

VEGOIL

April 24, 2006

MAJOR ACTIVITY HIGHLIGHTS

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

TECHNICAL ANALYSIS

COMMODITY: SOY OIL

Perspective: Very Short Term
NCDEX May Contract

Technical Analysis for May Contract:

1. The MACD has just turned upwards and crossed its signal line, which indicates medium term bullish market sentiments.
2. % K line has just turned northwards sharply after bullish crossover to % D line, which indicates bullish market sentiments.
3. Prices closed above 9 days EMA (405.64) and far above 18 days EMA (400.67), which indicates bullish market.

4. Candlestick pattern shows bullish sentiments.

All technical indicators revealed bullish sentiments.

Market Advice: Market is expected to open firm and it will decline later on. Sell near 416.10, target near 410.90 put stop loss at 418.80

Resistance & Support Levels (Most Active Contract)

Contract	Supp 1	Supp 2	Res 1	Res 2
NCDEX May '06	408.80	406.30	416.50	418.90

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 Flare Up

July Soybeans settled down 2 cent at \$5.8325/bushel, 4.25 cent off the high and 2.75 cent up from the low. November Soybeans settled down 1.25 cent at \$6.04/bushel, which was 3 cent up from the low and 3.75 cent off the high. July Soymeal settled down \$0.8 at \$172.0/ton that was \$0.4 up from the low and \$1.6 off the high. July Soybean Oil settled up 0.54 cent at 25.06 cent/pound, 0.08 cent off the high and 0.68 cent up from the low. Weak export sales data still had an impact over the soybean and initially the market weakened, as it didn't find adequate fund buying support. Later soybean got some strength amid solid gains in the December oil on the view that soy oil can be used for making bio-diesel. The oil market then got boost to move upwards and left soybean and meal to lag behind. Soybean also upset by the wheat market as it closed weak combined with the huge world ending stocks. Brazil's Agricultural Research agency Embrapa reduced their production forecast by 1.5 million tonnes to 55.7 million tonnes due to outbreak of Asia rust. The lower opening in July meal had a bearish note in the market and thus helped to settle lower.

CBOT Soy oil futures as 21.04.2006 (Cents/pound)

Months	PCP	Open	High	Low	Close	Change
May'06	24.14	24	24.72	23.95	24.61	+0.47
Jul '06	24.52	24.45	25.14	24.36	25.06	+0.54
Aug'06	24.72	24.72	25.28	24.58	25.2	+0.48
Sep'06	24.89	24.8	25.47	24.78	25.43	+0.54

CBOT remains closed on Saturday and Sunday.

BMD Remains Closed on Saturday and Sunday

BMD: CPO Futures (21.04.2006) (Ringgit/ton)

Months	Previous	Open	High	Low	Close	Change	Volume
Apr 06	1439	1437	1438	1429	1437	-2	704
May 06	1463	1464	1464	1452	1456	-7	861
Jun 06	1479	1480	1480	1466	1471	-8	2679
Jul 06	1487	1485	1485	1476	1479	-8	256
Aug 06	1490	1487	1487	1478	1486	-4	263

BMD remains closed on Saturday and Sunday.

Palm Oil

Today palm oil prices on spot markets moved up amid positive sentiments in most markets. Palm oil prices followed soy oil prices. Palm oil prices are expected to move range bound with positive sentiments in near term on account of increasing demands of biodiesel from palm oil due to record high prices of crude oil.

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

Centres	22.04.06	21.04.06	Change
Kandla CPO (5 % FFA)	367	366	+1
Kandla RBD Palmolein +VAT	382	378	+4
Mumbai RBD Palmolein +VAT	383	380	+3
Chennai RBD Palmolein +VAT	398	393	+5
Kakinada RBD Palmolein +VAT	375	373	+2
Hyderabad RBD Palmolein +VAT	395	395	0

Refined Soy Oil

Soybean oil prices on domestic spot markets went up amid positive market sentiments on Saturday. NCDEX May refined soy oil contract shoot up as compared to previous closing prices on account of record high prices of crude oil. Arrivals of soybeans were about 48,000-50,000 bags (bag=85 Kg) in major markets. The world's largest soy biodiesel production plant in the world is being constructed in Indiana, USA. Today refined soy oil prices were quoted Rs 385 and Rs 388 per 10 kg in Rajkot and Jaipur respectively. Prices are expected to move range bound with positive sentiments in near terms.

CIF soy (April Shipment) at Kandla quoted at \$ 524 per tonnes on Saturday, up \$ 7 per ton from \$517/ton Friday. Prices are expected to move range bound with weak sentiments in near terms.

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

Centres	22.04.06	21.04.06	Change
Mumbai (Soy Ref oil)+VAT	386	382	+4
Indore (Soy Ref oil)+VAT	386	382	+4
Indore (Solvent Ex. Oil)+VAT	359	356	+3
Kota (Soy Ref. Oil)+VAT	385	382	+3
Jaipur (Soy Ref. Oil)+VAT	388	385	+3
Hyderabad (Soy Ref)+VAT	383	382	+1
Chennai +VAT	391	388	+3
Rajkot +VAT	380	375	+5

Rape/Mustard Oil

Mustard oil prices on domestic spot markets improved amid positive sentiments in the markets. Strong futures market brought positive impact on all edible oil. Mustard oil prices ride on the back of soy oil prices. Today's arrivals were about 5000-6000 bags in Neewai mandi, 12000-15000 bags in Kota and 25000 bags in Jaipur mandi. Arrivals in Rajasthan were about 3.25-3.5 lakh bags in Rajasthan and 90,000-1,00,000 bags in Madhya Pradesh. Mustard seeds prices were quoted Rs 1480-1510 in Kota and 1635-40 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	22.04.06	21.04.06	Change
Mumbai (Rape Expeller Oil)	382	377	+5
Kota (Rape Expeller Oil)+VAT	361	358	+3
Jaipur (Rape Expeller Oil)+VAT	366	362	+4
Delhi (Rape Expeller Oil)	388	385	+3
Neewai (Kachchi Ghani Rape Oil)	364	362	+2

Groundnut Refine Oil

Today groundnut oil prices on domestic spot markets remain displayed mixed sentiments in the markets. Prices improved in Mumbai and Rajkot mandi only due to higher prices of other edible in the market. Prices declined slightly in Andhra and Chennai due to higher expected production. Harvesting is in progress in Andhra and Tamil Nadu. Today's arrivals of groundnut seeds were about 30,000 bags (bags=35 kg). Groundnut seeds were quoted Rs348 per 20 kg in Rajkot mandi. GN oil prices are expected to move range bound in near term.

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

Centres	22.04.06	21.04.06	Change
Mumbai +VAT	475	472	+3
Rajkot +VAT	465	462	+3
Andhra Region +VAT	472	475	-3
Chennai +VAT	445	450	-5
Delhi	510	510	0

Sunflower Refine Oil

Sunflower oil prices on physical markets showed lackluster in most markets. CIF prices for sunflowers (April Shipment) at Kandla port increased to \$658 a ton on Saturday, up \$7 from \$651 per tonnes of Friday. Sunflower oil prices are expected to move range bound in near term.

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

Markets	22.04.06	21.04.06	Change
Mumbai +Vat	432	432	0
Chennai	445	450	-5
Hyderabad	440	438	+2

Cotton Refine Oil

Today cotton oil prices on spot markets went up amid positive sentiments in most markets. Prices moved up owing to strong future markets on NCDEX and higher prices of other edible oil on spot markets. 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	22.04.06	21.04.06	Change
Mumbai +VAT	394	390	+4
Hyderabad +VAT	386	385	+1
Rajkot + VAT	390	384	+6
Delhi	397	390	+7

NBOT Soy oil futures as on 22.04.2006 (Rs/10 kg)

Months	PCP	Open Price	High Price	Low Price	Close Price	Change	Volume
May'06	404.60	408.00	412.10	408.00	412.10	+7.50	28670
Jun'06	410.30	414.00	417.80	414.00	417.80	+7.50	380

NCDEX Soy Oil Futures Flare Up

NCDEX (May'06): Refined soy oil contract prices shoot up on Saturday on increasing demands of biodiesel from soybean oil due to record high prices of crude oil. The world's largest soy biodiesel production plant in the world is being constructed in Indiana, USA. The plant, being built by Louis Dreyfus Agriculture, is expected to produce up to 250,000 gallons of biodiesel per day, totaling more than 80 million gallons per year. Soy oil futures prices settled up Rs 9.80 at Rs 414.55/10 Kg, Rs 0.75 off the high and Rs 8.05 up from the low. The prices moved in a wide range of Rs 406.50 - 415.30. Soy oil prices are expected to move range bound in near term.

NCDEX Soy oil futures as on 22.04.2006 (Rs/10 kg)

Months	Previous Closing	Open Price	High Price	Low Price	Close Price	Volume	Open Interest
May'06	404.75	406.50	415.30	406.50	414.55	36120	22090
June'06	410.00	412.85	422.80	412.85	420.90	16320	22130
July '06	414.05	417.95	430.00	417.95	426.00	1360	1700

Forex Rates

(As on 22.04.2006)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.07
European Union	Euro	55.62
Japan	100 Yen	38.65
United Kingdom	Pound Sterling	80.30
Malaysia	Ringgit (MYR)	12.32

PORT-WATCH (Latest):

Edible Oil

JN Port is receiving 11,000 MT of SBO from the vessel 'Jo Selje'. The cargo was loaded from Argentina. Interocean agents is handling the vessel.

'West Gold' from Indonesia has berthed at Kandla Port and continues to deliver 7,000 MT of CPO. Atlantic agents is handling the vessel. The port is expecting 'Jo Selje' from Argentina to deliver 12,750 MT of SBO. 'Bow Fighter' from Brazil is expected at the port to discharge 3,000 MT of SBO. These vessels will be handled by Interocean agents.

Delivery of 3,000 MT of CPO is expected at Chennai Port from the vessel 'L Star'. Seaworld agents will be handling the vessel.

Mundra Port is expecting 'New Merry Ocean' to deliver 10,850 MT of SBO. Taurus agents will be handling the vessel. Delivery of 20,000 MT of SBO is expected at the port from the vessel 'Bow Fighter'. The cargo was loaded from Brazil. Interocean agents will be handling the vessel.

'Ace I' is expected at Kakkinada Port to deliver 6,000 MT of CPO. The port is expecting 'Thressa II', 'Spring Wind' 'Chelasa' to deliver 12,000 MT of CPO, 4,000 MT of CPO and 21,000 MT of SBO respectively.

Current Vessels Positions

Ports	Vessels	Volume (Ton)	Carrying	Status
Chennai	L Star	3000	CPO	Expected
Kakinada	Ace 1	6000	CPO	Expected
	Thressa II	12000	CPO	Expected
	Spring Wind	4000	CPO	Expected
	Chelesa	21000	SBO	Expected
Kandla	Jo Selje	12750	SBO	Expected
	Bow Fighter	3000	SBO	Expected
	West Gold	7000	CPO	Arrived
Mundra	Bow Fighter	20000	SBO	Expected
	New Merry Ocean	10850	SBO	Expected
JN Port	Jo Selje	11000	SBO	Arrived

parts of south Rajasthan, southwest Madhya Pradesh and parts of Madhya Maharashtra ,however there are still no chances of development of heat wave over any parts of the country during next 1-2 days.

Weather will be mainly dry.

Source: IMD

Weather Forecast

Chief Features

Mainly dry weather prevailed over the country except scattered rain/thundershowers over the Bay islands. This scenario is likely to continue for next 2-3 days except scattered rain/thundershowers activity over Bay islands and slight increase in rainfall activity over northeastern states from 24th.

Day temperatures above 40°C were reported from some

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