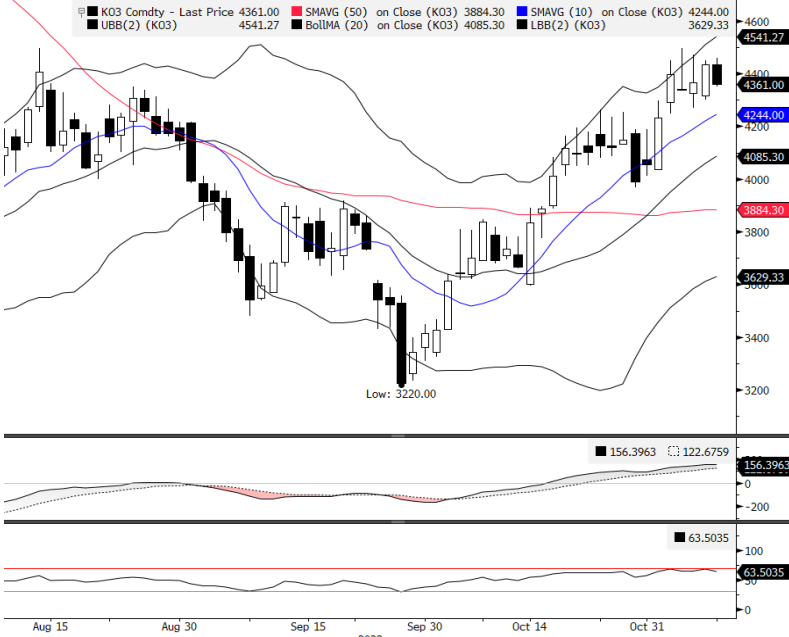


CPO Futures 3rd month daily chart



## Preview

### Fundamental

Malaysian palm oil futures snapped its three-straight winning streak to close 1.62% lower on Tuesday, as gains were offset by the worries of lower Chinese demand on the outbreak of Covid-19 in Guangzhou amid tight Covid-19 curb and further pressured by swelling production in the world's second largest produce, Malaysia. Globally, crude oil prices traded in a choppy trading session and plunged on Tuesday, with the U.S. benchmark West Texas Intermediate (WTI) fell \$2.88, or 3.14%, to \$88.91 per barrel, pressured by the top crude importer China demand worries on the Covid-19 outbreak that could hurt import and stay cautious while waiting for US midterm election result. In addition, the CBOT soy oil edged lower on Tuesday, with December soy oil settled down 1.30 cent at 75.03 cents per lb, extending its profit taking activities after recent rally and ahead of the release of a monthly U.S. Department of Agriculture crop report due on Wednesday. Therefore, palm oil futures are expected to trade lower today tracking overnight losses in rival oils and concerns about slower Chinese demand on the Covid-19 outbreak and Beijing officials were persistent in its Zero-Covid policy and set no timeline to exit from it.

### Technical

Palm oil futures for the January contract opened steadier but trended gradually lower thereafter as profit booking activities emerged following the fall in the rival soy oil market along with signals that show reducing demand from key buyer, China due to Covid-19 lockdowns. At the close, the January contract settled at 4,361 ringgit per tonne with losses of 72 points. Trading activities for the day can be depicted through the formation of a black-bodied candlestick pattern with longer upper and shorter bottom shadows, indicating that the bears took control of the trading session aggressively. Technical wise, MACD indicator issued a buy signal while RSI lingered at a neutral region. Nevertheless, palm oil futures are expected to trade downward today on continued selling pressure taking cue from stumbled in overnight competing oils market and concerns about surging tropical oil production as well as inventories amid Chinese demand worries with strict pandemic policies that weigh on demand. Hence, the support and resistance for January futures contract can be found at 4,150 and 4,450 respectively.

K03 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 09AUG2022-08NOV2022 Copyright 2022 Bloomberg Finance LP. 08-Nov-2022 19:22:50

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD
NOV 22	4,254	-6	4,260	4,190	197	1,503	-230	-5.17 Mn
DEC 22	4,280	-63	4,360	4,262	3,069	14,705	-1,035	-23.39 Mn
JAN 23	4,361	-72	4,458	4,350	19,799	47,736	447	10.29 Mn
FEB 23	4,395	-81	4,500	4,394	10,562	24,720	131	3.04 Mn
MAR 23	4,395	-79	4,499	4,393	7,553	28,370	144	3.34 Mn
APR 23	4,374	-73	4,455	4,372	7,931	18,992	15	.35 Mn
MAY 23	4,334	-73	4,424	4,341	7,104	21,268	27	.62 Mn
JUN 23	4,289	-73	4,377	4,300	3,832	14,129	856	19.38 Mn
JUL 23	4,258	-63	4,340	4,257	2,603	10,856	743	16.7 Mn
AUG 23	4,228	-69	4,284	4,228	618	3,981	220	4.91 Mn
SEP 23	4,207	-63	4,250	4,206	275	5,168	40	.89 Mn
OCT 23	4,187	-63	4,247	4,228	38	666	-11	-.24 Mn
NOV 23	4,175	-40	4,240	4,180	208	5,357	117	2.58 Mn
JAN 24	4,140	-36	4,170	4,170	31	1,043	-17	-.37 Mn
MAR 24	4,027	-36	-	-	-	415	0	. Mn
MAY 24	3,977	-36	-	-	-	72	0	. Mn
JUL 24	3,977	-36	-	-	-	-	0	. Mn
SEP 24	3,977	-36	-	-	-	-	0	. Mn
NOV 24	3,977	-36	-	-	-	-	0	. Mn
JAN 25	3,977	-36	-	-	-	-	0	. Mn
MAR 25	3,977	-36	-	-	-	-	0	. Mn
MAY 25	3,977	-36	-	-	-	-	0	. Mn
JUL 25	3,977	-36	-	-	-	-	0	. Mn
SEP 25	3,977	-36	-	-	-	-	-	-
<b>Total</b>					<b>63,820</b>	<b>198,981</b>	<b>1,447</b>	

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%
<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 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	4361	+/-	1d Chg (%)	3m Chg	6m Chg	3m Chg Relative to FCPO	6m Chg
CPO	4361	0	0.00%	5.88%	-31.96%	0.06	-0.32
Dalian Olein	8500	12	0.14%	4.04%	-22.53%	0.98	1.14
Soybean Oil	75.03	-1.30	-1.70%	7.66%	-13.94%	1.02	1.26
WTI Crude	88.91	-2.88	-3.14%	0.94%	-4.94%	1.00	1.14
CRB Index (realtime)	284.05	-2.8693	-1.00%	0.80%	-8.76%	0.95	1.40

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.7355	-0.01%	6.32%	8.01%
USDIDR	15697.5	-0.07%	5.59%	7.79%

Source: Bloomberg

### Overnight Lead

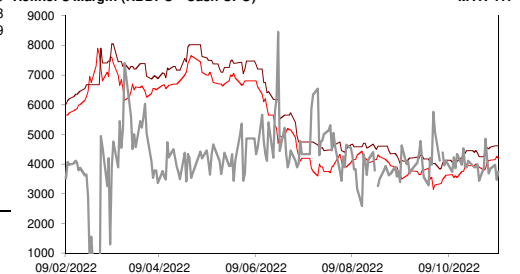
Chicago Board of Trade soybean futures ended lower on Tuesday as the market retreated from a six-week high reached on Monday, traders said.- Reuters

### Previous Week

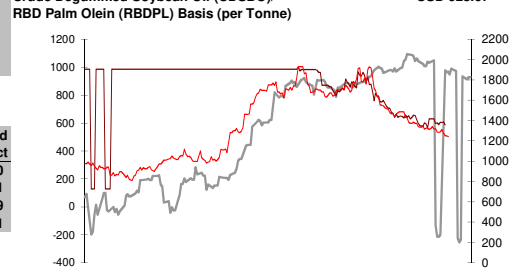
High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
4,230	3,795	NOV22	4,200	4,250	0.7%	0.0%
4,409	3,946	Source: Reuters				
4,497	4,011					
4,520	4,047					
4,501	4,043	Nov22-Dec22	-921/A N/A	-10	0	-21
4,452	4,005	Nov22-Jan23	-93	-80	-78	752
4,399	3,957	Dec22-Jan23	-93	-80	-78	752
4,345	3,920	Dec22-Feb23	-135	-114	-109	22
4,302	3,885	Jan22-Feb23	-42	-34	-32	486
4,269	3,884	Jan23-Mar23	-35	-35	-33	363
4,250	3,873	Source: Bloomberg				
4,232	3,870					
4,215	3,863					
4,179	3,849					

30 Day	High	Low	Avg
Nov22-Dec22	-21	-190	-71
Nov22-Jan23	-27	-112	-52
Dec22-Jan23	-27	-112	-52
Dec22-Feb23	-45	-141	-85
Jan22-Feb23	-16	-52	-34
Jan23-Mar23	7	-95	-48

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



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



### 3rd mth FCPO Volatility

