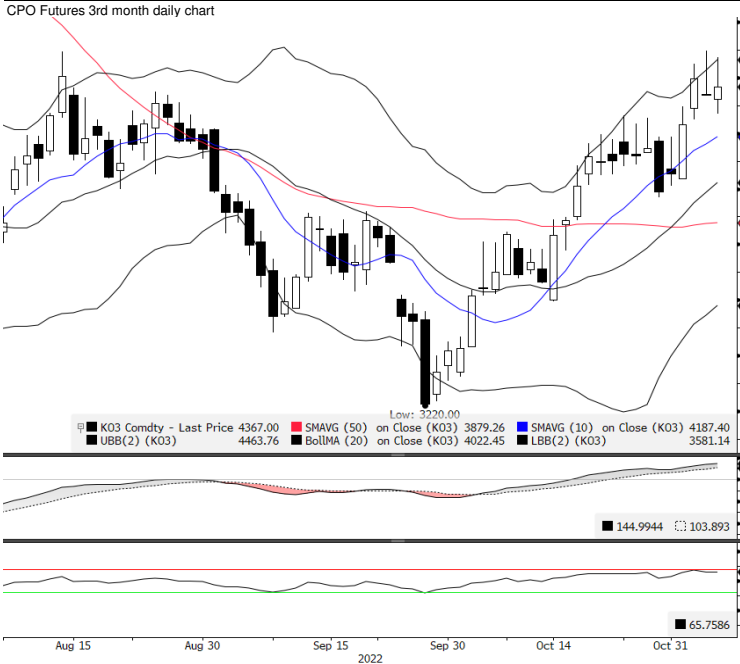


CPO Futures 3rd month daily chart



## Preview Fundamental

Malaysian palm oil futures ended the last day of the first trading week in November 0.69% higher on Friday, recorded a weekly gain of 9.4% following the rally in global competing edible oil prices and further supported by the weakening Malaysian Ringgit. In the overnight competing oils market, crude oil prices soared on Friday amid uncertainties of further interest rate hikes in the future, with the U.S. benchmark West Texas Intermediate (WTI) settled \$2.96, or 5% higher, at \$92.61 a barrel, recorded a 4.7% weekly gain buoyed by the European ban on Russian crude and the possibility of China to soften its Covid-19 curb. In addition, the CBOT soy oil rose on Friday, with December soy oil rose 1.88 cents at 77.17 cents per lb after hitting 77.42 cents, its highest since June 10 tracking the rally in competing crude oil along with optimism about Chinese demand on speculation to ease some COVID restrictions. Therefore, palm oil futures are expected to trade higher today tracking the overnight surge in rival edible oils amid optimism about Chinese demand on speculation of its government to ease some Covid-19 restriction while bulking inventories in the world's second largest grower, Malaysia could limit the upside.

## Technical

Palm oil futures for the January contract opened steadier and spent the whole trading session above its overnight level as buying support were seen following the rise in the rival soy oil market as well as surging crude oil prices during Asian trading hour and lent support from the weakening Malaysian Ringgit. At the close, the January contract settled at 4,367 ringgit per tonne with gains of 30 points. Trading activities for the day can be depicted through the formation of a short white-bodied candlestick pattern with longer upper and shorter bottom shadows, indicating that the bulls took control of the trading session. Technical wise, MACD indicator issued a buy signal while RSI is approaching to an overbought region. Therefore, palm oil futures are expected to trade range on an optimistic tone today on continued buying support due to widening spread echoing the rally in overnight competing oils market and supply tightness concerns due to floods in the palm growing regions and a possible global edible oil supply disruption as the Black Sea region crisis remain unsolved. Hence, the support and resistance for January futures contract can be found at 4,280 and 4,550 respectively.

KO3 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 05AUG2022-04NOV2022 Copyright© 2022 Bloomberg Finance LP. 04-Nov-2022 19:20:11

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD
NOV 22	4,182	29	4,230	4,127	220	2,098	34	.75 Mn
DEC 22	4,274	21	4,375	4,201	2,838	16,095	-951	-21.42 Mn
JAN 23	4,367	30	4,473	4,270	28,196	48,735	-2,537	-58.38 Mn
FEB 23	4,409	37	4,509	4,303	10,327	24,665	897	20.84 Mn
MAR 23	4,402	47	4,495	4,290	7,744	27,789	-398	-9.23 Mn
APR 23	4,370	53	4,448	4,256	3,454	19,325	-221	-5.09 Mn
MAY 23	4,323	63	4,399	4,208	3,146	21,422	221	5.03 Mn
JUN 23	4,283	73	4,345	4,175	1,932	13,236	44	.99 Mn
JUL 23	4,245	73	4,302	4,120	1,221	9,853	25	.56 Mn
AUG 23	4,221	73	4,269	4,178	356	3,727	-24	-.53 Mn
SEP 23	4,203	73	4,250	4,100	511	5,143	-63	-1.4 Mn
OCT 23	4,197	73	4,232	4,126	158	614	36	.8 Mn
NOV 23	4,162	73	4,215	4,048	495	5,122	80	1.75 Mn
JAN 24	4,123	73	4,179	4,025	28	994	2	.04 Mn
MAR 24	4,010	73	-	-	14	415	4	.08 Mn
MAY 24	3,960	73	-	-	6	72	0	. Mn
JUL 24	3,960	73	-	-	-	-	0	. Mn
SEP 24	3,960	73	-	-	-	-	0	. Mn
NOV 24	3,960	73	-	-	-	-	0	. Mn
JAN 25	3,960	73	-	-	-	-	0	. Mn
MAR 25	3,960	73	-	-	-	-	0	. Mn
MAY 25	3,960	73	-	-	-	-	0	. Mn
JUL 25	3,960	73	-	-	-	-	0	. Mn
SEP 25	3,960	73	-	-	-	-	0	. Mn
<b>Total</b>					<b>60,646</b>	<b>199,305</b>	<b>-2,851</b>	

Source: Bloomberg

Export Est Period	Oct-22		Sep-22		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS
1 - 10th days	373,030	361,602	371,091	418,120	0.52%	-13.52%	-25.45%	-27.20%
1 - 15th days	594,282	640,119	583,446	646,070	1.86%	-0.92%	-17.87%	-9.13%
1 - 20th days	895,522	872,508	866,984	952,888	3.29%	-8.44%	-8.52%	-5.17%
1 - 25th days	1,146,132	1,146,113	1,075,389	1,152,612	6.58%	-0.56%	-4.60%	-4.95%
<b>Full month</b>	<b>1,474,554</b>	<b>1,477,713</b>	<b>1,319,792</b>	<b>1,400,145</b>	<b>11.73%</b>	<b>5.54%</b>	<b>-4.44%</b>	<b>0.07%</b>

Source: Reuters

## Malaysian Palm Oil Board Statistic

	2021	2022	2022	2022	Oct Chg (Mean)	KF's Expected Oct
	October	July	August	September		
Production	1,725,837	1,573,560	1,725,781	1,770,441	3.68%	1,835,650
Stocks	1,834,103	1,772,794	2,094,667	2,315,464	3.21%	2,389,851
Export	1,417,868	1,321,870	1,299,654	1,420,235	15.43%	1,639,399
Import	50,450	130,615	145,452	132,303	7.70%	142,491

Source: Reuters

## Commodity Futures (3rd month)

Commodity	Overnight close	+/-	Relative to FCPO		
			1d Chg (%)	3m Chg	6m Chg
CPO	4367	30	0.69%	14.29%	-38.53%
Dalian Olein	8490	-42	-0.49%	8.93%	-23.50%
Soybean Oil	77.17	1.88	2.50%	12.51%	-12.70%
WTI Crude	92.61	4.44	5.04%	7.20%	-6.20%
CRB Index (realtime)	287.55	9.2315	3.32%	2.32%	-7.63%

Source: Bloomberg

Currency	Last	Relative to FCPO		
		1d Chg	3m Chg	6m Chg
USDMYR	4.7445	-0.07%	6.49%	8.27%
USDIDR	15737.5	0.27%	5.10%	8.56%

Source: Bloomberg

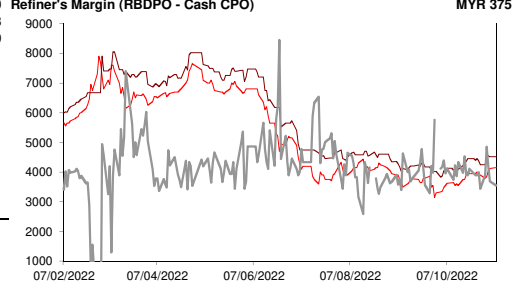
## Overnight Lead

Chicago Board of Trade soybean futures notched a six-week high on Friday and soy oil futures BOZ2 reached their highest since June, buoyed by strong energy prices along with optimism about demand from China, the world's top soy buyer, traders said. - Reuters

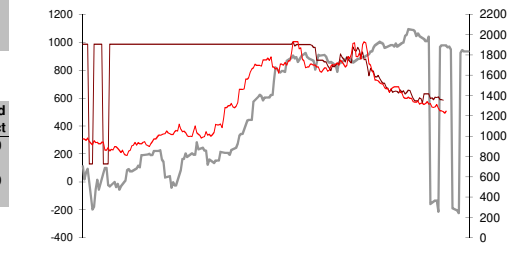
## Previous Week

Contract	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
NOV22	4,230	3,795	NOV22	4,150	4,200	1.3%	0.0%
NOV22-Dec22	4,043	-92	-	-10	51	-19	-190
Nov22-Jan23	4,452	4,005	-93	-97	-92	2,001	-25
Dec22-Jan23	4,399	3,957	-93	-97	-92	2,001	-25
Dec22-Feb23	4,345	3,920	-135	-145	-126	285	-45
Jan22-Feb23	4,302	3,885	-42	-40	-39	4,768	-16
Jan23-Mar23	4,269	3,884	-35	-35	-29	1,656	7

## Refiner's Margin (RBDPO - Cash CPO)



## Crude Degummed Soybean Oil (CDSBO)/RBD Palm Olein (RBDPL) Basis (per Tonne)



## 3rd mth FCPO Volatility

