

VEGOIL

April 26, 2006

MAJOR ACTIVITY HIGHLIGHTS

- CBOT Soy Futures Settle Slightly Down
- BMD CPO Futures Ends Lower
- NCDEX May Contract Soy Oil Futures Settle Down

TECHNICAL ANALYSIS

COMMODITY: SOY OIL

Perspective: Very Short Term
NCDEX May Contract

Technical Analysis for May Contract:

1. The MACD is moving northwards with down tilt after crossing its signal line, which indicates slightly bullish market sentiments.
2. % K line is moving upwards flatly in neutral zone above % D line, which indicates mildly bullish market sentiments.
3. Prices closed far above 9 and 18 days EMA (408.86) and (403.47), which indicates bullish market.

4. Candlestick formed Spinning Top pattern, which indicates indecisive market.

Market Advice: Market is indecisive, better to stay away. Risk lovers can go short. Sell near 413.50, target near 410.60 put stop loss at 415.10

Resistance & Support Levels (Most Active Contract)

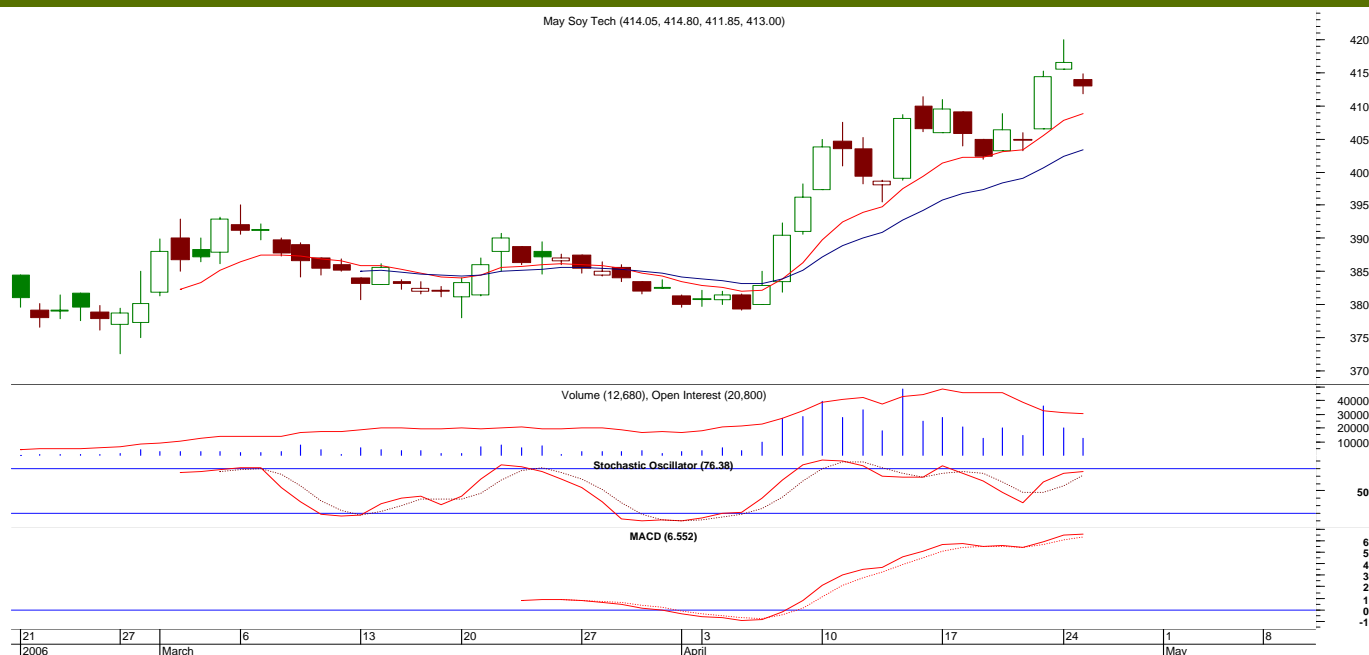
Contract	Supp 1	Supp 2	Res 1	Res 2
NCDEX May '06	409.70	406.70	415.20	417.90

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 Settle Down Slightly

July Soybeans settled up 5 cent at \$5.8825/bushel, 9.75 cent off the high and 4.25 cent up from the low. November Soybeans closed up 5.25 cent at \$6.0925/bushel, which was 4.50 cent up from the low and 8.75 cent off the high. July Soybean meal settled up \$2.2 at \$174.2/ton that was \$2.1 up from the low and \$2.3 off the high. July Soybean Oil closed down 0.1 cent at 24.96 cent/pound, 0.49 cent off the high and 0.21 cent up from the low. Initial breakthrough could be seen as the November soybean gain 14 cents amid weakness in dollar combined with short coverage and active fund buying. Later on the market observed sluggish movement as the fund buyers remain stale and the market remain slightly higher compared to the previous day close. The direction of futures of soybean in CBOT will much depend on the chances of shifting of soybean area with corn in next few weeks, thereby reducing the total acreage of soybean. The Commitment-of-Traders report reveals dominance of net short position by the speculators and short coverage. Weekly export inspections remain at 9.16 million bushels compared to the trade expectation between 9-15 million bushels.

CBOT Soy oil futures as 24.04.2006 (Cents/pound)

Months	PCP	Open	High	Low	Close	Change
May'06	24.61	24.72	24.98	24.34	24.50	-0.11
Jul '06	25.06	25.28	25.45	24.75	24.96	-0.10
Aug'06	25.20	25.45	25.55	24.92	25.12	-0.08
Sep'06	25.43	25.68	25.68	25.30	25.30	-0.13

CBOT remains closed on Saturday and Sunday.

BMD CPO Futures Settle Down

Crude palm oil futures at Bursa Malaysia Derivatives settled lower on Tuesday on account of soy oil futures decline on CBOT. The benchmark July CPO contract ended at MYR1,482 a metric ton, down MYR12 from Monday, after moving between MYR1,479 and MYR1,497/ton. The ringgit rose to a fresh 8-year high against the dollar on Tuesday, as the U.S. currency remained weak. A strengthening ringgit also exerted downward pressure on Malaysian CPO prices. A strong ringgit is unfavourable for the palm oil industry as it reduces earnings from exports of the commodity. Palm oil prices fell Tuesday despite figures showing sharply higher exports in the April 1-25 period. Cargo surveyor Intertek Agri Services estimated exports at 1.02 million tons, up 20% on month. Another surveyor, SGS, pegged exports at 980,876 tons, up 15% on month. Traders said the growth in exports had little impact on the market as it was within expectations. Exports are higher, but the market is also expecting production to be up this month.

BMD: CPO Futures (25.04.2006)						(Ringgit/ton)	
Months	Previous	Open	High	Low	Close	Change	Volume
May 06	1456	1458	1458	1448	1450	-6	479
Jun 06	1479	1479	1481	1467	1467	-12	1013
Jul 06	1494	1495	1497	1479	1482	-12	4113
Aug 06	1500	1500	1500	1485	1487	-13	742
Sep 06	1507	1507	1507	1507	1492	-15	463

BMD remains closed on Saturday and Sunday.

Palm Oil

Today palm oil prices on spot markets has displayed steady in most in most markets. Palm oil prices followed the soy oil prices. Higher production of palm oil in Malaysia is expected for the month of April. Palm oil prices are expected to move range bound in near term.

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

Centres	25.04.06	24.04.06	Change
Kandla CPO (5 % FFA)	370	370	0
Kandla RBD Palmolein +VAT	384	384	0
Mumbai RBD Palmolein +VAT	389	388	+1
Chennai RBD Palmolein +VAT	400	400	0
Kakinada RBD Palmolein +VAT	381	380	+1
Hyderabad RBD Palmolein +VAT	400	400	0

Refined Soy Oil

Soybean oil prices on domestic spot markets range bound amid weak sentiments on Tuesday. NCDEX May refined soy oil contract settled down on short covering after recent gains. Weak BMD CPO futures and CBOT Soy futures provides support to bears in the market. Arrivals of soybeans were about 50,000 bags (bag=85 Kg) in major markets. CIF soy (April Shipment) at Kandla quoted at \$522 a ton on Tuesday (down \$ 8/ton). Prices are expected to move range bound with weak sentiments in near terms due to lower demands at retail ends.

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

Centres	25.04.06	24.04.06	Change
Mumbai (Soy Ref oil)+VAT	394	391	+3
Indore (Soy Ref oil)+VAT	388	389	-1
Indore (Solvent Ex. Oil)+VAT	363	363	0
Kota (Soy Ref. Oil)+VAT	382	388	-6
Jaipur (Soy Ref. Oil)+VAT	386	390	-4
Hyderabad (Soy Ref)+VAT	385	388	-3
Chennai +VAT	395	395	0
Rajkot +VAT	380	381	-1

Rape/Mustard Oil

Mustard oil prices on domestic spot markets showed steady to weak sentiments in the markets. Weak soy futures brought negative impact on edible oil markets. Today's arrivals were about 3000 bags in Neewai mandi, Arrivals in

Rajasthan were about 3.5 lakh bags in Rajasthan and 80,000–90,000 bags in Madhya Pradesh. Mustard seeds prices were quoted Rs 1450-1510 in Kota and 1640-50 per quintal in Jaipur mandi. Mustard oil prices are expected to move range bound in near term.

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

Centres	25.04.06	24.04.06	Change
Mumbai (Rape Expeller Oil)	386	385	+1
Kota (Rape Expeller Oil)+VAT	365	365	0
Jaipur (Rape Expeller Oil)+VAT	370	370	0
Delhi (Rape Expeller Oil)	391	391	0
Neewai (Kachchi Ghani Rape Oil)	367	372	-5

Groundnut Refine Oil

Today groundnut oil prices on domestic spot markets revealed steady prices 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 remain about 7000 bags (bags=80kg) Groundnut seeds were quoted Rs352 per 20 kg in Rajkot mandi. GN oil prices are expected to move range bound with weak sentiments in near term.

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

Centres	25.04.06	24.04.06	Change
Mumbai +VAT	477	476	+1
Rajkot +VAT	468	470	-2
Andhra Region +VAT	480	480	0
Chennai +VAT	450	450	0
Delhi	510	510	0

Sunflower Refine Oil

Sunflower oil prices on physical markets range bound with weak sentiments amid lower demands at retail ends in most markets. CIF prices for sunflowers (April Shipment) at Kandla port were quoted \$658 a ton on Tuesday, it is slightly declined as compared to Monday. Harvesting is in progress in Karnataka, Andhra Pradesh and some in pockets of Tamil Nadu brought negative impact on its prices. Sunflower oil prices are expected to move range bound with weak sentiments in near term due to harvesting pressure.

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

Markets	25.04.06	24.04.06	Change
Mumbai +Vat	440	438	+2
Chennai	448	450	-2
Hyderabad	435	440	-5

Cotton Refine Oil

Today cotton oil prices on spot markets showed mixed sentiments in most markets. Cotton oil prices followed soy oil prices. 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	25.04.06	24.04.06	Change
Mumbai +VAT	403	398	+5
Hyderabad +VAT	390	390	0
Rajkot + VAT	388	390	-2
Delhi	405	410	-5

NBOT Soy oil futures as on 25.04.2006 (Rs/10 kg)

Months	PCP	Open Price	High Price	Low Price	Close Price	Change	Volume
May'06	415.80	412.80	413.50	411.00	411.60	-4.20	24850
Jun'06	422.90	419.50	420.50	418.10	419.50	-3.40	360

NCDEX Soy Oil Futures Settle Slightly Lower

NCDEX (May'06): Refined soy oil contract prices settled down on Tuesday on account of short covering after recent gain. Weak CBOT soy oil futures, e-CBOT and lower BMD CPO futures provided support to bearish market sentiments on NCDEX. Soy oil futures prices settled down Rs 3.60 at Rs 413.00/10 Kg, Rs 1.80 off the high and Rs 1.15 up from the low. The prices moved in a range of Rs 411.85-414.80. Soy oil prices are expected to move range bound with weak sentiments in near term.

NCDEX Soy oil futures as on 25.04.2006 (Rs/10 kg)

Months	Previous Closing	Open Price	High Price	Low Price	Close Price	Volume	Open Interest
May'06	416.40	414.05	414.80	411.85	413.00	12680	20800
June'06	422.50	420.20	422.00	418.05	420.40	10780	25330
July '06	429.60	432.00	432.00	423.55	425.50	1120	2390

PORT-WATCH (Latest):

Edible Oil

Kandla Port is receiving 12,750 MT of SBO from the vessel 'Jo Selje'. The cargo was loaded from Argentina. 'Bow Fighter' from Brazil Has berthed at the port and continues to discharge 13,000 MT of SBO. These vessels are being 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 3,000 MT of CPO is continuing at Chennai Port from the vessel 'L Star'. Seaworld agents is handling the vessel. 'Cheras' has berthed at the port and is continuing to deliver 4,000 MT of palm oil. Seaport agents is handling the vessel.

Mundra Port is expecting 'New Merry Ocean' from Indonesia to deliver 10,850 MT of CPO. Taurus agents will be handling the vessel.

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

Kolkata Port is receiving 6,000 MT of CPO from the vessel 'MMM Jackson'. The vessel is being handled by Seaport agents.

Delivery of 10,004 MT of palm oil is expected at Mumbai Port from the vessel 'Golden Dream'. Interocean agents is handling the vessel.

Current Vessels Positions

Ports	Vessels	Volume (Ton)	Carrying	Status
Chennai	L Star	3000	CPO	Arrived
	Cheras	4000	Palm Oil	Arrived
Kakinada	Ace 1	6000	CPO	Expected
	Thressa II	6000	CPO	Arrived
	Spring Wind	4000	CPO	Expected
	Chelesa	21000	SBO	Expected
Kandla	Jo Selje	12750	SBO	Arrived
	Bow Fighter	13000	SBO	Arrived
	New Merry Ocean	6000	CPO	Arrived
Mundra	New Merry Ocean	10850	SBO	Arrived
Kolkata	MMM Jackson'	6000	CPO	Arrived
Mumbai	Golden Dream	10004	Palm Oil	Expected

Weather Forecast

Chief Features

Mainly dry weather conditions continued to prevail over the country except widespread rain/thundershowers over the Bay islands and isolated over West Bengal & Sikkim and northeastern states. This scenario is likely to continue for next 2-3 days.

Day temperatures are above 40°C over parts of Rajasthan, western Haryana, Madhya Pradesh, Chhattisgarh, Maharashtra and Telangana.

The day temperatures over these areas are likely to increase further by 2-3°C and heat wave conditions may set in over parts of Rajasthan, Haryana and Telangana during next 1-2 days which may subsequently cover some parts of central and east India.

West India

Weather will be mainly dry over the region. However, isolated duststorm/thunderstorm may occur over Rajasthan. Day temperatures in Rajasthan are likely to increase further with possibility of heat wave over some areas.

Outlook for subsequent two days based on NCMRWF

Day temperatures likely to increase over most parts of the country with possibility of heat wave over some parts of northwest, central India and adjoining parts of Peninsular & eastern India.

Source: IMD

Forex Rates

(As on 25.04.2006)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.83
European Union	Euro	55.50
Japan	100 Yen	39.10
United Kingdom	Pound Sterling	80.09

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