

May 15, 2006

VEGOIL DAILY

PALM OIL

International Markets Highlights

BMD Remains Closed on Saturday and Sunday.

BMD: CPO Futures (11.05.2006)

(Ringgit/ton)

Months	Previous	Open	High	Low	Close	Change	Volume
May 06	1419	1419	1426	1419	1426	+7	267
Jun 06	1433	1436	1437	1431	1435	+2	511
July 06	1446	1448	1451	1443	1448	+2	3923
Aug 06	1457	1461	1463	1453	1463	+6	2346
Sep 06	1465	1461	1470	1461	1470	+5	117

Domestic Spot Market Highlights

Palm Oil

Palm oil prices on spot market moved down slightly in most markets amid weak sentiments. Prices declined slightly due to lower demands at retail ends on such higher prices. Weak soy oil futures on both CBOT and NCDEX brought negative impact on its prices. Palm oil prices are expected to move range bound in near term.

Palm oil - Spot Market Price

(Rs. Per 10 kg]

Centres	13.05.06	12.05.06	Change
Kandla CPO (5 % FFA)	369	368	+1
Kandla RBD Palmolein +VAT	385	390	-5
Mumbai RBD Palmolein +VAT	396	397	-1
Chennai RBD Palmolein +VAT	400	402	-2
Kakinada RBD Palmolein +VAT	385	388	-3
Hyderabad RBD Palmolein +VAT	403	405	-2
Delhi RDB Palmolein	435	435	0

SOY OIL

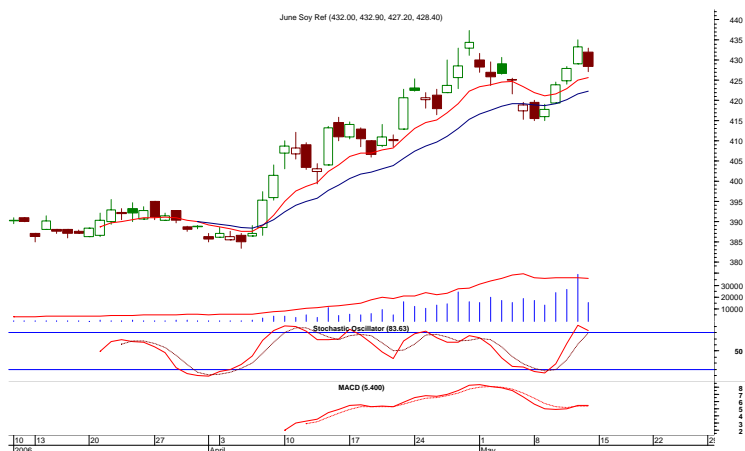
Technical Analysis

Perspective: Very Short Term

NCDEX (June'06) Refined Soy Oil Contract

The MACD has turned downward, which indicates bearish market sentiments. %K line is also turned southwards in oversold region, which indicates bearish market sentiments. Prices closed above 9 days EMA (425.32) and 18 days (422.17), which indicates slightly bullish trends. Candlestick pattern shows the bearish market.

There is strong talk in the market that government may revise higher tariff value on Monday.



TRADE RECOMENDATIONS

Contract	Call	Entry	Target	SL	S1	S2	PCP	R 1	R 2
NCDEX-JUNE '06	Buy	428.20	431.60	426.50	427.10	425.10	428.40	432.80	435.70

International Market Highlights

CBOT Soy Oil Futures Settle Remain Firm

July Soybean Oil closed down 0.13 cent on Friday at 26.19 cent/pound, 0.53 cent off the high and 0.08 cent up from the low. The USDA projected ending stocks for the 2006/2007 seasons at 650 million bushels as compared to trade expectations at 683 million bushels. The USDA projection for oil ending stocks remains at 2.379 billion pounds for the 2006/2007 season as compared to 2.749 billion pounds for this season.

CBOT Soy oil futures as 12.05.2006 (Cents/pound)

Months	PCP	Open	High	Low	Close	Change
May'06	25.97	26.30	26.30	26.00	26.00	+0.03
Jul '06	26.32	26.58	26.72	26.11	26.19	-0.13
Aug'06	26.50	26.80	26.91	26.32	26.38	-0.12
Sep'06	26.67	27.00	27.05	26.48	26.55	-0.12

Domestic Market Highlights

Refined soybean oil prices on domestic spot markets displayed mixed sentiments on Saturday. NCDEX June refined soy oil contract settled down as compared to previous closing. Total arrivals were remains around 38000-40000 bags (bag=85 Kg) in major markets of India. CIF soy was quoted \$550 a metric ton at Kandla and Mumbai port. Prices are expected to move range bound in near term.

Soybean oil - Spot Market Price

(Rs. Per 10 kg)

Centres	13.05.06	12.05.06	Change
Mumbai (Soy Ref oil)+VAT	400	402	-2
Indore (Soy Ref oil)+VAT	405	401	+4
Kota (Soy Ref. Oil)+VAT	400	395	+5
Hyderabad (Soy Ref)+VAT	397	398	-1
Rajkot (Soy Ref)+Tax	389	392	-3

NCDEX Soy Oil Futures Ends Down

NCDEX (June'06) Refined soy oil contract prices settled down due to technical corrections on Saturday. Weak futures market of soy oil on CBOT and NCDEX added bearish tone in the market. Soy oil futures prices settled down Rs 4.90 at Rs 428.40/10 Kg, Rs 4.50 off the high and Rs 1.20 up from the low. Prices moved in a range of Rs 427.20 - 432.90. Soy oil prices are expected to move range bound in near term.

NCDEX Soy oil futures as on 13.05.2006 (Rs/10 kg)

Months	PCP	Open Price	High Price	Low Price	Close Price	Volume	Open Interest
May'06	422.50	420.00	421.85	414.85	416.00	2900	6820
June'06	433.30	432.00	432.90	427.20	428.40	15890	40470

NBOT Soy oil futures as on 13.05.2006 (Rs/10 kg)

Months	PCP	Open Price	High Price	Low Price	Close Price	Change	Volume
May'06	417.30	0.00	413.40	0.00	413.40	-3.90	0
Jun '06	433.30	430.70	432.30	427.40	427.50	-5.80	33020

Rape/Mustard oil Mustard oil prices on domestic spot markets remain moved up on Saturday in most markets. Lower supply of mustard seeds brought positive impact on its prices. Today's arrivals were 1500 bags in Kota, 5000 bags in Jaipur and around 1.50 lakh bags in Rajasthan and 25,000 bags in Madhya Pradesh. Mustard seeds prices were quoted Rs 1650 in Kota and 1740 in Jaipur mandi. Mustard oil prices are expected to move range bound with positive sentiments in near terms on lower supply.	Mustard Oil: Spot Market Price (Rs. Per 10 kg) <table><tr><th>Centres</th><th>13.05.06</th><th>12.05.06</th><th>Change</th></tr><tr><td>Mumbai (Expeller Oil) +VAT</td><td>392</td><td>391</td><td>+1</td></tr><tr><td>Kota (Expeller Oil)+VAT</td><td>385</td><td>380</td><td>+5</td></tr><tr><td>Jaipur (Expeller Oil)+VAT</td><td>388</td><td>383</td><td>+5</td></tr><tr><td>Delhi (Expeller Oil)</td><td>400</td><td>395</td><td>+5</td></tr><tr><td>Neewai (Expeller Oil)</td><td>Closed</td><td>374</td><td>-</td></tr></table>	Centres	13.05.06	12.05.06	Change	Mumbai (Expeller Oil) +VAT	392	391	+1	Kota (Expeller Oil)+VAT	385	380	+5	Jaipur (Expeller Oil)+VAT	388	383	+5	Delhi (Expeller Oil)	400	395	+5	Neewai (Expeller Oil)	Closed	374	-																																																							
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Groundnut Refine Oil Today groundnut oil prices on domestic spot markets witnessed steady to weak sentiments in the markets amid lower demands at retail ends. Weak futures market added bearish market sentiments. Today's arrivals were remains around 28000-30000 bags in Gujarat. Groundnut seeds were quoted Rs346 per 20 kg in Rajkot market; it is down slightly as compared to previous trading day. 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>13.05.06</th><th>12.05.06</th><th>Change</th></tr><tr><td>Mumbai +VAT</td><td>468</td><td>468</td><td>0</td></tr><tr><td>Rajkot +VAT</td><td>456</td><td>460</td><td>-4</td></tr><tr><td>Andhra Region +VAT</td><td>475</td><td>478</td><td>-3</td></tr><tr><td>Chennai +VAT</td><td>450</td><td>452</td><td>-2</td></tr><tr><td>Delhi</td><td>510</td><td>510</td><td>0</td></tr></table>	Centres	13.05.06	12.05.06	Change	Mumbai +VAT	468	468	0	Rajkot +VAT	456	460	-4	Andhra Region +VAT	475	478	-3	Chennai +VAT	450	452	-2	Delhi	510	510	0																																																							
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Sunflower Refine Oil Sunflower oil prices on physical markets steady on Saturday in most markets. Harvesting is over in Karnataka and Andhra region. Harvesting is in progress in Tamil Nadu. Today CIF prices for sunflowers (May Shipment) at Kandla port were quoted to\$ 644 per ton. 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>13.05.06</th><th>12.05.06</th><th>Change</th></tr><tr><td>Mumbai +Vat</td><td>440</td><td>440</td><td>0</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	13.05.06	12.05.06	Change	Mumbai +Vat	440	440	0	Chennai +VAT	450	450	0	Hyderabad VAT	450	450	0																																																															
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Weather Forecast Chief Features During past 24 hrs fairly widespread rainfall has occurred over Bay islands, West Bengal & Sikkim and northeastern States and at a few places over Bihar, Jharkhand and Orissa resulting in below normal temperatures over these areas. The models forecast suggest that ongoing rainfall activity over these areas is likely to continue for next 2-3 days and may increase further over northeastern States and Bay Islands. The day temperatures continue to remain above 40°C over the plains of northwest India, north Gujarat, central India, interior Maharashtra and interior Andhra Pradesh which are 2-4°C above normal. Heat wave conditions continue to prevail over isolated pockets of north Rajasthan, west Haryana and northwest Madhya Pradesh, where day temperatures are still above 45°C. Heat wave conditions over these areas are likely to abate during next 2 days as scattered duststorm/thunderstorm activity is likely over these areas. Source: IMD. GOI.	PORT-WATCH (Latest): Current Vessels Positions <table><tr><th>Ports</th><th>Vessels</th><th>Volume (Ton)</th><th>Carrying</th><th>Status</th></tr><tr><td rowspan="2">Kandla</td><td>Global Eos</td><td>11250</td><td>CPO</td><td>Expected</td></tr><tr><td>Shimkaze</td><td>8553</td><td>CPO</td><td>Expected</td></tr><tr><td rowspan="2">Chennai</td><td>MJackson</td><td>6000</td><td>Palm Oil</td><td>Expected</td></tr><tr><td>Hua Yun</td><td>17690</td><td>Palm Oil</td><td>Expected</td></tr><tr><td rowspan="2"></td><td>Ace 1</td><td>1411</td><td>CPO</td><td>Expected</td></tr><tr><td>Spring wind</td><td>4000</td><td>CPO</td><td>Expected</td></tr><tr><td rowspan="2">Kakinada</td><td>Chmpn Brali</td><td>11000</td><td>SBO</td><td>Expected</td></tr><tr><td>Shimakaze</td><td>9699</td><td>Palm Oil</td><td>Arrived</td></tr><tr><td rowspan="2">Kolkata</td><td>Cheras</td><td>6000</td><td>CPO</td><td>Arrived</td></tr><tr><td>Khadijah</td><td>5000</td><td>Palm Oil</td><td>Expected</td></tr><tr><td></td><td>Pdg Halaban</td><td>8000</td><td>CPO</td><td>Arrived</td></tr><tr><td></td><td>Chelsea</td><td>11000</td><td>SBO</td><td>Expected</td></tr><tr><td>JN Port</td><td>Sun</td><td>10000</td><td>SBO</td><td>Expected</td></tr><tr><td rowspan="2">Cochin</td><td>Hua Yun 5</td><td>6000</td><td>CPO</td><td>Expected</td></tr><tr><td>Global Tradr</td><td>6000</td><td>CPO</td><td>Expected</td></tr><tr><td>New Manglore</td><td>Vernal Grace</td><td>6000</td><td>CPO</td><td>Expected</td></tr></table>	Ports	Vessels	Volume (Ton)	Carrying	Status	Kandla	Global Eos	11250	CPO	Expected	Shimkaze	8553	CPO	Expected	Chennai	MJackson	6000	Palm Oil	Expected	Hua Yun	17690	Palm Oil	Expected		Ace 1	1411	CPO	Expected	Spring wind	4000	CPO	Expected	Kakinada	Chmpn Brali	11000	SBO	Expected	Shimakaze	9699	Palm Oil	Arrived	Kolkata	Cheras	6000	CPO	Arrived	Khadijah	5000	Palm Oil	Expected		Pdg Halaban	8000	CPO	Arrived		Chelsea	11000	SBO	Expected	JN Port	Sun	10000	SBO	Expected	Cochin	Hua Yun 5	6000	CPO	Expected	Global Tradr	6000	CPO	Expected	New Manglore	Vernal Grace	6000	CPO	Expected
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Forex Rates (As on 13.05.2006) <table><tr><th>Country/ Continent</th><th>Currency</th><th>Value In Rupees</th></tr><tr><td>USA</td><td>Dollar</td><td>45.05</td></tr><tr><td>European Union</td><td>Euro</td><td>58.04</td></tr><tr><td>Japan</td><td>100 Yen</td><td>40.94</td></tr><tr><td>United Kingdom</td><td>Pound Sterling</td><td>85.36</td></tr></table>	Country/ Continent	Currency	Value In Rupees	USA	Dollar	45.05	European Union	Euro	58.04	Japan	100 Yen	40.94	United Kingdom	Pound Sterling	85.36																																																																	
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