

## VEGOIL

May 06, 2006

### MAJOR ACTIVITY HIGHLIGHTS

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

#### BMD CPO Futures Settle Down

Crude palm oil futures at Bursa Malaysia Derivatives settled mixed on Friday. The benchmark July CPO contract settled marginally lower at MYR1,453 a metric ton, down MYR1 from Thursday, while the nearby May contract ended at MYR1,425/ton, up MYR4. Most of the participants were waiting export estimates figures for making fresh positions. Cargo surveyors Intertek Agri Services and SGS (Malaysia) Bhd. are scheduled to issue export estimates for the first 10 days of the month Wednesday.

#### BMD: CPO Futures (05.05.2006)

(Ringgit/ton)

Months	Previous	Open	High	Low	Close	Change	Volume
May 06	1421	1420	1428	1418	1425	+4	331
Jun 06	1440	1437	1443	1436	1438	-2	773
July 06	1454	1451	1461	1451	1453	-1	3821
Aug 06	1467	1464	1471	1463	1465	-2	561
Sep 06	1473	1472	1476	1470	1476	+3	96

#### Palm Oil

Today's palm oil prices on spot markets revealed steady to weak sentiments in most markets amid lower demands at retail ends. Palm oil prices dampened with soy oil prices. Both competitive of each other. Palm oil prices are expected to move range bound with weak sentiments in near term.

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	05.05.06	04.05.06	Change
Kandla CPO (5 % FFA)	367	369	-2
Kandla RBD Palmolein +VAT	383	383	0
Mumbai RBD Palmolein +VAT	393	395	-2
Chennai RBD Palmolein +VAT	400	400	0
Kakinada RBD Palmolein +VAT	381	382	-1
Hyderabad RBD Palmolein +VAT	390	395	-5
Delhi RDB Palmolein	428	428	0

**COMMODITY: SOY OIL****Perspective: Very Short Term  
NCDEX May Contract**

1. The MACD continue to moves 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 open firm and it may decline later on. Sell near 414.65, target near 411.20, put stop loss at 416.45

**Support & Resistance Levels (May '06 Contract)**

Supp 1	Supp 2	Res 1	Res 2
409.70	406.45	417.45	422.20

**International Market Highlights****CBOT Soy Oil Futures Settle Down**

July Soybean Oil settled down 0.41 cent on Thursday at 25.31 cent/pound, 0.41 cent off the high and 0.06 cent up from the low. Weakness in the other grain markets influence the soybean market and drag the prices to the lower side. Steep fall in the prices of crude results into sharp decline in the soy oil prices amid long liquidation on the talk of weaker bio-diesel demand.

**CBOT Soy oil futures as 04.05.2006 (Cents/pound)**

Months	PCP	Open	High	Low	Close	Change
May'06	25.35	25.33	25.33	24.90	24.94	-0.41
Jul '06	25.72	25.70	25.72	25.25	25.31	-0.41
Aug'06	25.90	25.85	25.85	25.42	25.50	-0.40
Sep'06	26.05	26.00	26.08	25.61	25.70	-0.35

**Domestic Market Highlights**

Soybean oil prices on domestic spot markets range bound with weak sentiments in most markets amid lower demands at retail ends. NCDEX May refined soy oil contract settled down sharply as compared to previous closing. India postponed new rules for GM food imports till July 7,2006. Prices are expected to move range bound with weak sentiments in near terms. Prices are expected to move range bound with weak sentiments in near terms.

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

Centres	05.05.06	04.05.06	Change
Mumbai (Soy Ref oil)+VAT	405	407	-2
Indore (Soy Ref oil)+VAT	402	404	-2
Kota (Soy Ref. Oil)+VAT	392	393	-1
Hyderabad (Soy Ref)+VAT	392	390	+2
Rajkot (Soy Ref)+Tax	379	379	0

**NCDEX Soy Oil Futures Settle Down**

NCDEX (May'06) Refined soy oil contract prices settled down on Friday on account of postponement of GM food import till July 7,2006. Soy oil futures prices settled down Rs 5.00 at Rs 411.95/10 Kg, Rs 6.95 off the high and Rs 1.65 up from the low. Prices moved in a range of Rs 410.30 to Rs 418.90. Soy oil prices are expected to move range bound with weak sentiments in near term.

**NCDEX Soy oil futures as on 05.05.2006 (Rs/10 kg)**

Months	PCP	Open Price	High Price	Low Price	Close Price	Volume	Open Interest
May'06	416.95	415.00	418.90	410.30	411.95	16930	14820
June'06	425.20	424.00	428.00	416.50	417.50	43720	45000

**NBOT Soy oil futures as on 05.05.2006 (Rs/10 kg)**

Months	PCP	Open Price	High Price	Low Price	Close Price	Change	Volume
May'06	414.00	413.30	415.90	409.40	411.10	-2.90	37310
Jun '06	423.90	423.00	426.70	416.90	419.10	-4.80	25800

<b>Rape/Mustard oil</b> Mustard oil prices on domestic spot markets range moved down slightly in most markets amid weak sentiments. Weak futures market of soy oil brought negative impact on its prices. Today's arrivals were about 2.50 lakh bags in Rajasthan and 60,000 bags in Madhya Pradesh. Mustard seeds prices were quoted Rs 1500-1530 in Kota and 1680/85 in Jaipur mandi. Mustard oil prices are expected to move range bound with weak sentiments in near terms.	<b>Mustard Oil: Spot Market Price (Rs. Per 10 kg)</b> <table><tr><th>Centres</th><th>05.05.06</th><th>04.05.06</th><th>Change</th></tr><tr><td>Mumbai (Expeller Oil) +VAT</td><td>387</td><td>390</td><td>-3</td></tr><tr><td>Kota (Expeller Oil)+VAT</td><td>368</td><td>370</td><td>-2</td></tr><tr><td>Jaipur (Expeller Oil)+VAT</td><td>370</td><td>373</td><td>-3</td></tr><tr><td>Delhi (Expeller Oil)</td><td>398</td><td>398</td><td>0</td></tr><tr><td>Neewai (Expeller Oil)</td><td>371</td><td>373</td><td>-2</td></tr></table>	Centres	05.05.06	04.05.06	Change	Mumbai (Expeller Oil) +VAT	387	390	-3	Kota (Expeller Oil)+VAT	368	370	-2	Jaipur (Expeller Oil)+VAT	370	373	-3	Delhi (Expeller Oil)	398	398	0	Neewai (Expeller Oil)	371	373	-2																																																				
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<b>Groundnut Refine Oil</b> Today groundnut oil prices on domestic spot markets remain showed steady to weak sentiments in the markets amidst lower demands at retail ends. Prices declined slightly on production concerns of Rabi crops. Availability of lower priced edible oil like vanaspati and soy oil and rice bran etc brought negative impact on its prices. Today's arrivals were remains about 28000-30000 bags in Gujarat. Groundnut seeds were remains quoted Rs345 per 20 kg in Rajkot mandi. GN oil prices are expected to move range bound in near term.	<b>Groundnut Oil Spot Market Price (Rs. Per 10 kg)</b> <table><tr><th>Centres</th><th>05.05.06</th><th>04.05.06</th><th>Change</th></tr><tr><td>Mumbai +VAT</td><td>465</td><td>468</td><td>-3</td></tr><tr><td>Rajkot +VAT</td><td>455</td><td>455</td><td>0</td></tr><tr><td>Andhra Region +VAT</td><td>477</td><td>477</td><td>0</td></tr><tr><td>Chennai +VAT</td><td>455</td><td>460</td><td>-5</td></tr><tr><td>Delhi</td><td>510</td><td>510</td><td>0</td></tr></table>	Centres	05.05.06	04.05.06	Change	Mumbai +VAT	465	468	-3	Rajkot +VAT	455	455	0	Andhra Region +VAT	477	477	0	Chennai +VAT	455	460	-5	Delhi	510	510	0																																																				
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<b>Sunflower Refine Oil</b> Sunflower oil prices on physical markets revealed steady in most of the markets. CIF prices for sunflowers (May Shipment) at Kandla port quoted to \$ 638 per tonnes, up Rs \$3/ton from \$635/ton from Thursday. Sunflower oil prices are expected to move range bound with weak sentiments in near term.	<b>Sunflower Refine Oil: Spot Market prices (Rs/10 Kg)</b> <table><tr><th>Markets</th><th>05.05.06</th><th>04.05.06</th><th>Change</th></tr><tr><td>Mumbai +Vat</td><td>445</td><td>445</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>445</td><td>445</td><td>0</td></tr></table>	Markets	05.05.06	04.05.06	Change	Mumbai +Vat	445	445	0	Chennai +VAT	450	450	0	Hyderabad VAT	445	445	0																																																												
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<b>Cotton Refine Oil</b> Today cotton oil prices on spot markets has displayed mixed sentiments in most markets amid lower demands at retail ends. Cotton oil prices dampened with soy oil prices. Weak futures and spot market of soy oil brought negative impact on all edible oil prices. Prices are expected move range bound with weak sentiments in near term.	<b>Cotton Refine Oil: Spot Market prices (Rs/10 Kg)</b> <table><tr><th>Markets</th><th>05.05.06</th><th>04.05.06</th><th>Change</th></tr><tr><td>Mumbai +VAT</td><td>399</td><td>400</td><td>-1</td></tr><tr><td>Hyderabad+VAT</td><td>402</td><td>400</td><td>+2</td></tr><tr><td>Rajkot</td><td>385</td><td>388</td><td>-3</td></tr></table>	Markets	05.05.06	04.05.06	Change	Mumbai +VAT	399	400	-1	Hyderabad+VAT	402	400	+2	Rajkot	385	388	-3																																																												
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<b>Weather Forecast</b> <b>West India</b> Isolated rain/thundershowers are likely over Marathawada, south Madhya Maharashtra and south Konkan & Goa. Isolated duststorm may occur over Rajasthan towards evening/night. Mainly dry weather over the rest region. Temperatures over Rajasthan are likely to remain 42-45°C.  <b>Source: IMD. GOI.</b>  <b>Forex Rates (As on 05.05.2006)</b> <table><tr><th>Country/ Continent</th><th>Currency</th><th>Value in Rupees</th></tr><tr><td>USA</td><td>Dollar</td><td>44.88</td></tr><tr><td>European Union</td><td>Euro</td><td>56.94</td></tr><tr><td>Japan</td><td>100 Yen</td><td>39.47</td></tr><tr><td>United Kingdom</td><td>Pound Sterling</td><td>83.07</td></tr></table>	Country/ Continent	Currency	Value in Rupees	USA	Dollar	44.88	European Union	Euro	56.94	Japan	100 Yen	39.47	United Kingdom	Pound Sterling	83.07	<b>PORT-WATCH (Latest):</b>  <b>Current Vessels Positions</b> <table><tr><th>Ports</th><th>Vessels</th><th>Volume (Ton)</th><th>Carrying</th><th>Status</th></tr><tr><td rowspan="5">Kandla</td><td>Biz</td><td>8000</td><td>CPO</td><td>Arrived</td></tr><tr><td>Isokaze</td><td>6700</td><td>CPO</td><td>Expected</td></tr><tr><td>New Merry Ocean</td><td>6000</td><td>CPO</td><td>Arrived</td></tr><tr><td>Almarona</td><td>8553</td><td>CPO</td><td>Expected</td></tr><tr><td>Global Venus</td><td>8553</td><td>CPO</td><td>Arrived</td></tr><tr><td rowspan="5">Mundra</td><td>Biz</td><td>12000</td><td>SBO</td><td>Arrived</td></tr><tr><td>Sun</td><td>22500</td><td>SBO</td><td>Expected</td></tr><tr><td>Shimakaze</td><td>8553</td><td>CPO</td><td>Expected</td></tr><tr><td>New Merry Ocean</td><td>9000</td><td>CPO</td><td>Arrived</td></tr><tr><td>Agiasama</td><td>17000</td><td>SBO</td><td>Expected</td></tr><tr><td rowspan="3">Chennai</td><td>Spring Wind</td><td>4000</td><td>CPO</td><td>Expected</td></tr><tr><td>Chelesa</td><td>21000</td><td>SBO</td><td>Expected</td></tr><tr><td>Mumbai</td><td>Ispkaze</td><td>9500</td><td>CPO</td><td>Expected</td></tr></table>	Ports	Vessels	Volume (Ton)	Carrying	Status	Kandla	Biz	8000	CPO	Arrived	Isokaze	6700	CPO	Expected	New Merry Ocean	6000	CPO	Arrived	Almarona	8553	CPO	Expected	Global Venus	8553	CPO	Arrived	Mundra	Biz	12000	SBO	Arrived	Sun	22500	SBO	Expected	Shimakaze	8553	CPO	Expected	New Merry Ocean	9000	CPO	Arrived	Agiasama	17000	SBO	Expected	Chennai	Spring Wind	4000	CPO	Expected	Chelesa	21000	SBO	Expected	Mumbai	Ispkaze	9500	CPO	Expected
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