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KENANGA FUTURES SDN BHD Company No. 353603-x



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CPO FUTURES DAILY PREVIEW December 14, 2022

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 competing oils and weakening Malaysian Hinggit that make our local paim 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 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

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 Malaysis'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.

Sep 15	5 Sep	30 Oc		ct 31	Nov 15 Nov	30	F0				
K03 Comdty (Gen	eric 3rd 'KO' Future)	DAILY REPORT CHART	2022 T Daily 07SEP2022-13DE	EC2022 Copyrig	ht8 2022 Bloomberg Financ	e L.P. 13-D	ec-2022 19:09:18				
Source: Bloo							O/I chg		evious Week		
DEC 22	Sett	Chg	High	Low	Vol Open Int	O/I chg	Value USD	High		Cash CPO (MYR/MT) Last Bid L DEC22 3,850	ast Offer 3m Chg 6m Chg 3,950 1.5% 0.0%
JAN 23	3,826 3,850	148 148	3,905	3,711 4	1,036 ,473 13,615	-8 -1,088	17 Mn -23.8 Mn	4,040 4,075	3,820	Source: Reuters	3,950 1.5% 0.0%
FEB 23	3,886	148	3,905		.069 39.870	-3,042	-67.17 Mn	4,075	3,850	Source. neuters	30 Day
MAR 23	3,903	139	3,961		,951 46,615	385	8.54 Mn	4,110		Spreads Last Bid Offer Vol	High Low Av
APR 23	3,904	135	3,962		,409 28,393	-253	-5.61 Mn	4,142	3,892	Dec22-Jan23 -24 -150	1 -127 -5
MAY 23	3,898	120	3,963		,873 28,718	709	15.7 Mn	4,114	3,873	Dec22-Feb23 -60	-20 -180 -9
JUN 23	3,874	127	3,935		,525 14,551	-423	-9.31 Mn	4,069	3,838	Jan23-Feb23 -47 -37 -33 141	-14 -58 -3
JUL 23	3,840	127	3,913		,110 16,025	-84	-1.83 Mn	4,019	3,790	Jan23-Mar23 -84 -55 -45 37	7 -85 -4
AUG 23	3,814	127	3,886		,018 6,758	70	1.52 Mn	3,984	3,751	Feb23-Mar23 -37 -17 -15 1,188	24 -39 -1
SEP 23	3,796	127	3,850	3,694 1	,093 9,182	28	.6 Mn	3,960	3,731	Feb23-Apr23 -40 -17 -11 68	74 -46
OCT 23	3,786	127	3,839	3,782	365 1,642	33	.71 Mn	3,940	3,723	Source: Bloomberg	
NOV 23	3,778	127	3,840	3,679	135 7,389	40	.86 Mn	3,925	3,711	Refiner's Margin (RBDPO - Cash CPO)	MYR 28
JAN 24	3,753	127			1,094	0	. Mn	3,875	3,700	9000	1
MAR 24	3,708	127			445	0	. Mn	3,800	3,725	1	
MAY 24	3,658	127			73	0	. Mn	-	-	8000 -	
JUL 24	3,658	127			1	0	. Mn	3,611	3,611	7000	
SEP 24	3,658	127			-	0	. Mn	-	-		
NOV 24	3,658	127			-	0	. Mn	-	-	6000	
JAN 25	3,658	127			-	0	. Mn	-	-		
MAR 25	3,658	127			-	0	. Mn	-	-	5000	
MAY 25	3,658	127			-	0	. Mn	-	-		her man
JUL 25	3,658	127			-	0	. Mn	-	-	4000	
SEP 25	3,658	127			-	0	. Mn	-	-	3000 -	- WAYAN
NOV 25	3,658	127			-	-		-	-		
Total Source: Bloo	mbera			79	,021 215,407	-3,633				2000 -	
										1000 16/03/2022 16/05/2022 16/07/2022 1	6/09/2022 16/11/2022
Export Est Period		Dec-22 AMSPEC	SGS	Nov AMSPEC	SGS	Change (AMSPEC	m-o-m) SGS	Change AMSPEC	(y-o-y) SGS		0/09/2022 10/11/2022
1 - 10th days		480,404	473,086	420,477	408,867	14.25%	15.71%	-11.70%	-13.73%	Crude Degummed Soybean Oil (CDSBO)/	USD 953.67
1 - 15th days		400,404	-	657,896	662,816	14.2570	10.7170	-	10.7070	RBD Palm Olein (RBDPL) Basis (per Tonne)	000 333.07
1 - 20th days			-	921,808	943,030		-	-	-		
1 - 25th days			-	1,199,383	1,192,881		-	-	-	1200	2200
Full month			-	1,498,862	1,519,560		-	-	-	1000	2000
Source: Reut	ters									mn	1800
										800	1600
			0001		0000		Dec Ohr		F1. F	600 + 600 +	1400
Malaysian P	alm Oil Board S	tatistic	2021 December	2022 September	2022 October	2022 November	Dec Chg (Mean)	к	F's Expected Dec		- 1200
Production			1,450,905	1,770,441	1,813,591	1,680,743	-9.31%		1,524,277	man and with	+ 1000
Stocks			1,583,040	2,315,464	2,403,719	2,288,473	0.49%		2.299.627	200	+ 800
Export			1,414,566	1,420,235	1,503,779	1,517,731	-8.96%		1,381,678	0+5/	600
Import			102,768	132,303	66,349	47,047	42.20%		66,901	0 10	- 400
Source: Reut	ters		102,700	102,000	00,040	47,047	42.2070		00,001	-200	U = 200
000100.11001										-400	
	Futures (3rd mo					_		lative to FCP	0		0
	Overnight close		+/-	1d Chg (%)	3m Chg	6m Chg	3m Chg		Chg		
CPO		3886	0	0.00%	0.78%	-33.55%	0.01	-0.			
Dalian Olein		7776	-128	-1.62%	-2.75%	-24.55%	0.96	1.1			00 D
Soybean Oil		66.31	4.11	6.61%	-7.85%	-16.60%	0.91	1.2		3rd mth FCPO Volatility	30 Days 60 Days 90 Days
WTI Crude	coltimo)	75.39	2.22	3.03%	-12.84%	-27.82%	1.09	1.2 1.(45.76% 48.11% 47.10%
CDD Indov: /-		275.03	5.6643	2.10%	-3.76%	-14.44%	0.86	1.0	19	90	
	JUDEI			Last	1d Chg		3m Chg		6m Chg	80 -	
Source : Bloc				4.3997	-0.66%		-2.18%		0.19%		
Source : Bloc Currency							5.22%		6.44%		~~1
Source : Bloc Currency USDMYR				15657.0	0.19%						1 million
Source : Bloc Currency USDMYR USDIDR				15657.0	0.19%					60.	
CRB Index (r Source : Bloc Currency USDMYR USDIDR Source : Bloc				15657.0	0.19%					60	
Source : Bloc Currency USDMYR USDIDR				15657.0	0.19%					60 50	
Source : Bloc Currency USDMYR USDIDR	omberg			15657.0	0.19%					50	Lorge Line
Source : Bloc Currency USDMYR USDIDR Source : Bloc Overnig	omberg Jht Lead	ose 1.3% on	n Tuesdav on a			on Monday.	traders said	Reuters		50 - 40 -	hor in
Source : Bloc Currency USDMYR USDIDR Source : Bloc Overnig	omberg Jht Lead	ose 1.3% on	n Tuesday on a		0.19%	on Monday,	traders said	Reuters		50	- Lucitor
Source : Bloc Currency USDMYR USDIDR Source : Bloc Overnig	omberg Jht Lead	ose 1.3% on	n Tuesday on a			on Monday,	traders said	Reuters		50 40 30	
Source : Bloc Currency JSDMYR JSDIDR Source : Bloc Overnig	omberg Jht Lead	ose 1.3% on	n Tuesday on a			on Monday,	traders said	Reuters		50 40 30 20	Long in
Source : Bloc Currency USDIMYR USDIDR Source : Bloc Overnig U.S. soyb	omberg Jht Lead		n Tuesday on a			on Monday,	traders said	Reuters		50 40 30	10/12/2022 10/12/2022

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