

VEGOIL

April 21, 2006

MAJOR ACTIVITY HIGHLIGHTS

- CBOT Soy Futures Settle Up
- BMD CPO Futures Ends Up On Friendly Export Figure
- NCDEX May Contract Soy Oil Futures Ends Up

TECHNICAL ANALYSIS

COMMODITY: SOY OIL

Perspective: Very Short Term
NCDEX May Contract

Technical Analysis for May Contract:

1. The MACD has turned flat parallel to its signal line, which indicates medium term mildly bullish market sentiments.
2. % K line continued to move downwards after bearish crossover to % D line, which indicates bearish market sentiments.
3. Prices closed just above 9 days EMA (403.06) and far above 18 days EMA (398.36), which indicates slightly bullish market.

4. Candlestick pattern shows slightly bullish market sentiments. Upper shadow of candlestick indicates that market could not maintain higher price.

Market Advice: Market is expected to improve following weak opening. Sell near 404.80, targets near 409.10 and put stop loss at 402.50.

Resistance & Support Levels (Most Active Contract)

Contract	Supp 1	Supp 2	Res 1	Res 2
NCDEX May '06	403.50	400.60	409.60	411.70

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 Firm Up

May Soybeans settled down 1.50 cent at \$5.74/bushel, 2.50 cent off the high and 5 cent up from the low. November Soybeans settled down 2.25 cent at \$6.075/bushel, which was 4.25 cent up from the low and 3 cent off the high. May Soymeal settled down \$2.3 at \$175.4/ton that was \$1.6 up from the low and \$2.4 off the high. May Soybean Oil closed up 0.64 cent at 23.89 cent/pound, 0.12 cent off the high and 0.53 cent up from the low. No new development combined with the fact of lack of any support for previous day's rise helped to weaken the market. Buyers were not active during the session and thereby weakening the sentiments. Soybean oil got support from active fund buying amid surge in crude oil prices. Steep decline in the meal prices further added to bearish tone into the market. For weekly export sales reports by USDA, traders are expecting soybean exports near 200,000-350,000 tonnes as compared to 2.104 million tonnes last week. Meal sales are expected near 60,000-110,000 tonnes with oil sales near 1,000-6,000 tonnes.

CBOT Soy oil futures as 19.04.2006 (Cents/pound)

Months	PCP	Open	High	Low	Close	Change
May'06	23.25	23.26	24.01	23.28	23.89	+0.64
Jul '06	23.71	23.90	24.42	23.71	24.27	+0.56
Aug'06	23.91	24.10	24.55	24.10	24.46	+0.55
Sep'06	24.09	24.35	24.72	24.30	24.65	+0.56

CBOT remains closed on Saturday and Sunday.

BMD CPO Futures Settle Up on Friendly Export Figures

Crude palm oil futures at Bursa Malaysia Derivatives settled higher on Thursday. A sharp rise in crude oil and higher futures prices of soy oil on CBOT provided support to CPO futures. After record high in crude oil (above \$70 a barrel), traders hopes the demands for bio diesel from palm oil may increase. The benchmark July CPO ended at MYR1,487 a metric ton, up MYR9 from Wednesday after moving between MYR1,483 and MYR1,489/ton. Malaysia's palm oil exports rose 8.2% on month in the April 1-20 period to 766,044 metric tons, cargo surveyor SGS (Malaysia) Bhd said in an estimate Thursday.

BMD: CPO Futures (20.04.2006) (Ringgit/ton)

Months	Previous	Open	High	Low	Close	Change	Volume
Apr 06	1434	1436	1441	1436	1438	+4	699
May 06	1458	1461	1467	1461	1463	+5	1202
Jun 06	1471	1477	1482	1474	1479	+8	3022
Jul 06	1478	1483	1489	1483	1487	+9	773
Aug 06	1481	1485	1492	1485	1490	+9	531

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	20.04.06	19.04.06	Change
Kandla CPO (5 % FFA)	366	363	+3
Kandla RBD Palmolein +VAT	378	380	-2
Mumbai RBD Palmolein +VAT	378	377	+1
Chennai RBD Palmolein +VAT	392	392	0
Kakinada RBD Palmolein +VAT	375	372	+3
Hyderabad RBD Palmolein +VAT	392	390	+2

Refined Soy oil

Soybean oil prices on domestic spot markets showed mixed sentiments amid lower demands at retail ends on Thursday. However, NCDEX May refined soy oil contract settled up as compared to previous closing prices. Soy oil future market surged on account of gain in CBOT Soy oil, CPO on BMD and Crude oil. Arrivals of soybeans were about 50,000 bags (bag=85 Kg) in major markets. Today refined soy oil prices were quoted Rs 380, Rs 381, Rs 383 and Rs 386 per 10 kg in Mumbai, Indore, Rajkot and Jaipur respectively. CIF soy (April Shipment) at Kandla quoted at \$ 512 per tonnes. Prices are expected to move range bound with positive sentiments in near terms.

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

Centres	20.04.06	19.04.06	Change
Mumbai (Soy Ref oil)+VAT	380	380	0
Indore (Soy Ref oil)+VAT	381	382	-1
Indore (Solvent Ex. Oil)+VAT	354	358	-4
Kota (Soy Ref. Oil)+VAT	383	382	+1
Jaipur (Soy Ref. Oil)+VAT	386	385	+1
Hyderabad (Soy Ref)+VAT	382	384	-2
Chennai +VAT	388	388	0
Rajkot +VAT	375	375	0

Rape/Mustard Oil

Mustard oil prices on domestic spot markets has displayed steady to positive sentiments in most markets. Today's arrivals were about 5000 bags in Neewai mandi, 10000 bags in Kota and 25000 bags in Jaipur mandi. Arrivals in Rajasthan were about 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 1630 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	20.04.06	19.04.06	Change
Mumbai (Rape Expeller Oil)	376	376	0
Kota (Rape Expeller Oil)+VAT	358	356	+2
Jaipur (Rape Expeller Oil)+VAT	360	359	+1
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 has revealed steady to weak sentiments amid lower demands at retail ends. The Rabi production in Gujarat is expected to ranged between 1.9-2.0 lakh ton which is 40000 ton more than the previous year. Kharif production this season also remains at higher levels than last year levels. Traders expected that the total groundnut production this season is expected to varied between 1.6-1.7 million tonne, which is 1 lakh tonne higher than previous year. Today's arrivals of groundnut seeds were about 35,000 bags (bags=35 kg). Groundnut seeds were quoted remains Rs348 per 20 kg in Rajkot mandi. Harvesting is in progress in Tamil Nadu. Today's arrivals are about 7000 bags (bags=80 kg) in Chennai. 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	20.04.06	19.04.06	Change
Mumbai +VAT	472	475	-3
Rajkot +VAT	460	465	-5
Andhra Region +VAT	480	480	0
Chennai +VAT	450	455	-5
Delhi	510	510	0

Sunflower Refine Oil

Sunflower oil prices on physical markets moved down in most markets. Harvesting is in progress in Karnataka and Andhra Pradesh and started in Tamil Nadu also. CIF prices for sunflowers (April Shipment) at Kandla port were quoted to \$ 643 per tonnes. Sunflower oil prices are expected to move range bound with weak sentiments in near term.

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

Markets	20.04.06	19.04.06	Change
Mumbai +Vat	433	435	-2
Chennai	445	450	-5
Hyderabad	435	438	-3

Cotton Refine Oil

Today cotton oil prices on spot markets displayed mixed sentiments amid lower demands at retail ends in most markets. Prices moved marginally down in Andhra region only due to harvesting pressure of sunflower and groundnut seeds brought negative impact on its 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	20.04.06	19.04.06	Change
Mumbai +VAT	387	388	-1
Hyderabad +VAT	385	387	-2
Rajkot + VAT	385	382	+3
Delhi	390	388	+2

NBOT Soy oil futures as on 20.04.2006 (Rs/10 kg)

Months	PCP	Open Price	High Price	Low Price	Close Price	Change	Volume
May'06	402.60	405.00	408.70	404.40	406.60	+4.00	52360
Jun'06	406.60	0.00	0.00	0.00	0.00	-406.60	0

NCDEX Soy Oil Futures Settle Up

May NCDEX Refined soy oil contract prices settled higher on Thursday. Gains in CBOT soy oil futures, rise in crude oil and higher settlement of CPO on MMD brought positive impact on soy oil futures on NCDEX. Soy oil futures prices ends up Rs 3.95 at Rs 406.40/10 Kg, Rs 2.40 off the high and Rs 03.15 up from the low. The prices moved in a range of Rs 403.25 - 408.80. Soy oil prices are expected to move range bound with positive sentiments on increasing demands of bio diesel due to record high prices of crude oil.

NCDEX Soy oil futures as on 20.04.2006 (Rs/10 kg)

Months	Previous Closing	Open Price	High Price	Low Price	Close Price	Volume	Open Interest
Apr'06	393.95	396.70	398.00	393.25	393.70	2440	4820
May'06	402.30	403.25	408.80	403.25	406.40	19940	32180
June'06	406.45	408.95	414.00	408.60	410.20	9740	20420

Forex Rates

(As on 20.04.2006)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.15
European Union	Euro	55.72
Japan	100 Yen	38.37
United Kingdom	Pound Sterling	80.74
Malaysia	Ringgit (MYR)	12.32

PORT-WATCH (Latest):

Edible Oil

Delivery of 3,000 MT of palm oil is continuing at Chennai Port from the vessel 'Spring Wind'. Seaport agents is handling the vessel. Chennai Port is receiving 5,900 MT of palm oil from the vessel 'Tirta Niaga'. 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. Delivery of 6,200 MT of CPO is continuing at Kandla Port from the vessel 'Olympic'. The cargo was loaded from Indonesia. Forbes Gokak agents is handling the vessel. The port is expecting 'Jo Selje' from Argentina to deliver 12,750 MT of SBO. The vessel will be handled by Interocean agents.

'Hua Yun 4' has berthed at Kolkata Port and continues to deliver 6,426 MT of CPO. Seaport agents is handling the vessel.

'Nora' has berthed at Mundra Port and continues to discharge 11,405 MT of SBO. Interocean agents is handling the vessel. The port is expecting 'New Merry Ocean' to deliver 10,850 MT of SBO. Taurus 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.

JN Port is expecting 'Jo Selje' from Argentina to deliver 11,000 MT of SBO. Interocean agents will be handling the vessel.

Current Vessels Positions

Ports	Vessels	Volume (Ton)	Carrying	Status
Kolkata	Hua Yun 4	6426	CPO	Arrived
Chennai	Tirta Niaga	5900	Palm Oil	Arrived
	Spring Wind	3000	Palm Oil	Arrived
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
	Olympic	6200	CPO	Arrived
	West Gold	7000	CPO	Arrived
Mundra	Nora	11405	SBO	Arrived
	New Merry Ocean	10850	SBO	Expected
JN Port	Jo Selje	11000	SBO	Expected

Weather Forecast

Chief Features

Bihar, East Uttar Pradesh, Orissa, Jharkhand, West Bengal & Sikkim and northeastern States have experienced rain/thundershowers at many places during past 24 hours. This activity is likely to decrease from today onwards except over northeastern States and Sub-Himalayan West Bengal & Sikkim where it is likely to continue for next 24 hrs. and decrease thereafter.

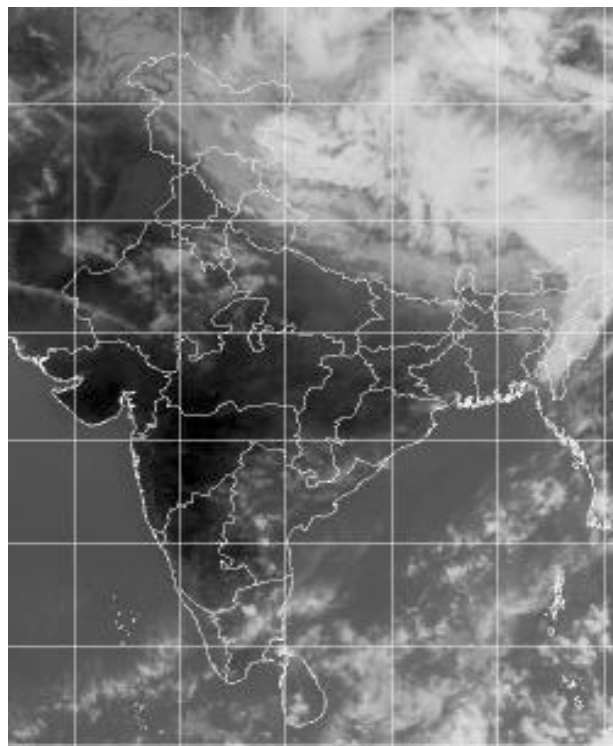
Day temperatures continue to be 6-8 deg. C below normal over Gangetic plains, central & east India and over northeastern States.

A general increase in day temperatures is likely over the country during next 3-4 days.

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

Weather will be mainly dry over the region. However, isolated duststorm/thunderstorm may occur over north Rajasthan during next 24 hrs. The day temperatures over the region are 2-4 deg. C below normal which are likely to increase.

Satellite Images



Source: IMD

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