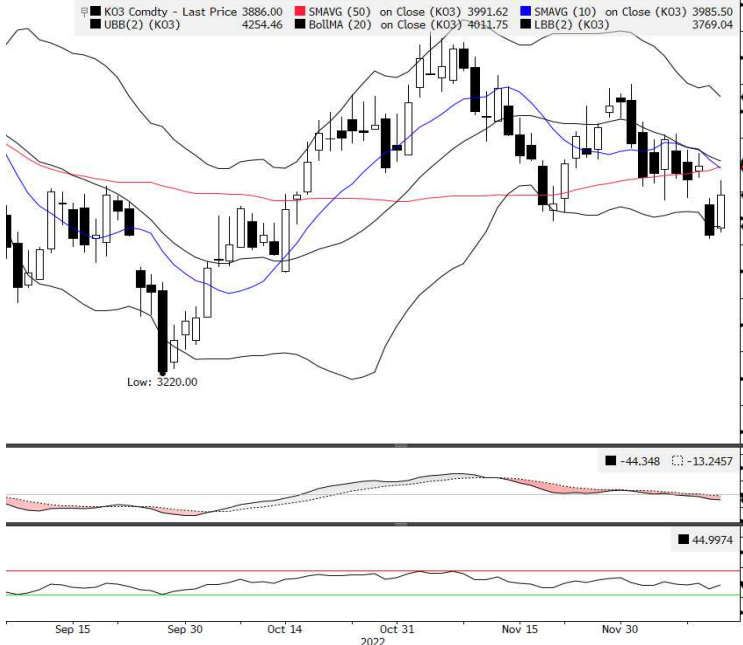


CPO Futures 3rd month daily chart



Preview
Fundamental

Malaysian palm oil futures rebounded and recouped most of the losses from previous session's rout to close 3.99% higher on Tuesday, supported by spillover strength from competing oils and weakening Malaysian Ringgit that make our local palm oil more affordable along with the decreasing stockpiles that underpinned the market sentiment. Globally, crude oil prices recorded biggest daily gains since November 4 on Tuesday, with the U.S. benchmark West Texas Intermediate (WTI) settled at \$75.39 per barrel, up by \$2.22, or 3%, buoyed by CPI data that shows lower-than-expected rise in inflation last month that bring hopes on Federal Reserve's to slow the pace of its interest rate hike on Wednesday and concerns about supply disruptions due to Canada-U.S. Keystone pipeline outage. In addition, the CBOT soy oil surged higher on Tuesday, with January soy oil up 1.92 cents at 64.12 cents per lb, following its spillover strength in crude oil on the prospect of Federal Reserve's to slow down its pace in rising rates. Therefore, palm oil futures are expected to trade higher today tracking overnight rally in competing oils and lower Malaysia's palm oil production along with improving exports data published by cargo surveyors while upside could be limited by a potential of profit taking activities.

Technical

Palm oil futures for the February contract opened higher and trended gradually higher to end sharply higher as bargain hunting activities emerged following the rally in the rival oil market during Asian trading hour along with MPOB data that shows a shrink in Malaysia's palm oil production. At the close, the February contract settled at 3,886 ringgit per tonne with gains of 149 points. Trading activities for the day can be depicted through the formation of a long white-bodied candlestick pattern with longer upper and shorter bottom shadows, indicating that the bulls took control of the trading session aggressively. Technical wise, MACD indicator issued a sell signal while RSI lingered at a neutral region. Therefore, palm oil futures are expected to trade upward today on continued buying activities took cue from the rally in overnight competing oils market and encouraging tropical oil export demand amid a decrease in tropical oil inventories. Hence, the support and resistance for February futures contract can be found at 3,775 and 4,050 respectively.

K03 Comdty (Generic 3rd 'K0' Future) DAILY REPORT CHART Daily 07SEP2022-13DEC2022 Copyright© 2022 Bloomberg Finance LP. 13-Dec-2022 19:09:18

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD
DEC 22	3,826	148			1,036	1,036	-8	-17 Mn
JAN 23	3,850	148	3,905	3,711	4,473	13,615	-1,088	-23.8 Mn
FEB 23	3,886	149	3,941	3,747	32,069	39,870	-3,042	-67.17 Mn
MAR 23	3,903	139	3,961	3,776	19,951	46,615	385	8.54 Mn
APR 23	3,904	137	3,962	3,784	7,409	28,393	-253	-5.61 Mn
MAY 23	3,898	120	3,963	3,783	7,873	28,718	709	15.7 Mn
JUN 23	3,874	127	3,935	3,765	2,525	14,551	-423	-9.31 Mn
JUL 23	3,840	127	3,913	3,745	2,110	16,025	-84	-1.83 Mn
AUG 23	3,814	127	3,886	3,715	1,018	6,758	70	1.52 Mn
SEP 23	3,796	127	3,850	3,694	1,093	9,182	28	.6 Mn
OCT 23	3,786	127	3,839	3,762	365	1,642	33	.71 Mn
NOV 23	3,778	127	3,840	3,679	135	7,389	40	.86 Mn
JAN 24	3,753	127			1,094	0	0	. Mn
MAR 24	3,708	127			445	0	0	. Mn
MAY 24	3,658	127			73	0	0	. Mn
JUL 24	3,658	127			1	0	0	. Mn
SEP 24	3,658	127			-	0	0	. Mn
NOV 24	3,658	127			-	0	0	. Mn
JAN 25	3,658	127			-	0	0	. Mn
MAR 25	3,658	127			-	0	0	. Mn
MAY 25	3,658	127			-	0	0	. Mn
JUL 25	3,658	127			-	0	0	. Mn
SEP 25	3,658	127			-	0	0	. Mn
NOV 25	3,658	127			-	0	0	. Mn
Total					79,021	215,407	-3,633	

Source: Bloomberg

Export Est Period	Dec-22		Nov-22		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS
1 - 10th days	480,404	473,086	420,477	408,867	14.25%	15.71%	-11.70%	-13.73%
1 - 15th days	-	-	657,896	662,816	-	-	-	-
1 - 20th days	-	-	921,808	943,030	-	-	-	-
1 - 25th days	-	-	1,199,383	1,192,881	-	-	-	-
Full month	-	-	1,498,862	1,519,560	-	-	-	-

Source: Reuters

Malaysian Palm Oil Board Statistic

	2021	2022		2022		Dec Chg (Mean)	KF's Expected Dec
	December	September	October	November			
Production	1,450,905	1,770,441	1,813,591	1,680,743	-9.31%	1,524,277	
Stocks	1,583,040	2,315,464	2,403,719	2,288,473	0.49%	2,299,627	
Export	1,414,566	1,420,235	1,503,779	1,517,731	-8.96%	1,381,678	
Import	102,768	132,303	66,349	47,047	42.20%	66,901	

Source: Reuters

Commodity Futures (3rd month)

Overnight close	+/-	Relative to FCPO					
		1d Chg (%)	3m Chg	6m Chg	3m Chg	6m Chg	
CPO	3886	0	0.00%	0.78%	-33.55%	0.01	-0.34
Dalian Olein	7776	-128	-1.62%	-2.75%	-24.55%	0.96	1.14
Soybean Oil	66.31	4.11	6.61%	-7.85%	-16.60%	0.91	1.26
WTI Crude	75.39	2.22	3.03%	-12.84%	-27.82%	1.09	1.20
CRB Index (realtime)	275.03	5.6643	2.10%	-3.76%	-14.44%	0.86	1.09

Source: Bloomberg

Currency	Last	Relative to FCPO		
		1d Chg	3m Chg	6m Chg
USDMYR	4.3997	-0.66%	-2.18%	0.19%
USDIDR	15657.0	0.19%	5.22%	6.44%

Source: Bloomberg

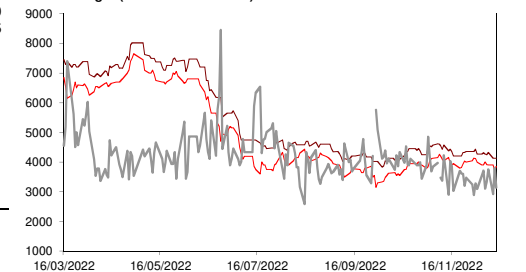
Overnight Lead

U.S. soybean futures rose 1.3% on Tuesday on a technical bounce after falling on Monday, traders said.- Reuters

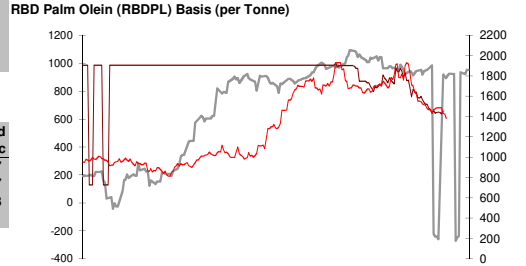
Previous Week

High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
4,040	3,820	DEC22	3,850	3,950	1.5%	0.0%
4,075	3,830	Source: Reuters				
4,116	3,865					
4,142	3,894	Spreads	Last	Bid	Offer	Vol
4,135	3,892	Dec22-Jan23	-24	-150	-	1
4,114	3,873	Dec22-Feb23	-60	-	-	-20
4,069	3,838	Jan23-Feb23	-47	-37	-33	141
4,019	3,790	Jan23-Mar23	-84	-55	-45	37
3,984	3,751	Feb23-Mar23	-37	-17	-15	1,188
3,960	3,731	Feb23-Apr23	-40	-17	-11	68
3,940	3,723	Source: Bloomberg				
3,925	3,711					

Refiner's Margin (RBDPO - Cash CPO)



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



3rd mth FCPO Volatility

