

VEGOIL

February 14, 2006

MAJOR ACTIVITY HIGHLIGHTS

- BMD CPO Futures Settle Marginally Up
- NCDEX March Contract Soy Oil Prices Settle Down

TECHNICAL ANALYSIS

COMMODITY: SOY OIL

Perspective: Very Short Term
NCDEX March Contract

Technical Analysis for March Contract:

1. The MACD has just turned flatly southwards in positive zone, which hinting bearish market sentiments.
2. %K line is moving downwards and reached in neutral zone from over bought zone. % D line is still in over bought zone in downwards, which indicates bearish market sentiments.
3. Prices closed far above 9 days (362.41) and 18 days (358.03) EMA, which indicates bullish market sentiments.

4. Candlestick pattern shows slightly bearish market sentiments.

Market Advice: Sell near 365.30, target near 364.30, put stop loss at 365.80.

Resistance & Support Levels (Most Active Contract)

Contract	Supp 1	Supp 2	Res 1	Res 2
NCDEX Mar '06	363.65	362.35	367.35	369.80

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 10.02.2006 (Cents/pound)

Months	Prev. Settle	Open	High	Low	Close	Change
Mar '06	22.65	22.48	22.48	22.11	22.27	-0.38
May'06	23.08	22.85	22.88	22.52	22.68	-0.40
Jul '06	23.48	23.25	23.27	22.86	23.07	-0.41
Aug'06	23.59	23.35	23.35	23.05	23.20	-0.39
Sep'06	23.74	23.50	23.50	23.20	23.34	-0.40
Oct '06	23.85	23.65	23.65	23.35	23.51	-0.34
Dec'06	24.20	24.00	24.00	23.61	23.82	-0.38

CBOT remains closed on Saturday and Sunday.

BMD CPO Futures Settle Marginally Up

Crude palm oil futures at Bursa Malaysia Derivatives settled marginally higher on Monday after a choppy trading session. The benchmark April CPO contract settled at MYR1467 per metric ton, up MYR1 as against previous trading day. There were no clear-cut directions of the markets today due to high volatility in the markets. However, market sentiments were friendly today. The annual palm oil price outlook conference organized by Bursa Malaysia is due to be held in Kuala Lumpur during Feb. 22-24, 2006. Traders are in good mood and hope that speaker of prices outlook conference will give bullish view on the markets. Traders are expecting prices will go up in 2006 as higher crude oil prices will boost up the demand for palm oil in bio-fuel sector.

BMD: CPO Futures (13.02.2006) (Ringgit/ton)

Months	Previous	Open	High	Low	Close	Change	Volume
Feb 06	1458	1454	1462	1454	1457	-1	466
Mar 06	1457	1459	1465	1458	1460	+3	783
Apr 06	1466	1462	1473	1460	1467	+1	3862
May 06	1470	1465	1475	1465	1473	+3	1178
Jun 06	1473	1475	1475	1473	1473	0	23

BMD remains closed on Saturday and Sunday.

Palm Oil

Today palm oil prices on spot markets showed lacklustre in most of the markets. Palm oil prices dampen with soy oil prices on spot markets only because both are substitute of each other. Landed cost of crude palm oil has risen to \$ 749/metric ton from \$692/metric ton as compared to last year. Palm oil prices are expected to move range bound in near term.

FOB prices of CPO (February) were quoted at \$ 390.00 per tonnes and February RBD Palmolein at \$ 407.50 per tonnes.

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

Centres	13.02.06	11.02.06	Change
Kandla CPO (5 % FFA)	342	342	0
Kandla RBD Palmolein	359	359	0
Mumbai RBD Palmolein	368	368	0
Chennai RBD Palmolein	376	376	0
Kakinada RBD Palmolein	359	358	+1
Hyderabad RBD Palmolein	374	376	-2

Soy oil

Today soybean oil prices on domestic spot markets range bound with weak sentiments. NCDEX and NBOT March contract soy oil prices settled down as compared to previous closing prices. Today's arrivals of soybean were 95000-100000 bags (1 bags=85 Kg) in major markets of India. Arrivals in Kota Mandi were 3000 bags only. Today soybeans prices on spot market were quoted in range of Rs 1130-50/qlt in Kota mandi, it is low as compared to previous trading day. Soy oil prices are expected to move range bound in near terms.

Prices for soy degum (High-Seas) at Kandla were quoted at Rs 332 per 10 kg. CNF prices for soy degum (February Shipment) at Kandla were quoted at \$ 502 per tonne.

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

Centres	13.02.06	11.02.06	Change
Mumbai (Soy Ref oil)+VAT	351	351	0
Indore (Soy Ref oil)	358	358	0
Indore (Solvent Ex. Oil)+VAT	336	334	+2
Kota (Soy Ref. Oil)	365	367	-2
Jaipur (Soy Ref. Oil)	368	372	-4
Chennai (Soy Ref Oil)	367	367	0
Hyderabad (Soy Ref)	367	367	0
Rajkot (Soy Ref)+Tax	345	345	0

Rape/Mustard oil

Today mustard oil prices on spot markets showed dull trends in most of the markets. Today mustard seeds prices on spot markets were quoted in range of Rs 1500-1550 and Rs 1740 in Kota and Jaipur mandi respectively; it is down slightly as compared to previous trading day due to more supply of new mustard crop in Kota region. Arrivals of mustard seeds were 6000 bags and 3000 bags in Kota and Jaipur mandi respectively, it is double from previous trading day. More arrivals of new mustard crop in Kota and lower prices of mustard seeds brought negative impact on mustard oil prices. February mustard seeds contract settled lower at 347.00 (-3.5) and 343.50 (-3.50) as compare to previous closing day on Hapur and Delhi exchange respectively. Mustard oil prices are expected to move range bound with weak sentiments.

Mustard Oil: Spot Market Price (Rs. per 10 kg)

Centres	13.02.06	11.02.06	Change
Mumbai (Rape Expeller Oil)	376	378	-2
Kota (Rape Expeller Oil)	365	367	-2
Jaipur (Rape Expeller Oil)	370	373	-3
Delhi (Rape Expeller Oil)	391	391	0
Neewai (Kachchi Ghani Rape Oil)	385	386	-1

Groundnut Refine Oil

Today groundnut oil prices on spot market were uninspiring in most of the markets except Andhra region. GN oil prices improved slightly in Andhra region amidst increasing demands at retail ends. GN oil prices were likely steady amid weak sentiments in other markets only because weak vayda bazaar and there was no fresh news in the markets to boost its prices. Groundnut prices were quoted at Rs337/20 kg in Rajkot mandi today. Arrivals of groundnut seeds in Gujarat remain at 40000-45000 bags (1bags=35 Kg). GN oil prices are expected to move range bound in near term.

Groundnut Oil Spot Market Price (Rs. Per 10 kg)

Centres	13.02.06	11.02.06	Change
Mumbai	436	437	-1
Rajkot	445	445	0
Andhra Region	443	438	+5
Chennai	435	435	0

Sunflower Refine Oil

Sunflower oil prices on physical markets were likely unchanged in most of the markets. There was no fresh fundamental news in the markets to pull or push sunflower oil prices. CIF prices for sunflowers (February Shipment) at Kandla port were quoted at \$ 550 per tonnes. Sunflower oil prices are expected to move range bound in coming days.

Sunflower Refine Oil: Spot Market prices (Rs/10 Kg)

Markets	13.02.06	11.02.06	Change
Mumbai +Vat	405	405	0
Chennai	430	430	0
Hyderabad	425	425	0

Cotton Refine Oil

Today cotton oil prices on domestic spot market showed lackluster in most of the markets. Cotton oil prices were monotonous due to lack of any bullish fundamental news. There were good arrivals of cottonseeds in Maharashtra. Prices are expected to move range bound in near term.

Cotton Refine Oil: Spot Market prices (Rs/10 Kg)

Markets	13.02.06	11.02.06	Change
Mumbai	365	365	0
Hyderabad	360	360	0
Rajkot	350	350	0

NBOT Soy oil futures as on 13.02.2006 (Rs/10 kg)

Months	Previous Closing	Open Price	High Price	Low Price	Close Price	Change	Volume
Feb '06	358.20	358.00	358.80	357.80	358.30	+0.10	2790
Mar '06	367.00	366.80	367.80	365.20	365.40	-1.60	16590

NCDEX Soy Oil Futures Settle Down

Soy oil futures prices settled Down at NCDEX on Monday. NCDEX March soy oil contract prices settled lower Rs 2.55 at Rs 365.00/10 Kg, it was Rs 3.40 off the high and Rs 0.30 up from the low after moving in between of Rs 364.70 to Rs 368.40. Soy oil prices are expected to move range bound with weak sentiments in near term.

NCDEX Soy oil futures as on 13.02.2006 (Rs/10 kg)

Months	Previous Closing	Open Price	High Price	Low Price	Close Price	Volume	Open Interest
Feb'06	359.65	358.70	359.75	358.10	358.10	2950	7870
Mar'06	367.55	366.40	368.40	364.70	365.00	10460	18930

LATEST WEATHER WATCH (13.02.2006)

Forecast valid for next 72 hours

NORTH WEST INDIA: Rain/snow likely at a few places over higher reaches of Jammu & Kashmir and isolated over rest Jammu & Kashmir and Himachal Pradesh. Isolated rain/thundershowers also likely over Punjab. Weather will be mainly dry over the rest region.

EAST INDIA: Weather will be mainly dry over the region.

NORTHEAST INDIA: Isolated rain/thundershowers are likely over Assam and Arunachal Pradesh. Weather will be mainly dry over the rest region.

SOUTH INDIA: Isolated rain/thundershowers likely over Nicobar Islands. Weather will be mainly dry over the rest region.

WEST INDIA: Weather will be mainly dry over the region.

CENTRAL INDIA: Weather will be mainly dry over the region.

Source: IMD, GOI

Forex Rates (As on 13.02.2006)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.26
European Union	Euro	52.68
Japan	100 Yen	37.54
United Kingdom	Pound Sterling	77.14
Malaysia	Ringgit	11.87
China	CNY	5.49
Argentina	ARS	14.41
Brazil	BRL	20.46
Indonesia	1000 IDR	4.79

PORT-WATCH (Latest):

Edible Oil

Kolkata Port is receiving 5,500 MT of SBO from the vessel 'Rising One'. Atlantic agents is handling the vessel. 'Tirta Niaga 2' has berthed at the port and continues to deliver 6,000 MT of CPO. The vessel is being handled by GAC agents. 'Vernal Grace' has berthed at Kolkata Port and continues to deliver 6,000 MT of CPO. The vessel is being handled by Atlantic agents.

Delivery of 4,000 MT of CPO is continuing at Kakkinada Port from the vessel 'Cheras'. The port is expecting 'Mountain Blossom' to discharge 3,000 MT of SBO.

Delivery of 7,299 MT of palm oil is continuing at Tuticorin Port from the vessel 'Global Triton'. Patvolk agents is handling the vessel.

Kandla Port is expecting 'Global Neptune' from Malaysia to discharge 12,250 MT of CPO. Forbes Gokak agents will be handling the vessel.

JN Port is expecting 'Champion Vincita' to discharge 10,000 MT of SBO. The cargo was loaded from Brazil. Interocean agents will be handling the vessel.

'Bunga Melati Dua' is expected at Chennai Port to discharge 9,000 MT of sun flower oil. GAC agents will be handling the vessel.

Mormugao Port is expecting 'Global Eos' to deliver 3,500 MT of CPO. The cargo was loaded from Indonesia. Patvolk agents will be handling the vessel.

Cochin Port is expecting 'Rising One' to deliver 3,000 MT of SBO. Atlantic agents will be handling the vessel.

'Nolowati' is expected at Mumbai Port to discharge 11,000 MT of CPO.

Current Vessels Positions

Ports	Vessels	Volume (Ton)	Carrying	Status
Cochin	Rising One	3000	SBO	Expected
Mormugao	Global Eos	3500	CPO	Expected
Chennai	Bunga Melati Dua	9000	SFO	Expected
Kolkata	Rising One	5500	SBO	Arrived
	Tirta Niaga 2	6000	CPO	Arrived
	Vernal Grace	6000	CPO	Arrived
Tuticorin	Global Triton	7299	Palm Oil	Arrived
Kandla	Global Neptune	12250	CPO	Expected
Kakinada	Cheras	4000	CPO	Arrived
	Mountain Blossom	3000	SBO	Arrived
JN Port	Champion Vincita	10000	SBO	Expected
Mumbai	Nolowati	11000	CPO	Expected

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