

VEGOIL

November 28, 2005

MAJOR ACTIVITY HIGHLIGHTS

- BMD CPO Futures Settle Sharply Down

TECHNICAL ANALYSIS

COMMODITY: SOY OIL

Perspective: Very Short Term
NCDEX December Contract

Technical Analysis for December Contract:

1. The MACD just turned slightly southwards but yet not touched the signal line, which indicates medium term bearish.
2. %K line moving downward crossed %D line, which indicates bearish sentiments.
3. Close below 9 days EMA and 18 days EMA, which shows bearish market sentiments.

Market Advice: The market is expected to remain range bound with some bearish touch.

Resistance & Support Levels (Most Active Contract)

Contract	Supp 1	Supp 2	Res 1	Res 2
NCDEX Dec '05	349.80	347.20	350.80	351.60

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: remains closed on Saturday and Sunday

CBOT Soy oil futures as 25.11.2005 (Cents/pound)

Months	Previous Settle	Open	High	Low	Close	Change
Dec'05	21.63	21.50	21.53	21.10	21.13	-0.50
Jan'06	21.82	21.70	21.70	21.25	21.28	-0.54
Mar'06	22.04	21.92	21.92	21.56	21.56	-0.48
May'06	22.34	22.18	22.20	21.85	21.88	-0.46
Jul '06	22.63	22.50	22.52	22.10	22.11	-0.52
Aug'06	22.75	22.50	22.50	22.25	22.28	-0.47

CBOT remains closed on Saturday and Sunday.

BMD Crude Palm oil Futures Settle Sharply Down

Crude Palm oil futures at Bursa Malaysia Derivatives settled lower in tandem with steep decline in soy oil futures at CBOT. Benchmark February future settled off MYR20 at MYR1399 per ton. Fundamentals are ostensibly bearish for soy. Frequent reports of bird flu have dampened the demand for soy and its products. Weather in South America is favorable for sowing. Palm oil is traditional rival of soy. Malaysians are not receiving enough demand from China or other Asian nations. Traders were expecting improvement in demand for palm oil from these countries, as soy crushing is not very lucrative due to bird flu. Traders are expecting MPO export for the month to reach 1 million ton, down against 1.2 million ton last month.

BMD: CPO Futures (28.11.2005) (Ringgit/ton)

Months	Previous	Open	High	Low	Close	Change	Volume
Dec '05	1419	1414	1414	1397	1401	-18	295
Jan '06	1421	1411	1414	1398	1399	-22	1203
Feb '06	1419	1412	1415	1397	1399	-20	4642
Mar '06	1421	1412	1414	1397	1400	-21	541
Apr '06	1421	1405	1405	1401	1401	-20	58

BMD remains closed on Saturday and Sunday.

Palm Oil

Palm oil prices at domestic spot market continued range bound. Sowing acreage of oilseed for Rabi season is estimated higher as compared to last two years. Export demand of palm oil declined at global market. Malaysia are not receiving good demand for palm oil China or Other Asian Countries. Palm oil prices are expected to bit decline due to good arrival of soybean and groundnut crossover producing and huge stock of mustard seeds with NAFED. These are substitute of each other. Market sentiment is expected to bearish due to above-mentioned factors.

FOB prices of CPO (December) were last quoted at \$ 357.5 per tonne and RBD Palmolein at \$ 397.5 per tonne.

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

Centres	28.11.05	26.11.05	Change
Kandla CPO (5 % FFA)	339	338	+1
Kandla RBD Palmolein	360	360	0
Mumbai RBD Palmolein	375	375	0
Chennai RBD Palmolein	378	378	0
Kakinada RBD Palmolein	376	377	-1

Soy oil

Domestic spot market prices of soy oil are marginally declined. Total arrivals of soybeans were 1.50-1.75 lakh, 1.00 lakh and 1.25-1.5 lakh bags (1 bags= 85 kg) in Madhya Pradesh, Maharashtra and Rajasthan mandies respectively. Arrivals of soybean in Kota mandies were 12000-15000 bags only. December Soy oil price closed down at the end of the session at NCDEX and NBOT. Spot market prices of soy oil are expected range bound with weak market sentiments.

Prices for soy degum (High-Seas) at Kandla were quoted at Rs 334 per 10 kg. CNF prices for soy degum (December Shipment) at Kandla were quoted at \$ 504 per tonne.

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

Centres	28.11.05	26.11.05	Change
Mumbai (Soy Ref oil)	365	365	0
Indore (Soy Ref oil)	345	348	-3
Indore (Solvent Ex. oil)+VAT	323	322	+1
Kota (Soy Ref. Oil)	350	355	-5
Jaipur (Soy Ref. Oil)	355	358	-3
Nagpur (Soy ref. Oil)	344	347	-3

Rape/Mustard oil

Domestic market sentiments of mustard oil were mixed. The prices of mustard oil in Kota were slightly higher than other markets due to more demand low availability of mustard oil. There were low prices of mustard oil in Delhi market due to low demand at retail ends and mustard seed prices were also declined in mandies. Mustard future prices were declined in NCDEX also. Rape seed acreage (Rabi season) increased by 11% in India. The above-mentioned factors indicating towards bearish market sentiments.

Spot Market Price (Rs. per 10 kg)

Centres	28.11.05	26.11.05	Change
Mumbai (Rape Expeller Oil)	385	384	+1
Kota (Rape Expeller Oil)	378	374	+4
Jaipur (Rape Expeller Oil)	377	377	0
Delhi (Rape Expeller Oil)	385	390	-5
Neewai (Kacchi Ghani Rape Oil)	383	386	-3

Groundnut oil

Domestic spot markets of Groundnut oil prices were marginally declined except Mumbai market. The GN oil prices declined in Gujarat due to low demand at retail end and more arrival of groundnut seeds in the markets. Arrival of groundnut in Gujarat reached at 1.75 lakh bags today as compared 1.30 lakh bags Saturday (1 bag=35 kg). GN oil prices in Andhra region are declined only because the harvesting of new crop is started in Andhra region. Market sentiments of Andhra region are expected to down due to harvesting pressure of new crop.

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

Centres	28.11.05	26.11.05	Change
Mumbai	462	458	+4
Rajkot	463	465	-2
Andhra Region	458	465	-7
Chennai	450	450	0

NBOT Soy oil futures as on 28.11.2005 (Rs/10 kg)

Months	Previous Closing	Open Price	High Price	Low Price	Close Price	Change	Volume
Dec 05	351.00	349.00	349.00	347.40	347.90	-3.10	14900
Jan '06	357.60	355.50	355.70	353.90	354.20	-3.40	1660

NCDEX Soy oil futures as on 28.11.2005 (Rs/10 kg)

Months	Previous Closing	Open Price	High Price	Low Price	Close Price	Volume	Open Interest
Dec'05	352.20	351.55	351.55	348.25	348.80	9480	19180
Jan 06	358.20	356.50	356.50	353.70	354.15	7150	9870

LATEST WEATHER WATCH (28.11.2005)

Forecast valid for next 72 hours

NORTH: Rainfall/snowfall is likely at many places over Jammu & Kashmir and at a few places Himachal Pradesh and Uttaranchal. Isolated rain/thundershowers also likely over Punjab and Haryana (including Chandigarh & Delhi), north Rajasthan and West Uttar Pradesh. Mainly dry weather is likely over the rest region.

EAST: Isolated rain/thundershowers likely over coastal Orissa from 30th. Weather will be mainly dry over the rest region.

SOUTH: Rain/thundershowers likely at many places over Andaman & Nicobar Islands and Lakshadweep during next 24 hrs. ; and isolated over Tamil Nadu & Pondicherry and Kerala. Rainfall activity over Coastal Tamil Nadu & Pondicherry and south Coastal Andhra Pradesh is likely to increase from tomorrow evening.

WEST: Mainly dry weather over the region.

Warning

Isolated to scattered heavy to very heavy rainfall likely over Tamil Nadu & Pondicherry and south Coastal Andhra Pradesh from November 30th for next 2-3 days.

Source: IMD, GOI

PORT-WATCH (Latest) :

'Gemini' has berthed at Kandla Port and continues to deliver 6,000 MT of CPO. The vessel is being handled by Taurus agents. 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. Delivery of 8,480 MT of CPO is expected at the port from the vessel 'West Gold'. The cargo was carried from Indonesia. Interocean agents will be handling the vessel. 'Global Eos' from Indonesia is expected at the port to deliver 3,500 MT of CPO. Forbes Gokak agents will be handling the vessel.

Delivery of 5,700 MT of CPO is continuing at Kolkata Port from the vessel 'Monolisa'. Interocean 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.

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
Mumbai	Global Eos	1750	Palm Oil	Expected
Kakinada	Vernal Grace	6000	CPO	Expected
Kolkata	Khadijah	6000	CPO	Arrived
	Team Ace	8000	CPO	Expected
	Monolisa	5700	CPO	Arrived
Kandla	Gemini	6000	CPO	Arrived
	Bunga Cenderawasih	13010	SBO	Arrived
	West Gold	8480	CPO	Expected
	Global Eos	3500	CPO	Expected
JNPT	Laertis	10000	SBO	Expected

Forex Rates

(As on 28.11.2005)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.94
European Union	Euro	53.74
United Kingdom	Pound Sterling	78.67
Japan	100 Yen	38.35
Malaysia	Ringgit	12.16

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