

VEGOIL

May 04, 2006

MAJOR ACTIVITY HIGHLIGHTS

- CBOT Soy Futures Settle Lower On Higher Plantations
- BMD CPO Futures Ends Down On Ringgit Concern
- NCDEX May Contract Soy Oil Futures Settle Mildly Up After Choppy Trading

BMD CPO Futures Ends Down On Ringgit Concerns

Crude palm oil futures at Bursa Malaysia Derivatives settled lower on Wednesday owing to strong ringgit value against \$ and thin demands of palm oil. The benchmark July CPO contract ended at MYR1,458 a metric ton, down MYR7 from Tuesday, after moving in a relatively narrow range of MYR1,457 and MYR1,469/ton.

BMD: CPO Futures (02.05.2006)

(Ringgit/ton)

Months	Previous	Open	High	Low	Close	Change	Volume
May 06	1429	1423	1431	1423	1424	-5	362
Jun 06	1449	1442	1450	1442	1442	-7	1260
July 06	1465	1459	1468	1458	1458	-7	6027
Aug 06	1474	1469	1478	1468	1469	-5	1352
Sep 06	1477	1474	1480	1471	1480	+3	277

Palm Oil

Today's palm oil prices on spot markets witnessed lacklustre in most markets amid lower demands at retail ends. Palm oil prices are expected to move range bound with positive sentiments in near term due to increasing demands of palm oil for bio diesel.

FOB prices of CPO (May) were quoted at \$ 392.50 per tonne and RBD Palmolein at \$ 422.50 per tonne.

Palm oil - Spot Market Price

(Rs. Per 10 kg)

Centres	03.05.06	02.05.06	Change
Kandla CPO (5 % FFA)	370	371	-1
Kandla RBD Palmolein +VAT	385	386	-1
Mumbai RBD Palmolein +VAT	399	399	0
Chennai RBD Palmolein +VAT	403	403	0
Kakinada RBD Palmolein +VAT	386	390	-4
Hyderabad RBD Palmolein +VAT	406	405	+1
Delhi RDB Palmolein	430	430	0

COMMODITY: SOY OIL

Perspective: Very Short Term
NCDEX May Contract

1. The MACD is moving downwards after bearish crossover to its signal line, which indicates bearish trends.
2. % K line is moving downwards in neutral zone after bearish crossover to % D line, which indicates bearish market sentiments.

Market Advice: Market is expected to move range bound with positive sentiments. Buy near 419.10, target near 421.90, put stop loss at 417.65

Support & Resistance Levels (Most Active Contract)

Supp 1	Supp 2	Res 1	Res 2
417.15	415.50	422.20	424.40


International Market Highlights
CBOT Soy Oil Futures Settle Down

July Soybeans settled down 3.75 cent at \$6.03/bushel, 9.50 cent off the high and 2.50 cent up from the low. July Soybean Oil closed down 0.15 cent at 25.73 cent/pound, 0.31 cent off the high and 0.11 cent up from the low. The main driving factor that pulls down the market to its lower side is due to better than expected planting progress in the weekly crop update. USDA marked planted area at 10% complete as compared to 4-8% expected and 8% last year.

CBOT Soy oil futures as 02.05.2006 (Cents/pound)

Months	PCP	Open	High	Low	Close	Change
May'06	25.47	25.43	25.60	25.25	25.32	-0.15
Jul '06	25.88	25.84	26.04	25.62	25.73	-0.15
Aug'06	26.09	26.02	26.17	25.80	25.91	-0.18
Sep'06	26.27	26.71	26.30	26.00	26.10	-0.17

Domestic Market Highlights

Soybean oil prices on domestic spot markets range bound with positive sentiments in most markets. NCDEX May refined soy oil contract settled slightly higher as compared to previous closing. Arrivals of soybeans were remains about 50,000 bags (bag=85 Kg) in major markets. Spot market prices were quoted Rs 395 in Kota and Rs 398 per 10 kg in Jaipur Mandi. Prices are expected to move range bound with positive sentiments in near terms on increasing demand for bio-fuel worldwide.

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

Centres	03.05.06	02.05.06	Change
Mumbai (Soy Ref oil)+VAT	410	408	+2
Indore (Soy Ref oil)+VAT	408	406	+2
Kota (Soy Ref. Oil)+VAT	395	395	0
Hyderabad (Soy Ref)+VAT	396	395	+1
Rajkot (Soy Ref)+Tax	380	380	0

NCDEX Soy Oil Futures Settle Mildly Up

NCDEX (May'06) soy oil contract prices settled marginally up on Wednesday after choppy trading day. Soy oil futures prices settled up Rs 1.55 at Rs 418.80/10 Kg, Rs 2.90 off the high and Rs 1.00 up from the low. Prices moved in a range of Rs 417.80 to Rs 421.70. Soy oil prices are expected to move range bound with positive sentiments in near term on increasing biodiesel demands owing to crude oil rise.

NCDEX Soy oil futures as on 03.05.2006 (Rs/10 kg)

Months	PCP	Open Price	High Price	Low Price	Close Price	Volume	Open Interest
May'06	417.25	420.00	421.70	417.80	418.80	11270	16580
June'06	425.90	429.00	430.70	426.45	427.00	17100	40080

NBOT Soy oil futures as on 03.05.2006 (Rs/10 kg)

Months	PCP	Open Price	High Price	Low Price	Close Price	Change	Volume
May'06	415.60	418.80	419.20	416.50	417.00	+1.40	38380
Jun '06	425.20	428.60	429.90	426.10	426.30	+1.10	12950

Rape/Mustard oil Mustard oil prices on domestic spot markets range bound with positive sentiments in most markets. Prices improved slightly due to lower supply. Today's arrivals were about 4000 bags in Kota, 8000 bags in Jaipur markets and 3000-4000 bags in Neewai markets. Arrival of mustard seeds in Rajasthan about 2,50,000 bags in Rajasthan and 60,000 bags in Madhya Pradesh. Mustard seeds prices were quoted Rs 1525-1550 in Kota and 1690 in Jaipur mandi. Mustard oil prices are expected to move range bound with positive sentiments in near terms.	Mustard Oil: Spot Market Price (Rs. Per 10 kg) <table><tr><th>Centres</th><th>03.05.06</th><th>02.05.06</th><th>Change</th></tr><tr><td>Mumbai (Expeller Oil) +VAT</td><td>391</td><td>391</td><td>0</td></tr><tr><td>Kota (Expeller Oil)+VAT</td><td>372</td><td>370</td><td>+2</td></tr><tr><td>Jaipur (Expeller Oil)+VAT</td><td>375</td><td>373</td><td>+3</td></tr><tr><td>Delhi (Expeller Oil)</td><td>400</td><td>402</td><td>-2</td></tr><tr><td>Neewai (Expeller Oil)</td><td>377</td><td>376</td><td>+1</td></tr></table>	Centres	03.05.06	02.05.06	Change	Mumbai (Expeller Oil) +VAT	391	391	0	Kota (Expeller Oil)+VAT	372	370	+2	Jaipur (Expeller Oil)+VAT	375	373	+3	Delhi (Expeller Oil)	400	402	-2	Neewai (Expeller Oil)	377	376	+1											
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Groundnut Refine Oil Today groundnut oil prices on domestic spot markets witnessed mixed sentiments in the markets. Prices improved in Andhra region owing lower supply. Prices declined in Rajkot only due to lower demands at retail ends. Higher expected yield for Rabi crop brought negative impact on its prices. Today's arrivals were 28000-30000 bags in Gujarat. Groundnut seeds were remains quoted Rs346 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) <table><tr><th>Centres</th><th>03.05.06</th><th>02.05.06</th><th>Change</th></tr><tr><td>Mumbai +VAT</td><td>473</td><td>473</td><td>0</td></tr><tr><td>Rajkot +VAT</td><td>457</td><td>465</td><td>-8</td></tr><tr><td>Andhra Region +VAT</td><td>480</td><td>480</td><td>0</td></tr><tr><td>Chennai +VAT</td><td>460</td><td>455</td><td>+5</td></tr><tr><td>Delhi</td><td>510</td><td>510</td><td>0</td></tr></table>	Centres	03.05.06	02.05.06	Change	Mumbai +VAT	473	473	0	Rajkot +VAT	457	465	-8	Andhra Region +VAT	480	480	0	Chennai +VAT	460	455	+5	Delhi	510	510	0											
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Sunflower Refine Oil Sunflower oil prices on physical markets were steady to positive sentiments in the markets. CIF prices for sunflowers (May Shipment) at Kandla port quoted to \$ 642 per tonnes, up Rs \$4/ton from \$638/ton from Tuesday. Sunflower oil prices are expected to move range bound with positive sentiments in near term.	Sunflower Refine Oil: Spot Market prices (Rs/10 Kg) <table><tr><th>Markets</th><th>03.05.06</th><th>02.05.06</th><th>Change</th></tr><tr><td>Mumbai +Vat</td><td>445</td><td>452</td><td>+3</td></tr><tr><td>Chennai +VAT</td><td>450</td><td>450</td><td>0</td></tr><tr><td>Hyderabad VAT</td><td>450</td><td>450</td><td>0</td></tr></table>	Markets	03.05.06	02.05.06	Change	Mumbai +Vat	445	452	+3	Chennai +VAT	450	450	0	Hyderabad VAT	450	450	0																			
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Cotton Refine Oil Today cotton oil prices on spot markets were steady to weak sentiments in most markets amid lower demands at retail ends.	Cotton Refine Oil: Spot Market prices (Rs/10 Kg) <table><tr><th>Markets</th><th>03.05.06</th><th>02.05.06</th><th>Change</th></tr><tr><td>Mumbai +VAT</td><td>401</td><td>405</td><td>-4</td></tr><tr><td>Hyderabad+VAT</td><td>405</td><td>405</td><td>0</td></tr><tr><td>Rajkot</td><td>396</td><td>396</td><td>0</td></tr></table>	Markets	03.05.06	02.05.06	Change	Mumbai +VAT	401	405	-4	Hyderabad+VAT	405	405	0	Rajkot	396	396	0																			
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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. 'Vernal Grace' from Malaysia has berthed at Chennai Port and continues to deliver 3,500 MT of palm oil. James Mackintosh agents is handling the vessel. '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. 'Montano Casino' has berthed at Mundra Port and continues to discharge 11,000 MT of SBO. Interocean agents is handling the vessel.	Current Vessels Positions <table><tr><th>Ports</th><th>Vessels</th><th>Volume (Ton)</th><th>Carrying</th><th>Status</th></tr><tr><td>Kolkata</td><td>Emirates Swan</td><td>8000</td><td>CPO</td><td>Arrived</td></tr><tr><td></td><td>Khadijah</td><td>5000</td><td>CPO</td><td>Expected</td></tr><tr><td>JN Port</td><td>Process</td><td>12000</td><td>SBO</td><td>Arrived</td></tr><tr><td>Chennai</td><td>Vernal Grace</td><td>3500</td><td>Palm Oil</td><td>Arrived</td></tr><tr><td>Kakinada</td><td>Pacific Sound</td><td>11000</td><td>CPO</td><td>Expected</td></tr><tr><td>Cochin</td><td>Rising One</td><td>3200</td><td>SBO</td><td>Expected</td></tr></table>	Ports	Vessels	Volume (Ton)	Carrying	Status	Kolkata	Emirates Swan	8000	CPO	Arrived		Khadijah	5000	CPO	Expected	JN Port	Process	12000	SBO	Arrived	Chennai	Vernal Grace	3500	Palm Oil	Arrived	Kakinada	Pacific Sound	11000	CPO	Expected	Cochin	Rising One	3200	SBO	Expected
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Weather Forecast West India Isolated rain/thundershowers are likely over south Madhya Maharashtra and south Konkan & Goa. Isolated duststorm/thunderstorm may occur over Rajasthan. Mainly dry weather over the rest region. Temperatures over Rajasthan are likely to remain 40-42°C.	Forex Rates (As on 03.05.2006) <table><tr><th>Country/ Continent</th><th>Currency</th><th>Value in Rupees</th></tr><tr><td>USA</td><td>Dollar</td><td>44.86</td></tr><tr><td>European Union</td><td>Euro</td><td>56.77</td></tr><tr><td>Japan</td><td>100 Yen</td><td>39.71</td></tr><tr><td>United Kingdom</td><td>Pound Sterling</td><td>82.84</td></tr></table>	Country/ Continent	Currency	Value in Rupees	USA	Dollar	44.86	European Union	Euro	56.77	Japan	100 Yen	39.71	United Kingdom	Pound Sterling	82.84																				
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