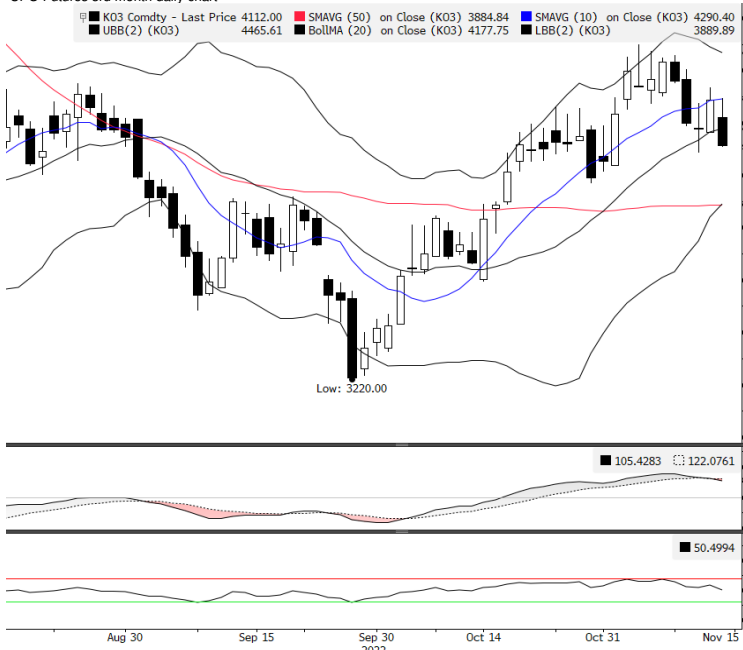


CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures erased previous session gains to plunge 4.08% on Monday, tumbled the most in more than six weeks as strengthening Malaysian Ringgit against the dollar distract local palm demand and tracking the fall in competing oil prices, even though weather-related supply disruptions will be seen until next quarter. Globally, crude oil prices nosedived on Monday, with the U.S. benchmark West Texas Intermediate (WTI) settled down \$3.09, or 3.47%, to \$85.87 after advancing 2.9% on Friday, weighed down by strengthening U.S. Dollar and Covid-19 cases were reported in several Chinese cities that diminished hope of a swift reopening of the economy for the world's biggest crude importer. In addition, the CBOT soy oil back pedaled off previous session gains to end lower, with December soy oil ended down 0.69 cent at 76.28 cents per lb, following its spillover weakness in rival crude oil prices on fears of waning Chinese demand for U.S. supplies of the oilseed. Thus, palm oil futures are expected to remain cautious today tracking overnight losses in rival oils along with the strengthening Malaysian Ringgit which rebound from the weakest level since 1998 that makes local palm oil expensive for importers while downside could be limited on possible supply disruption due to raining season.

Technical

Palm oil futures for the January contract opened lower and trended gradually lower deep in negative territory as profit booking activities intensified following the fall in the rival soy oil market during Asian trading hour and the appreciation of Malaysian Ringgit weighed over the sentiment. At the close, the January contract settled at 4,112 ringgit per tonne with losses of 175 points. Trading activities for the day can be depicted through the formation of a long 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 turns to issue sell signal while RSI lingered at a neutral region. Therefore, palm oil futures are expected to trade lower today on continued selling pressure following the stumble in overnight competing oils market and stronger ringgit coupled with demand worries as Covid-19 cases were reported in Chinese cities that dashed hopes of reopening. Hence, the support and resistance for January futures contract can be found at 3,950 and 4,230 respectively.

K03 Comdty (Generic 3rd 'K0' Future) DAILY REPORT CHART Daily 16AUG2022-14NOV2022 Copyright © 2022 Bloomberg Finance L.P. 14-Nov-2022 19:42:39

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	O/I chg
NOV 22	3,987	-200	3,993	3,993	1	723	-502	-10.89 Mn	4,270
DEC 22	3,993	-200	4,191	3,991	3,448	10,747	-1,595	-34.66 Mn	4,360
JAN 23	4,112	-175	4,293	4,106	24,524	44,319	-633	-14.16 Mn	4,458
FEB 23	4,162	-162	4,332	4,158	14,980	32,145	2,474	56.03 Mn	4,500
MAR 23	4,176	-154	4,337	4,170	8,503	29,425	1,214	27.59 Mn	4,499
APR 23	4,153	-157	4,315	4,148	5,873	18,248	888	20.07 Mn	4,456
MAY 23	4,119	-159	4,279	4,115	5,097	20,951	-175	-3.92 Mn	4,424
JUN 23	4,072	-161	4,200	4,071	2,487	15,162	352	7.8 Mn	4,377
JUL 23	4,035	-146	4,176	4,034	1,674	11,545	194	4.26 Mn	4,340
AUG 23	4,000	-151	4,118	4,000	1,098	4,590	66	1.44 Mn	4,290
SEP 23	3,978	-151	4,121	3,991	1,093	5,931	345	7.47 Mn	4,276
OCT 23	3,958	-151	4,062	4,005	174	878	61	1.31 Mn	4,255
NOV 23	3,946	-151	4,100	3,997	219	5,741	99	2.13 Mn	4,250
JAN 24	3,911	-151	4,020	4,020	5	1,018	0	. Mn	4,200
MAR 24	3,798	-151	-	-	415	0	0	. Mn	-
MAY 24	3,748	-151	-	-	72	0	0	. Mn	-
JUL 24	3,748	-151	-	-	-	0	0	. Mn	-
SEP 24	3,748	-151	-	-	-	0	0	. Mn	-
NOV 24	3,748	-151	-	-	-	0	0	. Mn	-
JAN 25	3,748	-151	-	-	-	0	0	. Mn	-
MAR 25	3,748	-151	-	-	-	0	0	. Mn	-
MAY 25	3,748	-151	-	-	-	0	0	. Mn	-
JUL 25	3,748	-151	-	-	-	0	0	. Mn	-
SEP 25	3,748	-151	-	-	-	0	0	. Mn	-
Total					69,176	201,910	2,788		

Source: Bloomberg

Export Est Period	Nov-22 AMSPEC	SGS	Oct-22 AMSPEC	SGS	Change (m-o-m) AMSPEC	SGS	Change (y-o-y) AMSPEC	SGS
1 - 10th days	420,477	408,867	373,030	361,602	12.72%	13.07%	-22.70%	-27.39%
1 - 15th days	-	-	594,282	640,119	-	-	-	-
1 - 20th days	-	-	895,522	872,508	-	-	-	-
1 - 25th days	-	-	1,146,132	1,146,113	-	-	-	-
Full month	-	-	1,474,554	1,477,713	-	-	-	-

Source: Reuters

Malaysian Palm Oil Board Statistic

	2021 November	2022 August	2022 September	2022 October	Nov Chg (Mean)	KF's Expected Nov
Production	1,634,932	1,725,781	1,770,441	1,813,591	-0.11%	1,811,641
Stocks	1,816,879	2,094,667	2,315,464	2,403,719	0.61%	2,418,495
Export	1,467,518	1,299,654	1,420,235	1,503,779	2.40%	1,539,818
Import	97,092	145,452	132,303	66,349	4.51%	69,340

Source: Reuters

Commodity Futures (3rd month)

Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	3m Chg	6m Chg
CPO	4112	0	0.00%	-0.32%	-35.44%	0.00
Dalian Olein	8438	20	0.24%	-1.77%	-23.24%	0.99
Soybean Oil	76.28	-0.69	-0.90%	10.65%	-13.65%	1.11
WTI Crude	85.87	-3.09	-3.47%	-2.31%	-12.24%	1.03
CRB Index (realtime)	282.16	-3.6288	-1.27%	-4.37%	-7.46%	0.98

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.5940	-0.03%	3.07%	4.62%
USDIDR	15519.5	0.16%	5.11%	5.43%

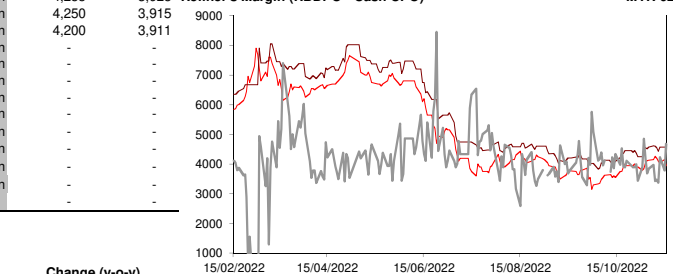
Source: Bloomberg

Previous Week

High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
4,270	4,020	NOV22	3,950	4,100	-3.0%	0.0%
4,031	4,031	Source: Reuters				
4,086	4,119	Spreads	Last	Bid	Offer	Vol
4,123	Nov22-Dec22	-6	-200	-	1	-8
4,103	Nov22-Jan23	-119	-119	-116	282	-27
4,070	Dec22-Jan23	-119	-119	-116	282	-27
4,032	Dec22-Feb23	-169	-	-154	42	-45
3,990	Jan22-Feb23	-50	-57	-52	824	-14
3,963	Jan23-Mar23	-43	-72	-61	221	7

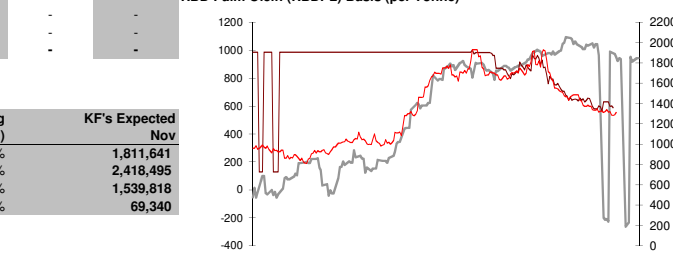
Refiner's Margin (RBDPO - Cash CPO)

MYR 627



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

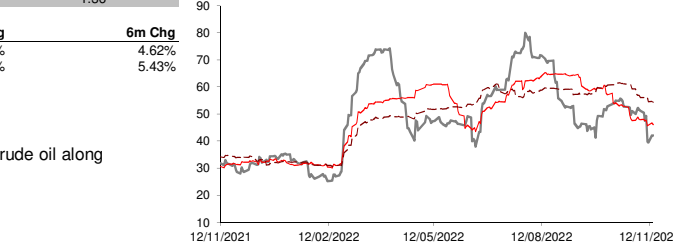
USD 943.67



3rd mth FCPO Volatility

30 Days 60 Days 90 Days

42.01% 46.10% 54.34%



Overnight Lead

Chicago Board of Trade soybean futures soybean futures fell on Monday on spillover pressure from crude oil along with uncertainty about export demand for U.S. supplies of the oilseed, analysts said. - Reuters