

VEGOIL

April 13, 2006

MAJOR ACTIVITY HIGHLIGHTS

- CBOT Soy Futures Settle Higher on Speculative Buying
- BMD CPO Futures Settle Higher On Bullish SND
- NCDEX May Contract Soy Oil Futures Ends Low on Short Covering

TECHNICAL ANALYSIS

COMMODITY: SOY OIL

Perspective: Very Short Term
NCDEX May Contract

Technical Analysis for May Contract:

1. The MACD is moving upwards in positive zone, which indicates medium term bullish sentiments.
2. % K line turned downwards in overbought region after bearish crossover to % D line, which indicates bearish sentiments.
3. Prices closed far above 9 days EMA (393.93) and 18 days (390.03), which indicates bearish trends.

Market Advice: Market is expected to move range bound with weak sentiments. Go short with cautions. Sell near 400.30 targets near 397.50 and put stop loss at 401.80.

Resistance & Support Levels (Most Active Contract)

Contract	Supp 1	Supp 2	Res 1	Res 2
NCDEX May '06	394.80	391.50	401.70	403.20

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

May Soybeans closed up 7.25 cent at \$5.6225/bushel, 1 cent off the high and 9.25 cent up from the low. November Soybeans settled up 8.75 cent at \$5.955/bushel, which was 10.75 cent up from the low and 0.50 cent off the high. May Soymeal settled up \$2.8 at \$171.2/ton that was \$2.8 up from the low and \$0.3 off the high. May Soybean Oil closed up 0.33 cent at 22.96 cent/pound, 0.06 cent off the high and 0.19 cent up from the low. The market was passing through oversold condition and combined with the fact of better weather condition for planting corn may leads to increase its area and thereby curtail the soybean planting area might provided strength in the market. Short term covering of noted buyers thought to be near 7000 contracts. Idea in the market about China demand for long term as well as for short term may provide underlying support to the market. Iran is tendering to buy 20,000 tonnes of soyoil from Brazil. Strength in gold and other commodity markets would also support the soybean as well.

CBOT Soy oil futures as 11.04.2006 (Cents/pound)

Months	PCP	Open	High	Low	Close	Change
May'06	22.63	22.77	23.02	22.77	22.96	+0.33
Jul '06	23.08	23.23	23.42	23.21	23.38	+0.30
Aug'06	23.27	23.45	23.57	23.43	23.55	+0.28
Sep'06	23.43	23.65	23.80	23.60	23.73	+0.30
Oct '06	23.64	23.85	23.95	23.80	23.95	+0.31
Dec'06	23.98	24.18	24.32	24.12	24.29	+0.31
Jan'07	24.17	24.47	24.50	24.34	24.50	+0.33

CBOT remains closed on Saturday and Sunday.

BMD CPO Futures Settle Higher on Bullish SND

Crude palm oil futures at Bursa Malaysia Derivatives settled higher on Wednesday amid short covering, following gains in soyoil futures. Higher settlement of soy futures on CBOT added positive sentiments in the markets after bullish SND of April 10, which is issued by MPOB. Malaysian palm oil stock declined to 1.59 million ton at the end of March from 1.65 million ton of February stock. The benchmark June CPO contract settled at MYR1,460 a metric ton, up MYR14 from Monday. The market was closed Tuesday for a national holiday (Birth Day of Prophet Mohammad) in Malaysia. A friendly soybean crop report from the U.S. Department of Agriculture also supported gains in the soy market. SGS (Malaysia) Bhd. and Intertek Agri Services Monday reported a 30% and 48% respectively on-month increase in exports in the first 10 days of April.

BMD: CPO Futures (12.04.2006) (Ringgit/ton)

Months	Previous	Open	High	Low	Close	Change	Volume
Apr 06	1407	1408	1410	1408	1408	+1	20
May 06	1432	1439	1444	1434	1442	+10	698
Jun 06	1446	1449	1460	1449	1460	+14	3596
Jul 06	1455	1459	1470	1458	1469	+14	1534
Aug 06	1458	1465	1473	1461	1473	+15	568

BMD remains closed on Saturday and Sunday.

Palm Oil

Today palm oil prices on spot markets were range bound with positive sentiments in most markets. BMD CPO futures settled higher, following gains in soy futures on CBOT. Bullish SND of April 10, issued by MPOB supported to markets. Palm oil prices are expected to move range bound with positive sentiments in near term on account of better export demands.

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

Centres	12.04.06	11.04.06	Change
Kandla CPO (5 % FFA)	364	362	+2
Kandla RBD Palmolein +VAT	381	381	0
Mumbai RBD Palmolein+VAT	381	380	+1
Chennai RBD Palmolein +VAT	392	391	+1
Kakinada RBD Palmolein+VAT	376	375	+1
Hyderabad RBD Palmolein+VAT	392	394	-2

Refined Soy oil

Today soybean oil prices on domestic spot markets showed mixed sentiments in the markets. NCDEX refined soy oil contract ends down as compared to previous closing price on short covering and speculative selling. Refined soy oil prices quoted at Rs 383 and 385 +VAT per 10 kg in Kota and Jaipur mandi respectively. Arrivals of soybeans were about 50,000-55,000 in major markets. Prices are expected to move range bound with weak sentiments in near terms due to lower demands at retail ends.

CIF soy (April Shipment) at Kandla was quoted at \$ 502 per tonne, up \$6/ton as compared to Tuesday.

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

Centres	12.04.06	11.04.06	Change
Mumbai (Soy Ref oil)+VAT	380	379	+1
Indore (Soy Ref oil)+VAT	384	380	+4
Indore (Solvent Ex. Oil)+VAT	356	352	+4
Kota (Soy Ref. Oil)+VAT	383	385	-2
Jaipur (Soy Ref. Oil)+VAT	385	388	-3
Hyderabad (Soy Ref)+VAT	386	386	0
Chennai+VAT	386	386	0
Rajkot (Soy Ref)+Tax	375	377	-2

Rape/Mustard oil

Mustard oil prices on domestic spot markets were showed lacklustre in the markets. Prices of mustard oil followed the soy oil prices. Today's arrivals were about 300000 bags in Rajasthan and 75000 bags in Madhya Pradesh. Mustard seeds prices were quoted Rs 1500-1540 in Kota and 1640 in Jaipur mandi. Mustard oil prices are expected to move range bound with weak sentiments in near terms.

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

Centres	12.04.06	11.04.06	Change
Mumbai (Rape Expeller Oil)	380	382	-2
Kota (Rape Expeller Oil)+VAT	360	360	0
Jaipur (Rape Expeller Oil)+VAT	360	363	-3
Delhi (Rape Expeller Oil)	381	380	+1
Neewai (Kachchi Ghani Rape Oil)	368	367	+1

Groundnut Refine Oil

Today groundnut oil prices on domestic spot markets were steady in most markets. Prices improved in Andhra region amid increasing demands at retail ends. Today arrivals were 30000-32000 bags in Gujarat. Groundnut seeds were remains quoted Rs350 per 20 kg in Rajkot mandi. GN oil prices are expected to move range bound with positive sentiments due to dearth supply.

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

Centres	12.04.06	11.04.06	Change
Mumbai +VAT	477	477	0
Rajkot +VAT	470	470	0
Andhra Region	500	495	+5
Chennai +VAT	460	460	0

Sunflower Refine Oil

Sunflower oil prices on physical markets were steady to positive sentiments in the markets. CIF prices for sunflowers (April Shipment) at Kandla port quoted to \$ 613 per tonnes, up Rs \$1/ton from \$612/ton from Tuesday. Sunflower oil prices are expected to move range bound with positive sentiments due to increasing demands at retail ends.

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

Markets	12.04.06	11.04.06	Change
Mumbai +Vat	430	430	0
Chennai	450	445	+5
Hyderabad	440	435	+5

Cotton Refine Oil

Today cotton oil prices on spot markets were range bound with weak sentiments in most markets. Cotton oil prices are expected to move range bound with weak sentiments due to weak Vayda bazaar.

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

Markets	12.04.06	11.04.06	Change
Mumbai+VAT	392	395	-3
Hyderabad+VAT	390	390	0
Rajkot	383	385	-2

NBOT Soy oil futures as on 12.04.2006 (Rs/10 kg)

Months	PCP	Open Price	High Price	Low Price	Close Price	Change	Volume
Apr '06	398.30	398.00	398.20	394.60	395.00	-3.30	2350
May'06	405.10	404.00	404.90	398.70	399.90	-5.20	44500

NCDEX Soy Oil Futures on Speculative selling

NCDEX May soy oil contract prices settled down on Wednesday on speculative selling and short covering. Soy oil futures prices settled down Rs 3.60 at Rs 399.40/10 Kg, Rs 5.60 off the high and Rs 1.25 up from the low. The prices were in a range of Rs 398.25 to Rs 405.30. Soy oil prices are expected to move range bound with weak sentiments in near term.

NCDEX Soy oil futures as on 12.04.2006 (Rs/10 kg)

Months	Previous Closing	Open Price	High Price	Low Price	Close Price	Volume	Open Interest
Apr'06	398.00	398.30	399.80	394.10	394.50	4850	11850
May'06	403.00	403.50	405.30	398.25	399.40	33460	29710
June'06	408.45	409.00	409.50	402.90	403.65	5250	9300

PORT-WATCH (Latest):**Edible Oil**

JN Port is receiving 12,000 MT of SBO from the vessel 'Process'. The cargo was loaded from Brazil. Interocean agents is handling the vessel.

'Spring Wind' has berthed at Chennai Port and continues to deliver 3,000 MT of palm oil. Seaport agents is handling the vessel. The port is expecting 'Countess' to deliver 2,700 MT of palm oil. The vessel will be handled by Seaport agents.

'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.

Mumbai Port is expecting 'Olympic' to deliver 7,650 MT of palm oil. Forbes Gokak agents will be handling the vessel.

'Nora' is expected at Mundra Port and to discharge SBO. Interocean agents will be handling the vessel.

'Rising One' is expected at Cochin Port from Kandla Port to deliver 3,200 MT of 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'.

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	Expected
Chennai	Spring Wind	3000	Palm Oil	Arrived
	Countess	2700	Palm Oil	Expected
Kakinada	Pacific Sound	11000	CPO	Expected
Kandla	Rising One	3200	SBO	Expected

Forex Rates**(As on 12.04.2006)**

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.93
European Union	Euro	54.58
Japan	100 Yen	38.03
United Kingdom	Pound Sterling	78.60

Weather Forecast

- Mainly dry weather over the regions.

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