

VEGOIL

April 18, 2006

MAJOR ACTIVITY HIGHLIGHTS

- NCDEX May Contract Soy Oil Futures Ends Higher
- BMD CPO Futures Settle Up

TECHNICAL ANALYSIS

COMMODITY: SOY OIL

Perspective: Very Short Term
NCDEX May Contract

Technical Analysis for May Contract:

1. The MACD continue to move upwards, which indicates medium term bullish sentiments.
2. % K line has just turned upwards and reached in over bought zone after bullish crossover to % D line, which indicates bullish market sentiments.
3. Prices closed far above 9 days EMA (401.32) and 18 days (395.78), which indicates bullish sentiments.

4. Candlestick pattern shows bullish sentiments.

Market Advice: Market is expected to open weak and it may improve later on. Go long with cautions. Buy near 406.20, targets near 409.50 and put stop loss at 404.50.

Resistance & Support Levels (Most Active Contract)

Contract	Supp 1	Supp 2	Res 1	Res 2
NCDEX May '06	405.70	403.60	411.50	413.65

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 Remain Closed on Saturday and Sunday

CBOT Soy oil futures as 13.04.2006 (Cents/pound)

Months	PCP	Open	High	Low	Close	Change
May'06	22.64	22.7	22.79	22.56	22.56	-0.08
Jul '06	23.06	23.08	23.22	22.99	22.99	-0.07
Aug'06	23.25	23.25	23.41	23.19	23.19	-0.06
Sep'06	23.45	23.5	23.6	23.39	23.39	-0.06

CBOT remains closed on Saturday and Sunday.

BMD CPO Futures Settle Up

Crude palm oil futures at Bursa Malaysia Derivatives settled higher on Monday. The benchmark July CPO contract settled at MYR1,470 a metric ton, up MYR8 from Friday. Export estimates for the April 1-15 was below than expectations of participants, but it could not bring much impact on the market. Cargo Surveyor SGS (Malaysia) Bhd, estimated April 1-15 exports at only 536,334 tons, up 4% on month. Intertek Agri Services estimated April 1-15 Malaysian palm oil exports at 595,225 tons, up 16% on month. Higher projections for soy oil futures on CBOT added positive tone to the palm oil markets. Participants were optimistic about the bio fuel in near future.

BMD: CPO Futures (17.04.2006) (Ringgit/ton)

Months	Previous	Open	High	Low	Close	Change	Volume
Apr 06	1431	1426	1435	1424	1432	+1	664
May 06	1450	1449	1459	1443	1456	+6	1210
Jun 06	1462	1460	1471	1454	1470	+8	2300
Jul 06	1468	1464	1477	1461	1477	+9	573
Aug 06	1470	1464	1479	1462	1479	+9	177

BMD remains closed on Saturday and Sunday.

Palm Oil

Today palm oil prices on spot markets were steady in most markets amid lower demand at retail ends. Palm oil prices followed soy oil prices on physical markets. There was nothing fundamentals to improve its prices. Export figure for April 1-15 was below than expectations of participants in Malaysia. Palm oil prices are expected to move range bound in near term.

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

Centres	17.04.06	15.04.06	Change
Kandla CPO (5 % FFA)	365	366	-1
Kandla RBD Palmolein +VAT	380	380	0
Mumbai RBD Palmolein +VAT	382	382	0
Chennai RBD Palmolein +VAT	395	395	0
Kakinada RBD Palmolein +VAT	375	375	0
Hyderabad RBD Palmolein +VAT	395	395	0

Refined Soy oil

Today soybean oil prices on domestic spot markets moved range bound with weak sentiments amid low demands at retail ends. However, NCDEX May refined soy oil contract settled up as compared to previous closing prices. Arrivals of soybeans were about 50,000 to 52,000 bags (bag=85 Kg) in major markets. Soy oil prices were remain quoted Rs 388 and Rs 390 per 10 kg excluding VAT in Kota and Jaipur respectively. CIF soy (April Shipment) at Kandla remain quoted at \$ 496 per tonnes. Prices are expected to move range bound in near term.

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

Centres	17.04.06	15.04.06	Change
Mumbai (Soy Ref oil)+VAT	382	383	-1
Indore (Soy Ref oil)+VAT	383	383	0
Indore (Solvent Ex. Oil)+VAT	358	358	0
Kota (Soy Ref. Oil)+VAT	388	388	0
Jaipur (Soy Ref. Oil)+VAT	390	390	0
Hyderabad (Soy Ref)+VAT	383	385	-2
Chennai +VAT	390	390	0
Rajkot +VAT	377	378	-1

Rape/Mustard Oil

Mustard oil prices on domestic spot markets witnessed steady to weak sentiments in most markets. Today's arrivals were about 6000-7000 bags in Neewai mandi, 15000 bags in Kota and 25000 bags in Jaipur mandi. Arrivals in Rajasthan were about 3.5 lakh bags in Rajasthan and 90,000-1,00,000 bags in Madhya Pradesh and about 5 lakh bags in India (bags= 85 kg). Mustard seeds prices were quoted Rs 1470-1520 in Kota and 1635-40 in Jaipur mandi. Mustard oil prices are expected to decline slightly on account of harvesting pressure.

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

Centres	17.04.06	15.04.06	Change
Mumbai (Rape Expeller Oil)	382	385	-3
Kota (Rape Expeller Oil)+VAT	362	365	-3
Jaipur (Rape Expeller Oil)+VAT	365	368	-3
Delhi (Rape Expeller Oil)	390	390	0
Neewai (Kachchi Ghani Rape Oil)	371	371	0

Groundnut Refine Oil

Today groundnut oil prices on domestic spot markets were witnessed mixed sentiments amid lower demands at retail ends. Today's arrivals of groundnut seeds were remain about 40,000 bags (bags=35 kg). Groundnut seeds were remain 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 dearth supply.

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

Centres	17.04.06	15.04.06	Change
Mumbai +VAT	478	475	+3
Rajkot +VAT	470	472	-2
Andhra Region +VAT	476	478	-2
Chennai +VAT	445	450	-5
Delhi	495	495	0

Sunflower Refine Oil

Sunflower oil prices on physical markets were range bound with weak sentiments in most markets. Harvesting is in progress in Andhra Pradesh and some pockets in Tamil Nadu. CIF prices for sunflowers (April Shipment) at Kandla port remain quoted to \$ 610 per tonnes. Sunflower oil prices are expected to move range bound with weak sentiments due to harvesting pressure.

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

Markets	17.04.06	15.04.06	Change
Mumbai +Vat	432	433	-1
Chennai	447	450	-3
Hyderabad	438	438	0

Cotton Refine Oil

Today cotton oil prices on spot markets showed lackluster amid weak market sentiments in most markets. Cotton oil prices followed soy oil prices. Cotton oil prices are expected to move range bound in near term.

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

Markets	17.04.06	15.04.06	Change
Mumbai +VAT	395	395	0
Hyderabad +VAT	390	392	-2
Rajkot + VAT	385	388	-3
Delhi	390	390	0

NBOT Soy oil futures as on 17.04.2006 (Rs/10 kg)

Months	PCP	Open Price	High Price	Low Price	Close Price	Change	Volume
May'06	406.90	406.00	410.80	406.00	409.50	+2.60	38970
Jun'06	410.70	0.00	0.00	0.00	0.00	-410.70	0

NCDEX Soy Oil Futures Settle Up

NCDEX May soy oil contract prices settled higher after choppy trading on Monday. Prices surged sharply after opening and it is decline slightly later on and again market moved in up direction, finally settled up as compared to previous closing. Market was dominated by bulls in the beginning on an anticipation of change in tariff value, but it could not sustain without getting any bullish news from the market and prices fall down, after that prices moved up again on speculative buying. Soy oil futures prices settled up Rs 2.90 at Rs 409.40/10 Kg, Rs 1.50 off the high and Rs 3.40 up from the low. The prices fluctuated in a range of Rs 406.00 to Rs 410.90. Soy oil prices are expected to move range bound with positive sentiments.

NCDEX Soy oil futures as on 17.04.2006 (Rs/10 kg)

Months	Previous Closing	Open Price	High Price	Low Price	Close Price	Volume	Open Interest
Apr'06	399.25	400.50	401.00	397.10	400.75	1660	6470
May'06	406.50	406.00	410.90	406.00	409.40	27590	34390
June'06	410.00	411.00	414.70	410.50	413.80	5740	13160

PORT-WATCH (Latest):

Edible Oil

Mumbai Port is receiving 7,650 MT of palm oil from the vessel 'Olympic'. Forbes Gokak agents is handling the vessel.

'Rising One' has berthed at Cochin Port from Kandla Port and continues to deliver 3,200 MT of SBO. Interocean 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.

Delivery of 6,200 MT of CPO is expected at Kandla Port from the vessel 'Olympic'. The cargo was loaded from Indonesia. Forbes Gokak agents will be handling the vessel. The port is expecting 'Jo Selje' to deliver 12,750 MT of SBO. The vessel will be handled by Interocean agents.

'Nora' is expected at Mundra Port and to discharge 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'.

Chennai Port is expecting 'Countess' to deliver 2,700 MT of palm oil. The vessel will be handled by Seaport agents.

Current Vessels Positions

Ports	Vessels	Volume (Ton)	Carrying	Status
Kolkata	Emirates Swan	8000	CPO	Arrived
	Khadijah	5000	CPO	Arrived
JN Port	Process	12000	SBO	Arrived
Mumbai	Olympic	7650	Palm Oil	Arrived
Chennai	Countess	2700	Palm Oil	Expected
Kakinada	Pacific Sound	11000	CPO	Expected
Kandla	Rising One	3200	SBO	Arrived
	Olympic	6200	CPO	Expected
	Jo Selje	12750	SBO	Expected

Weather Forecast

Chief Features

During past 24 hours, rain/thundershowers have occurred at many places over Andhra Pradesh Interior Karnataka and south Chhattisgarh and at a few places over rest Peninsula, Vidarbha, Orissa and northeastern states. Rain/snow has occurred at a few places over Western Himalayas and isolated thundershower activity over northwest India and Madhya Pradesh.

The rainfall activity is likely to increase over Orissa, Jharkhand and West Bengal & Sikkim during next 2 days and over northeastern States subsequently. However the rainfall activity over Chhattisgarh and south peninsula is likely to decrease and the duststorm/thunderstorm activity over plains of northwest India is likely to be over by tomorrow.

Chief amounts of rainfall (In cm) during the past 24 hours

Ongole-10, Nalgonda-7, Kakinada-6, Hyderabad-4, Jagdalpur-4, Vardha-3 and Gadag-3

SOUTH INDIA

Rain/thundershowers are likely at many places over north coastal Andhra Pradesh; at a few places over Telangana, Tamil Nadu and Kerala and isolated over the rest region. Isolated hail/squall over Telangana and north coastal Andhra Pradesh during next 24 hours. Rainfall activity likely to decrease over the region from tomorrow.

WEST INDIA

Weather will be mainly dry over the region except over Rajasthan where isolated duststorm/thunderstorm accompanied with hail may occur till tomorrow. Mainly dry weather is likely there after

Warning

Isolated hail/squall are likely over northwest India, Rajasthan, Chhattisgarh and north Andhra Pradesh during next 24 hrs. and over Orissa, Bihar, Jharkhand and West Bengal & Sikkim during next 2-3 days. Isolated hail/squall may also occur over northeastern States and Sub-Himalayan West Bengal & Sikkim during 19th to 21st.

Outlook for subsequent two days based on NCMRWF

1. Scattered rain/thundershower activity over northeastern States is likely to continue.
2. Enhanced rainfall activity over eastern parts of India will decrease.

Source: IMD

Forex Rates

(As on 17.04.2006)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.15
European Union	Euro	54.98
Japan	100 Yen	38.18
United Kingdom	Pound Sterling	79.39

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