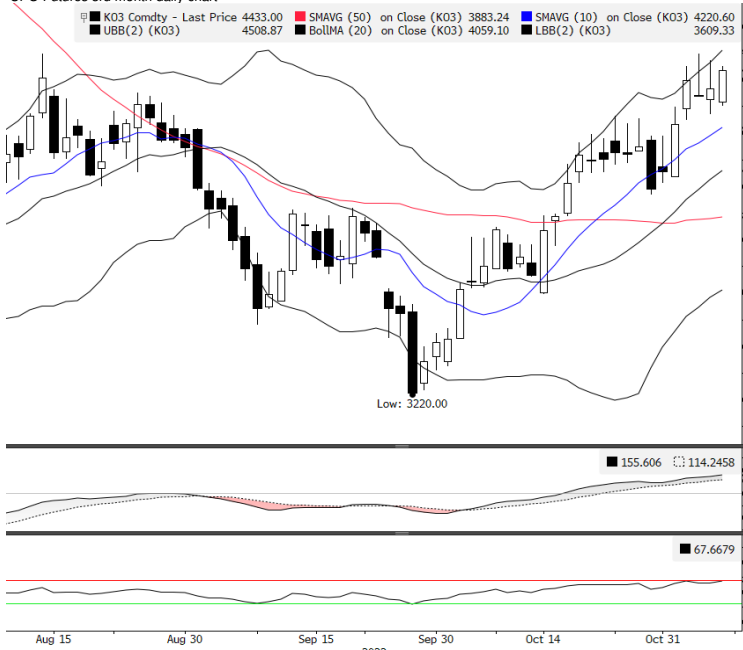


CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures jumped 1.51% on Monday, extending its winning streak to second consecutive session and stood on the highest level in more than four months borrowing support from competing soy oil rally and strong demand from world's top importer, India while gains were capped by China's Covid-19 curb as the government denied in easing its zero COVID-19 policy. Globally, crude oil prices edged lower after a choppy trading session on Monday, with the U.S. benchmark West Texas Intermediate (WTI) dropped 82 cents to settle at \$91.79 a barrel, after a 74-cents gain to a session high of \$93.74 a barrel, as the price was pressured by the mixed signal by the Chinese government as it did not set a timeline for Zero-Covid policy exit. In addition, the CBOT soy oil back pedaled off previous session gains to end lower, with December soy oil settled down 0.84 cent at 76.33 cents per lb, dragged by profit booking after recent rally and long liquidation activities ahead of a monthly USDA report due at midweek. Therefore, palm oil futures are expected to trade on a cautious note today following retreat in overnight rival oils market and a potential of profit booking activities after recent rally along with concerns about sluggish demand from China with the surging Covid-19 cases in the country while persistent worries about floods in top growers could be the supporting force.

Technical

Palm oil futures for the January contract opened higher and spent most of its trading session above positive territory even though China pandemic tried to tame down the price as the price was supported by continuous buying activities following the rise in the rival soy oil market during Asian trading hour along with expectation of better exports data. At the close, the January contract settled at 4,433 ringgit per tonne with gains of 66 points. Trading activities for the day can be depicted through the formation of a long white-bodied candlestick pattern with extended upper and bottom shadows, indicating that the bulls took control of the trading session aggressively. Technical wise, MACD indicator issued a buy signal while RSI is approaching to an overbought region. Nevertheless, palm oil futures are expected to trade range bound with downward bias today on a potential of profit taking activities after recent rally and following the retreat in overnight competing oils along with China demand concerns while downside could be limited by the weakening Malaysian Ringgit. Hence, the support and resistance for January futures contract can be found at 4,245 and 4,500 respectively.

K03 Comdty (Generic 3rd 'K0' Future) DAILY REPORT CHART Daily 09AUG2022-07NOV2022 Copyright© 2022 Bloomberg Finance L.P. 07-Nov-2022 19:31:19

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	O/I chg
NOV 22	4,260	78	4,270	4,176	190	1,733	-365	-8.21 Mn	4,230
DEC 22	4,343	69	4,360	4,207	2,254	15,740	-355	-8.14 Mn	4,409
JAN 23	4,433	66	4,449	4,300	19,552	47,289	-1,446	-33.84 Mn	4,497
FEB 23	4,476	67	4,491	4,343	7,230	24,589	-76	-1.8 Mn	4,520
MAR 23	4,474	72	4,482	4,338	4,456	28,226	437	10.32 Mn	4,501
APR 23	4,447	77	4,456	4,314	3,542	18,977	-348	-8.17 Mn	4,452
MAY 23	4,407	84	4,416	4,276	3,494	21,241	-181	-4.21 Mn	4,399
JUN 23	4,362	79	4,372	4,234	1,508	13,273	37	.85 Mn	4,345
JUL 23	4,321	76	4,328	4,168	1,760	10,113	260	5.93 Mn	4,302
AUG 23	4,297	76	4,290	4,200	536	3,761	34	.77 Mn	4,269
SEP 23	4,270	67	4,276	4,175	732	5,128	-15	-.34 Mn	4,250
OCT 23	4,250	53	4,255	4,217	275	677	63	1.41 Mn	4,232
NOV 23	4,215	53	4,250	4,153	393	5,240	118	2.63 Mn	4,215
JAN 24	4,176	53	4,200	4,162	77	1,060	66	1.45 Mn	4,179
MAR 24	4,063	53	-	-	-	415	0	. Mn	-
MAY 24	4,013	53	-	-	-	72	0	. Mn	-
JUL 24	4,013	53	-	-	-	-	0	. Mn	-
SEP 24	4,013	53	-	-	-	-	0	. Mn	-
NOV 24	4,013	53	-	-	-	-	0	. Mn	-
JAN 25	4,013	53	-	-	-	-	0	. Mn	-
MAR 25	4,013	53	-	-	-	-	0	. Mn	-
MAY 25	4,013	53	-	-	-	-	0	. Mn	-
JUL 25	4,013	53	-	-	-	-	0	. Mn	-
SEP 25	4,013	53	-	-	-	-	-	. Mn	-
Total					45,999	197,534	-1,771		

Source: Bloomberg

Export Est Period	Oct-22 AMSPEC	SGS	Sep-22 AMSPEC	SGS	Change (m-o-m) AMSPEC	SGS	Change (y-o-y) 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%
Full month	1,474,554	1,477,713	1,319,792	1,400,145	11.73%	5.54%	-4.44%	0.07%

Source: Reuters

Malaysian Palm Oil Board Statistic

	2021 October	2022 July	2022 August	2022 September	Oct Chg (Mean)	KF's Expected Oct
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)

Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	3m Chg	6m Chg
CPO	4433	0	0.00%	8.89%	-30.73%	0.09
Dalian Olein	8488	-2	-0.02%	5.78%	-23.52%	0.97
Soybean Oil	76.33	-0.84	-1.09%	10.30%	-13.65%	1.01
WTI Crude	91.79	-0.82	-0.89%	3.88%	-7.03%	0.98
CRB Index (realtime)	286.92	-0.6389	-0.22%	2.09%	-7.84%	0.95

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.7358	-0.09%	6.32%	8.10%
USDIDR	15707.5	-0.19%	5.79%	7.99%

Source: Bloomberg

Overnight Lead

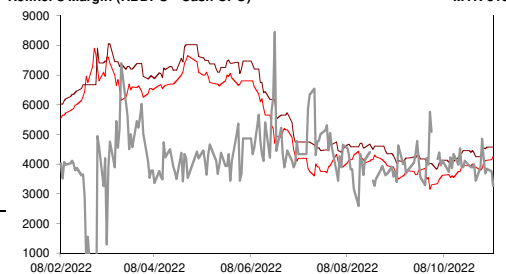
Chicago Board of Trade soybean futures fell on Monday on profit taking and long liquidation after hitting a six-week high and ahead of a monthly U.S. Department of Agriculture report due at midweek, traders said. - Reuters

Previous Week

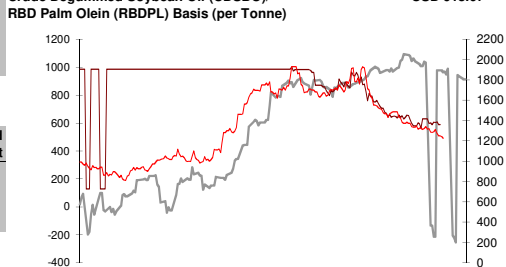
High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
4,230	3,795	NOV22	4,260	4,270	1.8%	0.0%
4,409	3,946	Source: Reuters				
4,497	4,011					
4,520	4,047					
4,501	4,043	Nov22-Dec22	-92	-200	-80	116
4,452	4,005	Nov22-Jan23	-93	-94	-92	111
4,399	3,957	Dec22-Jan23	-93	-94	-92	111
4,345	3,920	Dec22-Feb23	-135	-138	-134	29
4,302	3,885	Jan22-Feb23	-42	-45	-44	100
4,269	3,884	Jan23-Mar23	-35	-45	-42	68
4,250	3,873	Source: Bloomberg				
4,232	3,870					
4,215	3,863					
4,179	3,849					

Spreads	Last	Bid	Offer	Vol	High	Low	Avg
Nov22-Dec22	-92	-200	-80	116	-19	-190	-70
Nov22-Jan23	-93	-94	-92	111	-27	-112	-51
Dec22-Jan23	-93	-94	-92	111	-27	-112	-51
Dec22-Feb23	-135	-138	-134	29	-45	-139	-85
Jan22-Feb23	-42	-45	-44	100	-16	-52	-34
Jan23-Mar23	-35	-45	-42	68	7	-95	-50

Refiner's Margin (RBDPO - Cash CPO)



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



3rd mth FCPO Volatility

