

VEGOIL

May 1, 2006

MAJOR ACTIVITY HIGHLIGHTS

- CBOT Soy Futures Settle Up
- NCDEX May Contract Soy Oil Futures Settle Up

TECHNICAL ANALYSIS

COMMODITY: SOY OIL

Perspective: Very Short Term
NCDEX May Contract

Technical Analysis for May Contract:

1. The MACD is moving upwards after bullish crossover to its signal line, which indicates bullish trends.
2. % K line is moving northwards and just reached in overbought zone after bullish crossover to % D line, which indicates bullish market sentiments.
3. Prices closed far above 9 and 18 days EMA (414.32) and (408.49), which indicates bullish market sentiments.

4. Candlestick pattern revealed bullish market sentiments.

Market Advice: Market is expected to open firm and it may decline later on. Sell near 426.10, target near 422.20 put stop loss at 428.10

Resistance & Support Levels (Most Active Contract)

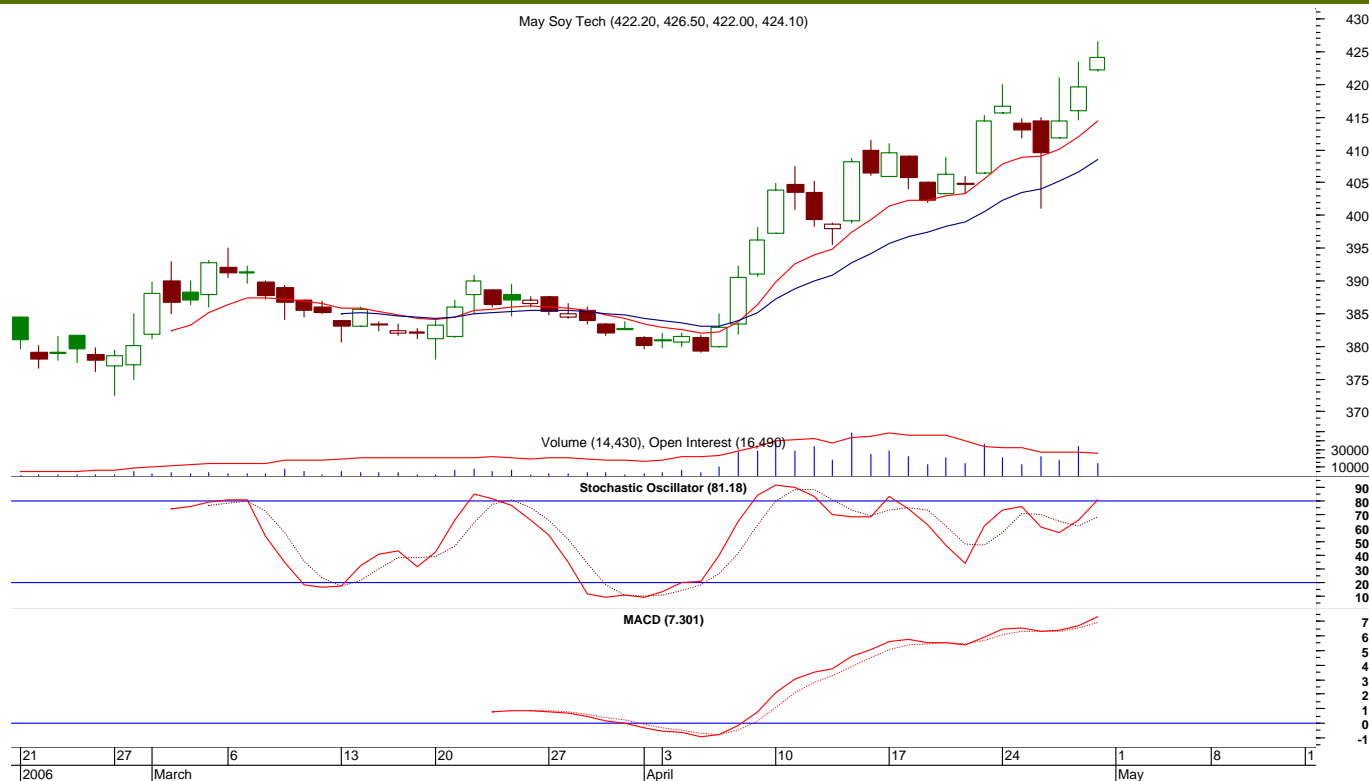
Contract	Supp 1	Supp 2	Res 1	Res 2
NCDEX May '06	421.70	417.40	426.40	428.70

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 Soy Oil Futures Settle Up

July Soybeans settled up 10.50 cent at \$6.01/bushel, 13 cent off the high and 12 cent up from the low. November Soybeans settled up 11.25 cent at \$6.2075/bushel, which was 11.75 cent up from the low and 8.25 cent off the high. July Soymeal settled up \$1.8 at \$173.7/ton that was \$0.2 up from the low and \$3.3 off the high. July Soybean Oil closed up 0.07 cent at 25.72 cent/pound, 0.85 cent off the high and 0.17 cent up from the low. Gap higher opening and strength then after in soybean oil helped to boost the prices of the other soy complex amid short covering rally. Strength in bullions and other commodity markets gives additional support to soybean. Fund buyers dominated the session and were noted buyers of at least 10,000 contracts into the mid-session. Commitment-of-Traders report with reveals a record net short position from speculators for the first week of April and therefore it is expected that short covering is expected at this stage. Heavy rains are likely to over western cornbelt in coming days which may halt down the corn plantings. Bio-diesel demand is expected to increase in coming days which supported the soybean oil.

CBOT Soy oil futures as 28.04.2006 (Cents/pound)

Months	PCP	Open	High	Low	Close	Change
May'06	25.17	25.75	26.09	25.45	25.54	+0.37
Jul '06	25.65	26.15	26.57	25.55	25.72	+0.07
Aug'06	25.84	26.45	26.70	25.75	25.82	-0.02
Sep'06	26.00	26.65	26.92	26.05	26.05	+0.05

CBOT remains closed on Saturday and Sunday.

BMD Remain Closed on Saturday and Sunday

BMD: CPO Futures (28.04.2006) (Ringgit/ton)

Months	Previous	Open	High	Low	Close	Change	Volume
May 06	1439	1442	1445	1440	1441	+2	260
Jun 06	1457	1463	1470	1460	1463	+6	718
July 06	1473	1479	1487	1477	1481	+8	4813
Aug 06	1480	1485	1494	1485	1490	+10	659
Sep 06	1482	1487	1497	1487	1494	+12	272

BMD remains closed on Saturday and Sunday.

Palm Oil

Today palm oil prices on spot markets moved up in most markets amid positive sentiments. Palm oil prices climbed behind soy oil prices. Strong futures market of soy oil on NCDEX brought positive impact on its prices. Increasing demands of biodiesel provided support to the market. Palm oil prices are expected to improve further in near term.

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

Centres	29.04.06	28.04.06	Change
Kandla CPO (5 % FFA)	373	370	+3
Kandla RBD Palmolein +VAT	390	385	+5
Mumbai RBD Palmolein +VAT	400	391	+9
Chennai RBD Palmolein +VAT	403	403	0
Kakinada RBD Palmolein +VAT	390	384	+6
Hyderabad RBD Palmolein +VAT	406	404	+2
Delhi RDB Palmolein	430	430	0

Refined Soy Oil

Soybean oil prices on domestic spot markets improved sharply in most markets on amid positive sentiments on Saturday. NCDEX May refined soy oil contract settled higher as compared to previous closing. Higher futures market brought positive impact on its prices. Arrivals of soybeans were about 50,000-55,000 bags (bag=85 Kg) in major markets. Prices are expected to improve further in near terms.

Prices for soy degum (High-Seas) at Kandla were quoted at Rs 375 per 10 kg. CIF Prices for soy at Kandla were quoted at \$ 540 per tonne, up \$5 per ton as compared to Friday.

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

Centres	29.04.06	28.04.06	Change
Mumbai (Soy Ref oil)+VAT	410	407	+3
Indore (Soy Ref oil)+VAT	408	404	+4
Indore (Solvent Ex. Oil)+VAT	374	366	+8
Kota (Soy Ref. Oil)+VAT	405	400	+5
Jaipur (Soy Ref. Oil)+VAT	405	402	+3
Hyderabad (Soy Ref)+VAT	400	395	+5
Chennai +VAT	400	398	+2
Rajkot +VAT	390	390	0

Rape/Mustard Oil

Mustard oil prices on domestic spot markets showed positive sentiments in most markets. Supply of mustard seeds is declined in Rajasthan due to local festival (Asha Teej). Today's arrivals were about 2000 bags in Neewai mandi, Arrivals in Rajasthan were about 2.50 lakh bags in Rajasthan and 60,000-65,000 bags in Madhya Pradesh. Mustard seeds prices were quoted Rs 1540-1560 in Kota and 1680-1700 per quintal in Jaipur mandi. Mustard oil prices are expected to move range bound with positive sentiments in near term.

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

Centres	29.04.06	28.04.06	Change
Mumbai (Rape Expeller Oil)	386	382	+4
Kota (Rape Expeller Oil)+VAT	375	370	+5
Jaipur (Rape Expeller Oil)+VAT	378	372	+6
Delhi (Rape Expeller Oil)	400	393	+7
Neewai	378	377	+1

Groundnut Refine Oil

Today groundnut oil prices on domestic spot markets has witnessed steady to positive in most markets. Today's arrivals of groundnut seeds were remained about 30,000 bags (bags=35 kg) in Gujarat. Arrivals in Chennai market were about 6000 bags (bags=80kg). Groundnut seeds were quoted Rs352 per 20 kg in Rajkot mandi. GN oil prices are expected to move range bound with positive sentiments in near term due to higher prices of soy oil on spot market.

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

Centres	29.04.06	28.04.06	Change
Mumbai +VAT	477	472	+5
Rajkot +VAT	470	468	+2
Andhra Region +VAT	480	480	0
Chennai +VAT	450	445	+5
Delhi	510	510	0

Sunflower Refine Oil

Sunflower oil prices on physical markets went up in most market amid positive sentiments. Higher prices of soy oil brought positive sentiments on its prices. CIF prices for sunflowers (April Shipment) at Kandla port were quoted \$643 a ton on Saturday, up \$3/ton as compared to Friday. Sunflower oil prices are expected to move range bound in near term.

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

Markets	29.04.06	28.04.06	Change
Mumbai +Vat	446	440	+6
Chennai	448	448	0
Hyderabad	448	445	+3

Cotton Refine Oil

Today cotton oil prices on spot markets remain firm in most markets amid positive sentiments. Strong soy futures market on NCDEX brought positive impact on its prices. Cotton oil prices followed soy oil prices. Cotton oil prices are expected to move range bound with positive sentiments in near term.

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

Markets	29.04.06	28.04.06	Change
Mumbai +VAT	446	400	+6
Hyderabad +VAT	408	405	+3
Rajkot + VAT	399	395	+4
Delhi	404	402	+2

NBOT Soy oil futures as on 29.04.2006 (Rs/10 kg)

Months	PCP	Open Price	High Price	Low Price	Close Price	Change	Volume
May'06	419.30	421.30	424.60	421.00	422.50	+3.20	35280
Jun'06	428.80	431.50	435.60	431.00	434.00	+5.20	5920

NCDEX Soy Oil Futures Settle Up

NCDEX (May'06): Refined soy oil contract prices settled higher on Saturday on higher demands of biodiesel. Soy oil futures prices settled up Rs 4.45 at Rs 424.10/10 Kg, Rs 2.40 off the high and Rs 2.10 up from the low. The prices moved in a range of Rs 422.00-426.50. Soy oil prices are expected to move range bound with positive sentiments in near term on increasing biodiesel demands.

NCDEX Soy oil futures as on 29.04.2006 (Rs/10 kg)

Months	Previous Closing	Open Price	High Price	Low Price	Close Price	Volume	Open Interest
May'06	419.65	422.20	426.50	422.00	424.10	14430	16490
June'06	428.55	433.00	437.25	431.20	434.00	15970	30210
July '06	435.30	437.10	443.30	437.10	439.60	2330	3910

Forex Rates (As on 29.04.2006)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.97
European Union	Euro	56.82
Japan	100 Yen	39.50
United Kingdom	Pound Sterling	82.10
Malaysia	Ringgit	12.42

PORT-WATCH (Latest):

Edible Oil

'Biz' from Argentina is expected at Kandla Port to discharge 12,000 MT of SBO. Delivery of 6,700 MT of palm oil is expected at Kandla Port from the vessel 'Isokaze'. These vessels will be handled by Interocean agents. The port is expecting 'New Merry Ocean' from Indonesia to discharge 6,000 MT of CPO. Atlantic gents will be handling the vessel.

Delivery of 10,004 MT of palm oil is continuing at Mumbai Port from the vessel 'Golden Dream'. The vessel is being handled by Interocean agents. 'Isokaze' is expected at the port to deliver 9,500 MT of CPO. Interocean agents is handling the vessel.

New Mangalore Port is receiving 12,000 MT of CPO from the vessel 'Pagasus Seven'. Seaworld agents is handling the vessel.

Kakkanada Port is expecting 'Spring Wind' and 'Chelesa' to deliver 4,000 MT of CPO and 21,000 MT of SBO respectively.

'Agiasma' is expected at Chennai Port and to deliver 17,000 MT of SBO. Interocean will be handling the vessel.

Tuticorin Port is expecting 'Spring Glory' to discharge 7,000 MT of palm oil. St.John agents will be handling the vessel.

JN port is expecting 'Biz' from Argentina to deliver 20,000 MT of SBO. Interocean agents will be handling the vessel.

'New Merry Ocean' is expected at Mundra Port to discharge 9,000 MT of CPO. Taurus agents will be handling the vessel.

Current Vessels Positions

Ports	Vessels	Volume (Ton)	Carrying	Status
Chennai	Agiasma	17000	SBO	Expected
Kakinada	Spring Wind	4000	CPO	Expected
	Chelesa	21000	SBO	Expected
Kandla	New Merry Ocean	6000	CPO	Expected
	Biz	12000	SBO	Arrived
	Isokaze	6700	Palm Oil	Expected
Tuticorin	Spring Glory	7000	Palm Oil	Expected
Mumbai	Golden Dream	10004	Palm Oil	Arrived
	Isokaze	9500	CPO	Expected
JN port	Biz	20000	SBO	Expected
New Manglore	Pagarus Seven'	12000	CPO	Arrived
Mundra	New Merry Ocean	9000	CPO	Expected

Weather Forecast

Chief Features

The very severe cyclonic storm "Mala" over eastcentral Bay of Bengal has moved northeastwards and crossed Arakan coast about 100 kms south of Sandoway at 0600 UTC of today. Based on 0900 UTC synoptic observation, it lay centered at Lat. 18.0° N and 95.0° E.

Due to duststorm/thunderstorm activity, temperatures have fallen down over plains of northwest India.

Heat wave conditions continue to prevail over north Rajasthan and Jammu division of Jammu and Kashmir and also over south-coastal Andhra Pradesh and north coastal Tamil Nadu.

West India

Weather will be mainly dry over the region. However, isolated duststorm may occur over Rajasthan. Day temperatures in Rajasthan are likely to remain between 40 to 44°C. Heat wave likely over some more areas of Rajasthan.

Source: IMD

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.