

VEGOIL

April 12, 2006

MAJOR ACTIVITY HIGHLIGHTS

- CBOT Soy Futures Settle Higher on Speculative Buying
- NCDEX April Contract Soy Oil Futures Ends Mildly Up After Choppy Trading

TECHNICAL ANALYSIS

COMMODITY: SOY OIL

Perspective: Very Short Term
NCDEX April Contract

Technical Analysis for April Contract:

1. The MACD continue to move upwards in positive zone, which indicates medium term bullish sentiments.
2. % K line has just turned downwards in overbought region above % D line, which hints trend reversals.
3. Prices closed far above 9 days EMA (386.24) and 18 days (382.47) EMA, which indicates bullish trends.

Market Advice: Trend reversal is likely. Risk lover can go short with cautions. Sell near 398.50 targets near 395.10 and put stop loss at 400.30.

Resistance & Support Levels (Most Active Contract)

Contract	Supp 1	Supp 2	Res 1	Res 2
NCDEX April '06	394.80	391.50	401.70	403.20

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 Soy Oil Futures Settle Up

May Soybeans settled down 2.50 cent at \$5.5525/bushel, 6.25 cent off the high and 1 cent up from the low. November Soybeans settled down 2 cent at \$5.8675/bushel, which was 1.25 cent up from the low and 5.25 cent off the high. May Soymeal settled down \$2.7 at \$168.4/ton that was \$0.1 up from the low and \$3.4 off the high. May Soybean Oil closed up 0.09 cent at 22.63 cent/pound, 0.16 cent off the high and 0.05 cent up from the low. The USDA projected ending stocks for the 2005/2006 seasons at 565 million bushels as compared to trade expectations near 571 million bushels (range 555-589). World ending stocks for the 2005/2006 seasons were expected at 53.75 million tonnes, high from 54.42 million tonnes last month and from 45.57 million tonnes this past season, which is a new record high for US and world ending stocks. Brazil production was brushed lower to 57 million tonnes from 58.5 million posted last months. Fundamentals still pointing towards short-term bearish condition and Commitments of Trader's Report also showed record short position held by speculators. Due to rains in the weekend harvesting in Brazil is expected to slow down. Weekly export inspections came in well within the range at 9.155 million bushels as compared to trade expectations at 9-14 million bushels.

CBOT Soy oil futures as 10.04.2006 (Cents/pound)

Months	PCP	Open	High	Low	Close	Change
May'06	22.54	22.65	22.79	22.58	22.63	+0.09
Jul '06	22.96	23.06	23.23	23.00	23.08	+0.12
Aug'06	23.13	23.25	23.40	23.21	23.27	+0.14
Sep'06	23.34	23.52	23.58	23.40	23.43	+0.09
Oct '06	23.56	23.70	23.75	23.58	23.64	+0.08
Dec'06	23.87	23.95	24.12	23.93	23.98	+0.11
Jan'07	24.05	24.33	24.33	24.15	24.17	+0.12

CBOT remains closed on Saturday and Sunday.

BMD Remain Closed on Account of National Holiday (Birth day of Prophet Mohammad)

BMD: CPO Futures (10.04.2006) (Ringgit/ton)

Months	Previous	Open	High	Low	Close	Change	Volume
Apr 06	1386	1389	1407	1384	1407	+21	154
May 06	1407	1411	1433	1406	1433	+26	1489
Jun 06	1422	1423	1446	1420	1446	+24	4978
Jul 06	1431	1434	1455	1430	1455	+24	1032
Aug 06	1438	1435	1458	1435	1458	+20	128

BMD remains closed on Saturday and Sunday.

Palm Oil

Today palm oil prices on spot markets were steady amid positive sentiments in most markets. BMD Exchange was closed on Tuesday on account of National Holiday (Birth

day of prophet Mohammad). There is nothing fresh fundamentals to change its prices. Palm oil prices are expected to move range bound with positive sentiments in near term on account of friendly export demands.

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

Centres	11.04.06	10.04.06	Change
Kandla CPO (5 % FFA)	362	358	+4
Kandla RBD Palmolein +VAT	381	381	0
Mumbai RBD Palmolein+VAT	380	380	0
Chennai RBD Palmolein +VAT	391	391	0
Kakinada RBD Palmolein+VAT	375	375	0
Hyderabad RBD Palmolein+VAT	394	394	0

Refined Soy oil

Today soybean oil prices on domestic spot markets were steady to positive in most markets. However, NCDEX April refined soy oil contract settled marginally up as compared to previous closing price. GM labeling on imported soy oil and positive e-CBOT supported to bulls in the market. Prices surged earlier only on GM issue. Refined soy oil prices remain quoted at Rs 385 and 388 per 10 kg in Kota and Jaipur mandi respectively. Prices are expected to move range bound in near terms.

CIF soy (April Shipment) at Kandla was quoted at \$ 496 per tonne.

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

Centres	11.04.06	10.04.06	Change
Mumbai (Soy Ref oil)+VAT	379	378	+1
Indore (Soy Ref oil)+VAT	380	379	+1
Indore (Solvent Ex. Oil)+VAT	352	352	0
Kota (Soy Ref. Oil)	385	385	0
Jaipur (Soy Ref. Oil)	388	388	0
Hyderabad (Soy Ref)	410	408	+2
Chennai+VAT	386	386	0
Rajkot (Soy Ref)+Tax	377	375	+2

Rape/Mustard oil

Mustard oil prices on domestic spot markets were steady to positive sentiments in most markets. Prices of mustard oil followed the soy oil prices. Today most of the markets were closed in Rajasthan on account of Mahaveer Jayanti. Mustard oil prices are expected to move range bound with positive sentiments in near terms.

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

Centres	11.04.06	10.04.06	Change
Mumbai (Rape Expeller Oil)	382	380	+2
Kota (Rape Expeller Oil)+VAT	360	360	0
Jaipur (Rape Expeller Oil)+VAT	363	363	0
Delhi (Rape Expeller Oil)	380	375	+5
Neewai (Kachchi Ghani Rape Oil)	367	365	+2

Groundnut Refine Oil

Today groundnut oil prices on domestic spot markets showed mixed sentiments. Prices surged owing to export demands of groundnut seeds. Today there were no fresh arrivals in Gujarat on Mahavir Jayanti. Groundnut seeds were quoted Rs350 per 20 kg in Rajkot mandi. GN oil prices are expected to move range bound with positive sentiments due to dearth supply and higher prices of soy oil.

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

Centres	11.04.06	10.04.06	Change
Mumbai +VAT	477	471	+6
Rajkot +VAT	470	470	0
Andhra Region	495	500	-5
Chennai +VAT	460	445	+15

Sunflower Refine Oil

Sunflower oil prices on physical markets showed mixed sentiments in the markets. CIF prices for sunflowers (April Shipment) at Kandla port quoted to \$ 612 per tonnes, up Rs \$7/ton from \$605/ton (previous trading day). Harvesting is in progress in Andhra region. Sunflower oil prices are expected to move range bound with positive sentiments due to higher prices of other edible oils.

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

Markets	11.04.06	10.04.06	Change
Mumbai +Vat	430	425	+5
Chennai	445	442	+3
Hyderabad	435	440	-5

Cotton Refine Oil

Today cotton oil prices on spot markets lackluster in the markets. Cotton oil prices are expected to move range bound with positive sentiments in near term due to depleting stock.

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

Markets	11.04.06	10.04.06	Change
Mumbai+VAT	395	388	+7
Hyderabad+VAT	390	393	-3
Rajkot	385	385	0

NBOT Soy oil futures as on 11.04.2006 (Rs/10 kg)

Months	PCP	Open Price	High Price	Low Price	Close Price	Change	Volume
Apr '06	393.60	394.50	398.10	394.50	398.10	+4.50	5770
May'06	402.70	401.80	407.40	401.80	404.80	+2.10	35300

NCDEX Soy Oil Futures

NCDEX April soy oil contract prices settled marginally up on Tuesday after choppy trading day. Soy oil futures prices settled up Rs 0.60 at Rs 398.00/10 Kg, Rs 2.75 off the high and Rs 3.50 up from the low. The prices were in a range of Rs 374.50 to Rs 400.75. Soy oil prices are expected to move range bound with weak sentiments in near term.

NCDEX Soy oil futures as on 11.04.2006 (Rs/10 kg)

Months	Previous Closing	Open Price	High Price	Low Price	Close Price	Volume	Open Interest
Apr'06	397.40	395.70	400.75	394.50	398.00	6970	12490
May'06	404.30	404.70	407.50	400.90	403.00	28110	28520

PORT-WATCH (Latest):

Edible Oil

JN Port is receiving 12,000 MT of SBO from the vessel 'Process'. The cargo was loaded from Brazil. Interocean agents is handling the vessel.

'Vernal Grace' from Malaysia has berthed at Chennai Port and continues to deliver 3,500 MT of palm oil. James Mackintosh agents is handling the vessel.

'Emirates Swan' has berthed at Kolkata Port and continues to deliver 8,000 MT of CPO. Forbes Gokak agents is handling the vessel. The port is expecting 'Khadijah' to discharge 5,000 MT of CPO.

'Montano Casino' has berthed at Mundra Port and continues to discharge 11,000 MT of SBO. Interocean agents is handling the vessel.

Tuticorin Port is receiving 7,000 MT of palm oil from the vessel 'Global Saturn'. The vessel is being handled by St.John agents.

'Rising One' is expected at Cochin Port from Kandla Port to deliver 3,200 MT of SBO. Interocean agents will be handling the vessel.

Delivery of 11,000 MT of CPO is expected at Kakkiada Port from the vessel 'Pacific Sound'.

Current Vessels Positions

Ports	Vessels	Volume (Ton)	Carrying	Status
Kolkata	Emirates Swan	8000	CPO	Arrived
	Khadijah	5000	CPO	Expected
JN Port	Process	12000	SBO	Arrived
Chennai	Vernal Grace	3500	Palm Oil	Arrived
Kakinada	Pacific Sound	11000	CPO	Expected
Cochin	Rising One	3200	SBO	Expected
Mundra	Montano Casino	11000	SBO	Arrived
Tuticorin	Global Saturn	7000	Palm Oil	Arrived

Forex Rates (As on 11.04.2006)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.74
European Union	Euro	54.14
Japan	100 Yen	37.84
United Kingdom	Pound Sterling	77.95

Weather Forecast**Outlook for subsequent two days based on NCMRWF**

- Scattered rainfall activity over northeastern States is likely to continue.
- A weak western disturbance is likely to affect Western Himalayas on 15th & 16th.
- Scattered thundershower activity is likely over Peninsular and East India.

Source: IMD, GOI.

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