jul '06	23.03	22.90	22.95	22.75	22.94	-0.09
Aug'06	23.13	23.05	23.05	22.95	23.04	-0.09

CBOT remains closed on Saturday and Sunday.

BMD Crude Palm oil Futures Settle Lower on Unfriendly Export

Crude Palm oil Futures at Bursa Malaysia Derivatives settled lower on Monday following unfriendly export data. Benchmark February future settled off MYR5 at MYR1413 per ton. Unfriendly export data added further concern over rising stock. Cargo Surveyor SGS estimated the Malaysian Palm oil export for November 1-20 at 679,348 ton, up 14% against its export during the corresponding period last month. Market was expecting this figure close to 7 lakh ton. The only pushy factor is seasonal decline in MPO production from this month itself. Palm oil production shrinks during November to February.

BMD: CPO Futures (21.11.2005) (Ringgit/ton)

Months	Previous	Open	High	Low	Close	Change	Volume
Dec '05	1418	1410	1414	1410	1414	-4	112
Jan '06	1420	1413	1416	1409	1413	-7	618
Feb '06	1418	1417	1417	1409	1413	-5	1687
Mar '06	1419	1410	1415	1410	1413	-6	150
Apr '06	1419	1415	1415	1415	1415	-4	1

BMD remains closed on Saturday and Sunday.

Revised tariff rate on 16.11.2005 by the GOI.

(Unit: US \$ / Metric Tonnes)

Commodities	Revised tariff rate	Previous tariff rate	Difference (\$/ MT)
CPO palm oil	433	434	- 1
Crude palmolein	440	443	- 3
RBD palm oil	435	439	- 4
RBD Palmolien	445	449	- 4
Crude soybean oil	510	513	- 3

Palm Oil

Palm oil prices at spot market continued range bound. Cargo Surveyor SGS estimated the Malaysian Palm oil export for November 1-20 at 679,348 ton, up 14% against its export during the corresponding period last month. Market was expecting this figure close to 7 lakh ton. Market sentiment expected range bound.

Palm oil - Spot Market Price (Rs. per 10 kg)

Centres	21.11.05	19.11.05	Change
Kandla CPO (5 % FFA)	338	338	0
Kandla RBD Palmolein	358	358	0
Mumbai RBD Palmolein	372	372	0
Chennai RBD Palmolein	380	378	+2
Kakinada RBD Palmolein	379	380	-1

Soy oil

Domestic market sentiment of soy oil slightly increased. December Soy oil prices were quoted higher in NCDEX and NBOT. Arrival of Soybean were 2.50 to 3.00 lakh Bags in Mandies of Madhya Pradesh, Maharashtra 1.50 to 2.00 lakh bags and Rajasthan 1.00 lakh bags (1 bags= 85 kg). There is expected to bit improvement in soy oil prices at spot market as well as future market. Harvesting of soy crop about 85-90 % is likely over in major producing states of soybean. Prices of soybean increased due to increase CBOT projections were quoted high.

Prices for soy degum (High-Seas) at Kandla were quoted at Rs 330 per 10 kg. CNF prices for soy degum (December Shipment) at Kandla were quoted at \$ 500 per tonne.

Market sentiment of soyoil expected range bound.

Soybean oil - Spot Market Price (Rs. per 10 kg)

Centres	21.11.05	19.11.05	Change
Mumbai (Soy Ref oil)	363	362	+1
Indore (Soy Ref oil)	346	343	+3
Indore (Solvent Ex. oil)+VAT	318	318	0
Kota (Soy Ref. Oil)	355	352	+3
Jaipur (Soy Ref. Oil)	358	356	+2
Nagpur (Soy ref. Oil)	346	341	+5

NBOT Soy oil futures as on 21.11.2005 (Rs/10 kg)

Months	Previous Closing	Open Price	High Price	Low Price	Close Price	Change	Volume
Dec 05	349.8	349.2	352.4	348.8	352.3	+2.5	23130
Jan 05	354.3	354.5	357.7	354.5	357.4	+3.1	2800

NCDEX Soy oil futures as on 21.11.2005 (Rs/10 kg)

Months	Previous Closing	Open Price	High Price	Low Price	Close Price	Volume	Open Interest
Dec'05	351.00	350.10	354.20	349.75	354.00	8440	21470
Jan 06	355.80	354.60	358.40	354.45	357.90	4670	7530

Rape/Mustard oil

Domestic market of mustard oil prices remains range bound. Sowing acreage of mustard is increased to 6 lakh hectare and production estimate increased at 60 lakh ton. Total oil seeds production figure estimated higher this year as compared to previous year, despite huge stock of mustard seeds with private stockist and NAFED and India's import of edible increased this year by 15 % as compared to previous marketing year. NAFED is planning to export of mustard seeds even at very low rate as compared to MSP.

Spot Market Price (Rs. per 10 kg)

Centres	21.11.05	19.11.05	Change
Mumbai (Rape Expeller Oil)	383	383	0
Kota (Rape Expeller Oil)	371	370	+1
Jaipur (Rape Expeller Oil)	378	378	0
Delhi (Rape Expeller Oil)	388	388	0
Neewai (Kacchi Ghani Rape Oil)	386	385	+1

Groundnut oil

Spot market prices of groundnut oil were marginally decline. Harvesting in some parts of Andhra and Tamil Nadu state is started. More than 85 percent harvesting of groundnut is over in Gujarat. Arrivals of groundnut in the Gujarat are marginally declined at about 1.5 lakh bags (1 bag= 35 kg). GN oil prices declining at spot market only due to harvesting started in South India.

Groundnut oil - Spot Market Price (Rs. per 10 kg)

Centres	21.11.05	19.11.05	Change
Mumbai	446	446	0
Rajkot	453	455	-2
Andhra Region	470	473	-3
Chennai	440	450	-10

LATEST WEATHER WATCH (21.11.2005)**Forecast valid for next 72 hours**

NORTH: Isolated rain/snow is likely over Jammu & Kashmir during next 48 hrs. Mainly dry weather is likely over the rest region.

EAST: Isolated rain/thundershowers likely over northeastern States. Weather will be mainly dry weather over the rest region.

SOUTH: Rain/thundershowers likely at most places over Coastal Tamil Nadu & Pondicherry; at many places over interior Tamil Nadu, south Coastal Andhra Pradesh and

Rayalaseema; at a few places over Andaman & Nicobar Islands, Kerala and South Interior Karnataka and isolated over the rest region. Rainfall activity over Kerala, Karnataka and rest Andhra Pradesh is likely to increase from tomorrow evening.

WEST: Mainly dry weather over the region.

Warning

Heavy to very heavy rainfall likely at a few places over Coastal Tamil Nadu & Pondicherry. Isolated heavy rains also likely over interior Tamil Nadu, south Coastal Andhra Pradesh and Rayalaseema.

Source: IMD,GOI

PORT-WATCH (Latest) :**Edible Oil**

Chennai Port is receiving 7,250 MT of palm oil from the vessel 'Spring Glory'. Seaport agents is handling the vessel. Delivery of 1,850 MT of palm oil is expected at Chennai Port from the vessel 'Mega Crown No.1'. Seaport agents will be handling the vessel.

Kolkatta Port is receiving 6,000 MT of CPO from the vessel 'Khadijah'. The vessel is being handled by Seaport agents. Delivery of 6,000 MT of CPO each is continuing from the vessels 'Cheras' and 'MMM Jackson' respectively. 'Filma Satu' has berthed at Kolkata Port and continues to deliver 6,000 MT of CPO.

'Shimakaze' from Malaysia has berthed at Kandla Port and continues to deliver 4,000 MT of CPO. Delivery of 4,000 MT of SBO is continuing at Kandla Port from the vessel 'Laertis'. The cargo was loaded from Argentina. These vessels are being handled by Interocean agents. The port is expecting 'Bunga Cenderawasih' from Brazil to discharge 13,010 MT of SBO. Interocean agents will be handling these vessels.

New Mangalore Port is receiving 7,000 MT of CPO from the vessel 'Bumik'. The port is expecting 'Laertis' from Argentina to deliver 7,000 MT of SBO.

'Bang Cendra Wasih' from Brazil is expected at Mundra Port to deliver 23,000 MT of SBO. Interocean agents will be handling these vessels.

Kakkinada Port is expecting 'Vernal Grace' to deliver 6,000 MT of CPO. 'MMM Houston' delivered 6,000 MT of CPO at the port and sailed off.

Delivery of 10,000 MT of SBO is expected at JNPT from the vessel 'Laertis'. The cargo was loaded from Argentina. The vessel will be handled by Interocean agents.

Current Vessels Positions

Ports	Vessels	Volume (Ton)	Carrying	Status
Chennai	Spring Glory	7250	Palm Oil	Arrived
	Mega Crown 1	1850	Palm Oil	Expected
Mumbai	Shimakaze	5000	Palm Oil	Arrived
Mundra	Bang Cendra	23000	SBO	Expected

	Wasih			
Kakinada	Vernal Grace	6000	CPO	Arrived
	MMM Houston	6000	CPO	Arrived
Kolkata	Filma Satu	6000	CPO	Arrived
	Khadijah	6000	CPO	Arrived
	Cheras	6000	CPO	Arrived
	MMM Jackson	6000	CPO	Arrived
	Filma Satu	6000	CPO	Arrived
Kandla	Laertis	4000	SBO	Arrived
	Shimakaze	4000	CPO	Arrived
	Bunga Cenerawaish	13010	SBO	Expected
Manglore	Bumik	7000	CPO	Arrived
	Laertis	7000	SBO	Expected
JN PT	Laertis	10000	SBO	Expected

Forex Rates

(As on 21.11.2005)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.78
European Union	Euro	53.92
United Kingdom	Pound Sterling	78.62
Japan	100 Yen	38.36
Malaysia	Ringgit	12.09

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