

VEGOIL

November 25, 2005

MAJOR ACTIVITY HIGHLIGHTS

- BMD CPO Futures Settle Slightly Up

TECHNICAL ANALYSIS

COMMODITY: SOY OIL

Perspective: Very Short Term
NCDEX December Contract

Technical Analysis for December Contract:

1. The MACD is moving upward and has crossed the signal line, which indicates bullishness to continue.
2. %K line has made bullish crossover with %D line in the neutral region.
3. Close above 9 days EMA and 18 days EMA is indicating bullish market sentiments.
4. Candlestick has made bullish long day pattern, speaking in favor of bulls.

Market Advice: soyoil market is expected to remain bullish on the last trading day of the week, However some profit booking might reduce the pace. Go long with cautions.

Resistance & Support Levels (Most Active Contract)

Contract	Supp 1	Supp 2	Res 1	Res 2
NCDEX Dec '05	351.90	349.20	356.10	357.70

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: closed for the holiday.

CBOT Soy oil futures as 23.11.2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Close	Change
Dec'05	21.98	21.92	21.92	21.57	21.63	-0.35
Jan'06	22.13	22.05	22.07	21.73	21.82	-0.31
Mar'06	22.37	22.34	22.34	22.01	22.04	-0.33
May'06	22.67	22.62	22.66	22.32	22.34	-0.33
Jul'06	23.06	22.83	22.88	22.60	22.63	-0.43
Aug'06	23.15	23.00	23.00	22.75	22.75	-0.40

CBOT remains closed on Saturday and Sunday.

BMD Crude Palm Oil Futures Settle Slightly Up

Crude Palm oil futures settled higher notwithstanding unfriendly export data. Benchmark February future settled up MYR7 at MYR1419 per ton. Cargo Surveyor, SGS estimated the MPO export during November 1-25 at 832,642 ton, down 20.6% compared on month basis. Though export figures were down on month basis, traders are optimistic about improvement in its medium term outlook. Bird flu has badly hit the crushing margin of soy in China. Likely decline in soy crushing would eventually lead to fall in soy oil inventories. Malaysians are expecting that Chinese in all probabilities would turn to palm oil for their edible oil requirement. Further, production of palm oil decline seasonally during November to February.

BMD: CPO Futures (25.11.2005) (Ringgit/ton)

Months	Previous	Open	High	Low	Close	Change	Volume
Dec '05	1410	1408	1418	1408	1418	+8	370
Jan '06	1412	1411	1422	1411	1421	+9	837
Feb '06	1412	1410	1421	1410	1419	+7	2477
Mar '06	1412	1410	1422	1410	1421	+9	215
Apr '06	1412	1415	1419	1415	1419	+7	6

BMD remains closed on Saturday and Sunday.

Palm Oil

Palm oil prices at domestic spot market continued range bound. KLCE were closed higher at the end of the session, but it could not bring any impact on palm oil prices at domestic spot market. Oilseeds production estimate for kharif revised higher in India as compared to last year. Sowing acreage of oilseed for Rabi season is estimated higher as compared to last two years. Government of India may decline import of edible oil due to above-mentioned factors. Market sentiment is expected to bearish in near future.

FOB prices of CPO (December) were last quoted at \$ 360 per tonne and RBD Palmolein at \$ 400 per tonne.

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

Centres	25.11.05	24.11.05	Change
Kandla CPO (5 % FFA)	339	338	+1
Kandla RBD Palmolein	360	360	0
Mumbai RBD Palmolein	375	374	+1
Chennai RBD Palmolein	378	378	0
Kakinada RBD Palmolein	378	379	-1

Soy oil

Domestic spot market sentiment of soy oil range bound. Total arrivals of soybeans were 1.50-1.75 lakh, 1.00-1.25 lakh and 1.00-1.5 lakh bags (1 bags= 85 kg) in Madhya Pradesh, Maharashtra and Rajasthan mandies respectively. Arrivals of soybean in Kota mandies were 14000-16000 bags only. December Soy oil price closed higher at the end of the day in NCDEX and NBOT. Spot market prices of soy oil are expected range bound.

Prices for soy degum (High-Seas) at Kandla were quoted at Rs 332 per 10 kg. CNF prices for soy degum (December Shipment) at Kandla were quoted at \$ 509 per tonne.

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

Centres	25.11.05	24.11.05	Change
Mumbai (Soy Ref oil)	365	365	0
Indore (Soy Ref oil)	347	345	+2
Indore (Solvent Ex. oil)+VAT	322	322	0
Kota (Soy Ref. Oil)	354	353	+1
Jaipur (Soy Ref. Oil)	357	357	0
Nagpur (Soy ref. Oil)	346	345	+1

NBOT Soy oil futures as on 25.11.2005 (Rs/10 kg)

Months	Previous Closing	Open Price	High Price	Low Price	Close Price	Change	Volume
Dec 05	350.00	349.50	353.70	349.30	353.30	+3.30	35100
Jan 05	356.70	355.80	359.50	355.80	359.40	+2.70	5460

NCDEX Soy oil futures as on 25.11.2005 (Rs/10 kg)

Months	Previous Closing	Open Price	High Price	Low Price	Close Price	Volume	Open Interest
Dec'05	350.95	350.75	355.00	350.75	354.60	9840	20140
Jan 06	356.95	356.60	360.70	356.60	360.00	6630	7560

Rape/Mustard oil

Domestic market sentiments continued lacklustre. Oil seed sowing acreage (Rabi season) has increased by 3.88 percent. Mustard sowing acreage for this Rabi season till now is up by 11 percent this year i.e. 53.99 lakh hectares from 48.74 lakh hectares last year. Rajasthan is the major mustard producing state of India. Rajasthan produces around 40 percent of the total India's mustard crop. Market sentiment is expected to bearish in near future.

Spot Market Price

(Rs. per 10 kg)

Centres	25.11.05	24.11.05	Change
Mumbai (Rape Expeller Oil)	383	383	0
Kota (Rape Expeller Oil)	372	372	0
Jaipur (Rape Expeller Oil)	377	377	0
Delhi (Rape Expeller Oil)	390	390	0
Neewai (Kacchi Ghani Rape Oil)	386	385	+1

Groundnut oil

Groundnut oil prices at domestic spot market range bound. GN oil prices at Chennai market were jumped higher yesterday due to heavy rain in Tamil Nadu. The market sentiments of Gujarat were also positive only because the consumers are having stock of GN oil during this period due to this reason, demand of GN oil in Gujarat states is slightly increased. Oilseeds acreage increase at 75.86 lakh hectare from 73.03 lakh hectare last year, it is 3.88 percent up as compared to last year. However, groundnut acreage declined by 19.5 per cent, it is 4.5 lakh hectare till last week as compared to 5.59 lakh hectare during the same period last year. Arrivals of groundnut in the Gujarat are remain at about 1.5 lakh bags (1 bag= 35 kg). The GN oil prices are expected to decline in next week in Tamil Nadu and Andhra region only because the harvesting of new crop will start.

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

Centres	25.11.05	24.11.05	Change
Mumbai	455	452	+3
Rajkot	460	460	0
Andhra Region	475	475	0
Chennai	450	460	-10

LATEST WEATHER WATCH (25.11.2005)**Forecast valid for next 72 hours**

NORTH: Scattered rainfall/snowfall activity is likely to commence over Jammu & Kashmir and Himachal Pradesh from tomorrow which is likely to increase and extend into Uttaranchal subsequently. Isolated to scattered rain/thundershowers also likely over Punjab and Haryana (including Chandigarh & Delhi) on 27th & 28th. Mainly dry weather is likely over the rest region.

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

SOUTH: Rain/thundershowers likely at many places over Andaman & Nicobar Islands and Lakshadweep; at a few places over Kerala and isolated over Tamil Nadu, Pondicherry, Rayalaseema and Coastal & South Interior Karnataka. Mainly dry weather over the rest region.

WEST: Mainly dry weather over the region.

Source: IMD,GOI

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

Kandla Port is receiving 13,010 MT of SBO from the vessel 'Bunga Cenderawasih'. The cargo was loaded from Brazil. Interocean agents is handling the vessel. 'Gemini' is expected at the port to deliver 6,000 MT of CPO. The vessel will be handled by Taurus agents. Delivery of 8,480 MT of CPO is expected at the port from the vessel 8,480 MT of CPO. The cargo was carried from Indonesia. Interocean agents will be handling the vessel.

'Gemini' has berthed at Mundra Port and continues to deliver 14,999 MT of palm oil. Taurus agents is handling the vessel.

Delivery of 1,850 MT of palm oil is continuing at Chennai Port from the vessel 'Mega Crown No.1'. Seaport agents is handling the vessel.

Kolkatta Port is receiving 6,000 MT of CPO from the vessel 'Khadijah'. The vessel is being handled by Seaport agents. The port is expecting 'Team Ace' to deliver 8,000 MT of CPO.

New Manglore Port is receiving 7,000 MT of SBO from the vessel 'Laertis'. The cargo was loaded from Argentina. Interocean agents is handling the vessel.

Kakkinada Port is expecting 'Vernal Grace' to deliver 6,000 MT of CPO.

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.

Mumbai Port is expecting 'Global Eos' to deliver 1,750 MT of palm oil. Forbes Gokak agents will be handling the vessel.

Current Vessels Positions

Ports	Vessels	Volume (Ton)	Carrying	Status
Chennai	Mega Crown 1	1850	Palm Oil	Arrived
Mumbai	Global Eos	1750	Palm Oil	Expected
Mundra	Gemini	14999	Palm Oil	Arrived
Kakinada	Vernal Grace	6000	CPO	Expected
Kolkata	Khadijah	6000	CPO	Arrived
	Team Ace	8000	CPO	Expected
Kandla	Gemini	6000	CPO	Expected
	Bunga Cenderawasih	13010	SBO	Arrived
	-	8480	CPO	Expected
Manglore	Laertis	7000	SBO	Arrived
JNPT	Laertis	10000	SBO	Expected

Forex Rates

(As on 25.11.2005)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.72
European Union	Euro	53.99
United Kingdom	Pound Sterling	78.69
Japan	100 Yen	38.46

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