

VEGOIL

April 22, 2006

MAJOR ACTIVITY HIGHLIGHTS

- CBOT Soy Oil Futures Settle Up
- BMD CPO Futures Settle Down
- NCDEX May Contract Soy Oil Futures Ends Down on Profit Booking

TECHNICAL ANALYSIS

COMMODITY: SOY OIL

Perspective: Very Short Term
NCDEX May Contract

Technical Analysis for May Contract:

1. The MACD has turned slightly downwards and crossed its signal line, which indicates medium term slight bearish market sentiments.
2. % K line continued to move downward parallel to % D line, which indicates bearish market sentiments.
3. Prices closed above 9 days EMA (403.41) and far above 18 days EMA (399.03), which indicates slightly bullish market.

4. Candlestick formed Doji pattern, which shows bullish and bearish factors weighing equally in the market and it convey a message of indecisive.

Market Advice: Market is indecisive, better to stay away. Risk lovers can go short. Sell near 405.60, target near 402.30 put stop loss at 407.20

Resistance & Support Levels (Most Active Contract)

Contract	Supp 1	Supp 2	Res 1	Res 2
NCDEX May '06	403.20	401.10	406.30	408.50

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 Remain Firm

May Soybeans settled down 2.75 cent at \$5.7125/bushel, 4.50 cent off the high and 5 cent up from the low. November Soybeans settled down 2.25 cent at \$6.0525/bushel, which was 5.25 cent up from the low and 4.75 cent off the high. May Soybean Oil closed up 0.25 cent at 24.14 cent/pound, 0.06 cent off the high and 0.56 cent up from the low. Slow weekly export sales data had a bearish impact over the market. Steep fall in the precious metals like gold and silver also influence the prices of soybean to go down. Weekly US export sales for soybeans remain much below at 194600 metric tonnes as compared to trade expectations between 200000-350000. Meal sales remain at 143000 metric tonnes well within the range of trade expectations of 60000-110000. Soy oil also remains in the range of trade expectation at 2800 metric tonnes as compared to the expectations between 1000-6000. Argentina officials revised their 2005/2006-soybean crop from 39.50 million tonnes to slightly higher at 40 million tonnes. Brazil officials are assisting the producers by announcing relief package, which could ease the distressed selling by soybean growers.

CBOT Soy oil futures as 20.04.2006 (Cents/pound)

Months	PCP	Open	High	Low	Close	Change
May'06	23.89	23.86	24.2	23.58	24.14	+0.25
Jul '06	24.27	24.3	24.65	23.99	24.52	+0.25
Aug'06	24.46	24.48	24.73	24.22	24.72	+0.26
Sep'06	24.65	24.68	24.89	24.48	24.89	+0.24

CBOT remains closed on Saturday and Sunday.

BMD CPO Futures Settle Up on Friendly Export Figures

Crude palm oil futures on the Bursa Malaysia Derivatives settled lower on Friday. Market participants took profits from recent gains on rise in crude oil. Weak electronic trading on CBOT added bearish tone in the markets. The benchmark July CPO contract settled at MYR1,471 a metric ton, down MYR8 from Thursday after moving between MYR1,466 and MYR1,480/ton. Market participants. Peoples were hesitating to make a fresh positions and waiting fresh leads from the Global conference on Saturday and Sunday. Market participants are in mood to make fresh positions from Monday after getting directions from above mentioned conference. Cargo surveyors SGS (Malaysia) Bhd and Intertek Agri Services are due to issue estimates on Tuesday for Malaysian palm oil exports in the April 1-25 period. Market participants are expecting higher palm oil production in April, exports also need to increase to prevent a build-up in stocks.

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 range bound amid positive sentiments in most markets. Higher settlement of CPO futures on BMD and gain in soy oil futures on CBOT and NCDEX brought positive impact on its 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	21.04.06	20.04.06	Change
Kandla CPO (5 % FFA)	366	366	0
Kandla RBD Palmolein +VAT	378	378	0
Mumbai RBD Palmolein +VAT	380	378	+2
Chennai RBD Palmolein +VAT	393	392	+1
Kakinada RBD Palmolein +VAT	373	375	-2
Hyderabad RBD Palmolein +VAT	395	392	+3

Refined Soy oil

Soybean oil prices on domestic spot markets witnessed mixed sentiments amid lower demands at retail ends on Friday. NCDEX May refined soy oil contract are lower as compared to previous closing prices. Arrivals of soybeans were about 50,000 bags (bag=85 Kg) in major markets. Arrivals in Kota were about 1000 bags in Kota market. Today refined soy oil prices were quoted Rs 382 and Rs 385 per 10 kg in Rajkot and Jaipur respectively. CIF soy (April Shipment) at Kandla quoted at \$ 517 per tonnes. Prices are expected to move range bound with weak sentiments in near terms.

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

Centres	21.04.06	20.04.06	Change
Mumbai (Soy Ref oil)+VAT	382	380	+2
Indore (Soy Ref oil)+VAT	382	381	+1
Indore (Solvent Ex. Oil)+VAT	356	354	+2
Kota (Soy Ref. Oil)+VAT	382	383	-1
Jaipur (Soy Ref. Oil)+VAT	385	386	-1
Hyderabad (Soy Ref)+VAT	382	382	0
Chennai +VAT	388	388	0
Rajkot +VAT	375	375	0

Rape/Mustard Oil

Mustard oil prices on domestic spot markets has revealed steady to slightly positive sentiments in the markets. Today's arrivals were about 6000 bags in Neewai mandi, 12000-15000 bags in Kota and 25000 bags in Jaipur mandi. Arrivals in Rajasthan were about 3-3.5 lakh bags in Rajasthan and 80,000-1,00,000 bags in Madhya Pradesh and about 5 lakh bags in India (bags= 85 kg). Mustard seeds prices were quoted Rs 1450-1500 in Kota and 1625-30 in Jaipur mandi. Mustard oil prices are expected to move range bound with weak sentiments in near term.

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

Centres	21.04.06	20.04.06	Change
Mumbai (Rape Expeller Oil)	377	376	+1
Kota (Rape Expeller Oil)+VAT	358	358	0
Jaipur (Rape Expeller Oil)+VAT	362	360	+2
Delhi (Rape Expeller Oil)	385	385	0
Neewai (Kachchi Ghani Rape Oil)	366	366	0

Groundnut Refine Oil

Today groundnut oil prices on domestic spot markets have displayed mixed sentiments amid lower demands at retail ends. Rabi production is expected to increase this year as compared to the previous year. Today's arrivals of groundnut seeds were about 30,000 bags (bags=35 kg). Groundnut seeds were quoted Rs347 per 20 kg in Rajkot mandi. Today's arrivals were remain about 7000 bags (bags=80 kg) in Chennai. Gn oil prices declined in Andhra region owing to higher supply and lower demands at retail ends. GN oil prices are expected to move range bound with weak sentiments in near term due to higher production is expected.

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

Centres	21.04.06	20.04.06	Change
Mumbai +VAT	472	472	0
Rajkot +VAT	462	460	+2
Andhra Region +VAT	475	480	-5
Chennai +VAT	450	450	0
Delhi	510	510	0

Sunflower Refine Oil

Sunflower oil prices on physical markets improved slightly in most markets. CIF prices for sunflowers (April Shipment) at Kandla port increased to \$651 a ton on Friday, up \$8 from \$643 per tonnes of Thursday. Sunflower oil prices are expected to move range bound in near term.

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

Markets	21.04.06	20.04.06	Change
Mumbai +Vat	432	433	-1
Chennai	450	445	+5
Hyderabad	438	435	+3

Cotton Refine Oil

Today cotton oil prices on spot markets showed mixed sentiments amid weak market sentiments in most markets. Prices moved marginally down in owing to weak future markets on NCDEX and lower demands at retail ends. Cotton oil prices are expected to move range bound with weak sentiments in near term.

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

Markets	21.04.06	20.04.06	Change
Mumbai +VAT	390	387	+3
Hyderabad +VAT	385	385	0
Rajkot + VAT	384	385	-1
Delhi	390	390	0

NBOT Soy oil futures as on 21.04.2006 (Rs/10 kg)

Months	PCP	Open Price	High Price	Low Price	Close Price	Change	Volume
May'06	406.70	405.00	405.70	403.50	404.70	-2.00	32390
Jun'06	412.00	410.20	411.00	410.00	410.60	-1.40	580

NCDEX Soy Oil Futures Settle Slightly Down

May NCDEX Refined soy oil contract prices settled lower on Friday. Market participants took profit from recent gain on crude oil rise. Soy oil futures prices ends down Rs 1.55 at Rs 404.80/10 Kg, Rs 1.10 off the high and Rs 1.65 up from the low. The prices fluctuated in a range of Rs 403.25 - 405.90. Soy oil prices are expected to move range bound in near term.

NCDEX Soy oil futures as on 21.04.2006 (Rs/10 kg)

Months	Previous Closing	Open Price	High Price	Low Price	Close Price	Volume	Open Interest
May'06	406.40	404.80	405.90	403.25	404.80	14470	27160
June'06	410.20	410.35	411.50	408.50	409.85	5100	19750

Forex Rates (As on 21.04.2006)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.09
European Union	Euro	55.40
Japan	100 Yen	38.33
United Kingdom	Pound Sterling	80.15
Malaysia	Ringgit (MYR)	12.34

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. Interoccean 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 Interoccean 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. Interoccean 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' 'Chelesa' 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

West India: (Goa, Maharashtra, Other than Vidarbha, Gujarat, **Rajasthan**)

Isolated rain/thunderstorm likely over Marathawada, Madhya Maharashtra, south Konkan & Goa and north **Rajasthan**. Weather will be mainly dry over the rest region.

Warning:

Isolated squall over Punjab, Haryana and Himachal Pradesh.

Source: IMD

Weather Forecast

Chief Features

The rainfall activity has decreased considerably over east and northeastern States. This activity is likely to remain subdued except isolated rain/thundershowers are likely over Arunachal Pradesh and Assam. This scenario is likely over the country during next 3-4 days. With Jammu and Kashmir increase in rainfall activity over north east states from 24th

Day temperatures have increased by 1-2 °C over most parts of the country. This tendency is likely to continue for next 3-4 days, however, there are no chances of development of Heat Wave over any part of the country during next 3 days.

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