

VEGOIL DAILY

June 03, 2006

REFINE SOY OIL

SPOT MARKETS

Refined soy oil prices on domestic spot market moved range bound with mixed sentiments in most of the markets on Friday. Prices declined marginally in Mumbai and Indore market due to early monsoon and expected to good crop with increased sowing acreage. However, prices improved moderately due to rain in Rajkot market. Soy Degum (Ready) prices was quoted at Rs 383/10 kg at Mumbai port, it is lower slightly as compared to Thursday. Prices are expected to move range bound with slightly positive sentiments in near term.

FUTURES MARKETS:

NCDEX refined soyoil June contract settle higher on speculative buying and profit booking. Prices settled slightly higher Rs 2.55 at 414.25, Rs 0.40 off the high and Rs 2.25 up from the low. Prices moved in a range of 412.00-414.65 on Friday. Prices are expected to move range bound with moderately positive sentiments in near term.

PRICE DRIVERS:

Bullish:

1. Lower stock of soybean

Bearish:

1. Lower demands at retail ends
2. Huge stock of mustard seeds.
3. Expected to increase sowing acreage

Weather

Weather is not a factor until new crop sowings will take place.

TECHNICALS

MACD continued to move southwards after crossing centre line, which indicates bearish sentiments. Prices closed below both the 9-days (415.67) and 18-days (417.48) EMA, which indicates slightly bearish market trend. However, %K line has just turned upwards after bullish crossover to %D line and entered in neutral region, which indicates slightly bullish market sentiments. Candlestick pattern shows slightly bullish market sentiments.



SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
NCDEX June	412.60	410.90	414.25	415.60	416.70

TRADE RECOMMENDATION:

Buy near 413.40, target near 415.50, and put stop loss at 412.30.

Soybean Oil: Spot Market Prices (Rs/10Kg excluding VAT)

Centres	02.06.06	01.06.06	Change
Mumbai (Soy Ref oil)+VAT	403	405	-2
Indore (Soy Ref oil)+VAT	390	391	-1
Kota (Soy Ref. Oil)+VAT	388	388	0
Hyderabad (Soy Ref)+VAT	392	391	+1
Rajkot (Soy Ref)+Tax	391	390	+1

PALM OIL

International Market Highlights

BMD CPO Future Settle Mixed on Dull Trading

Crude palm oil futures at Bursa Malaysia Derivatives settled mixed on Friday. Most of the participants sidelined due to uncertainty about the SND figure and weekend. The benchmark August CPO contract settled remains at MYR1,439 a metric ton after moving in range of MYR 1435 -MYR 1441a metric ton.

Domestic Spot Market Highlights

Palm oil prices in domestic spot market remains moved range bound with sentiments in most of the markets on Friday. Palm oil prices followed soy oil prices. Both are traditional rival of each other. FOB palmolein prices remain quoted \$ 412.50/ton and FOB crude palm oil prices at \$ 390.00/ton for the month of June. Prices are expected to move range bound with mixed sentiments in near term.

BMD: CPO Futures (02.06.2006)

(Ringgit/ton)

Months	Previous	Open	High	Low	Close	Change	Volume
Jun 06	1405	1405	1405	1394	1396	-9	479
July 06	1427	1427	1428	1422	1422	-5	920
Aug 06	1439	1441	1441	1435	1439	0	1796
Sep 06	1452	1453	1453	1447	1450	-2	613
Oct 06	1460	1462	1462	1457	1460	0	70

Palm oil – Spot Market Price

(Rs. Per 10 kg)

Centres	02.06.06	01.06.06	Change
Kandla CPO (5 % FFA)	367	369	-2
Kandla RBD Palmolein +VAT	388	390	-2
Mumbai RBD Palmolein +VAT	403	401	+2
Chennai RBD Palmolein +VAT	407	407	0
Kakinada RBD Palmolein +VAT	383	381	+2
Hyderabad RBD Palmolein +VAT	400	397	+3
Delhi RDB Palmolein	430	430	0

Rape/Mustard oil

Mustard oil prices on domestic spot market witnessed steady to positive market sentiments in most of the markets on Friday. Prices improved slightly in Rajasthan due to rain. Today's arrivals of mustard seed were around 3000 bags in Neewai, 1000 bags in Kota, 1500 bags in Jaipur and around 75,000 bags in Rajasthan. Mustard seeds prices were quoted at Rs 1525-40 in Kota and 1690 in Jaipur per quintal. Mustard oil prices are expected to move range bound with moderately positive sentiments in near term.

Groundnut Refine Oil

Groundnut oil prices on spot markets revealed steady to positive market sentiments in most of the market amid positive sentiments on Friday. Groundnut seeds remain quoted at Rs 344per 20 kg in Rajkot market. Gn oil prices improved slightly due to lower arrivals of groundnut seeds in Gujarat. Arrivals of groundnut seeds around 15000 bags in Gujarat (bag=35 Kg). GN oil prices are expected to move range bound in near term.

Sunflower Refine Oil

Sunflower oil prices on physical market markets showed steady to positive sentiments in most of the markets. Prices in Hyderabad improved slightly due to strong futures market. CIF (June) sunflower oil remains quoted \$ 649 per ton.

Cotton Refine Oil

Cotton oil prices on physical markets showed steady to positive sentiments in most of the markets on Friday amid positive sentiments. Lower supply of cotton brought positive impact on its prices. Cotton oil prices are expected to move range bound with positive sentiments in near term.

Rape Oil: Spot Market Price (Rs/10 kg)

Centres	02.06.06	01.06.06	Change
Mumbai (Exp. Oil) +VAT	395	395	0
Kota (Expeller Oil)+VAT	367	366	+1
Jaipur (Expeller Oil)+VAT	370	369	+1
Delhi (Expeller Oil)	388	388	0
Neewai (Expeller Oil) +VAT	365	363	+2

Groundnut Oil Spot Market Price (Rs/10 kg)

Centres	02.06.06	01.06.06	Change
Mumbai +VAT	470	470	0
Rajkot +VAT	452	450	+2
Andhra Region +VAT	472	470	+2
Chennai +VAT	460	460	0
Delhi	510	508	+2

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

Markets	02.06.06	01.06.06	Change
Mumbai +Vat	435	435	0
Chennai +VAT	453	453	0
Hyderabad VAT	440	435	+5

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

Markets	02.06.06	01.06.06	Change
Mumbai +VAT	404	404	0
Hyderabad +VAT	404	400	+4
Rajkot + VAT	395	393	+2
Delhi	388	388	0

PORT-WATCH (Latest):
Current Vessels Positions

Ports	Vessels	Volume (Ton)	Carrying	Status
Kandla	Rising One	3200	SBO	Arrived
	Golden Crane	6000	CPO	Expected
	Anawan	6000	SBO	Expected
	Chem Cosmos	20000	SBO	Expected
Kolkata	Vernal Grace	6000	CPO	Arrived
	Filma Satu	6200	CPO	Receiving
	Twinkle	6000	CPO	Arrived
	Sutra Satu	7000	CPO	Expected
	Ace 1	6000	CPO	Receiving
	Yue You 801	6000	CPO	Expected
Cochin	Hua Yun 5	6000	CPO	Expected
	Global Trader	6000	CPO	Expected
	Rising One	3200	SBO	Expected
New Manglore	Anawan	15000	SBO	Expected
	Global Mars	7500	CPO	Expected
Mumbai	Harsanadi	5000	Palm Oil	Expected
	Global Triton	5000	CPO	Expected
Chennai	MMM Jackson	5000	Palm Oil	Expected
JN Port	Anawan	10000	SBO	Expected
	Chem Cosmos	8000	SBO	Expected
	WS Challenger	21,000	SBO	Expected

Forex Rates

(As on 02.06.2006)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	46.17
European Union	Euro	59.14
Japan	100 Yen	40.95
United Kingdom	Pound Sterling	86.06