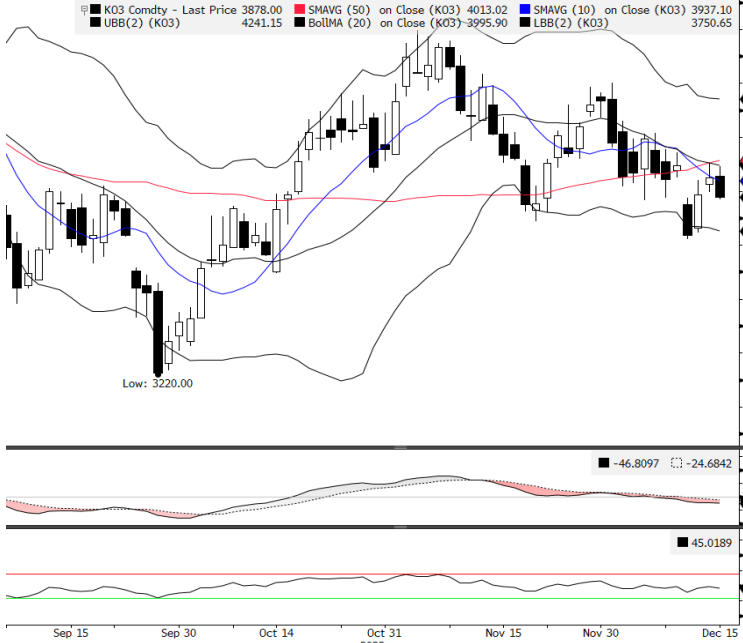


CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures pared previous session gains to close 1.86% lower on Thursday, weighed down by a softer than expected mid-December exports data published by cargo surveyors which raise worries about dwindling demand from top importers and the price is further pressured by weaker rival soy oil prices. Globally, crude oil prices closed lower on Thursday, with the U.S. benchmark West Texas Intermediate (WTI) fell \$1.17, or 1.5%, to settle at \$76.11 per barrel, on concerns about fuel demand after global central banks delivered another strong round of monetary tightening along with strengthening US Dollar. Meanwhile, the CBOT soy oil rebounded and closed higher, with January soy oil gained 0.27 cent to 63.82 cents per lb, supported by bargain buying activities after recent sell down offset lower soy bean prices as participants sentiment was pressured by global economic worries. Thus, palm oil futures are expected to remain cautious today tracking mixed overnight rival oils performance as well as weaker than expected exports data by cargo surveyors and palm oil bearish demand outlook to be pressured by slowing global economy could weigh over the sentiment.

Technical

Palm oil futures for the February contract opened steadier but trended lower thereafter in negative territory as profit booking activities emerged following the fall in the rival soy oil market during Asian trading hour along with reducing demand after cargo surveyors showed a softer than expected export data. At the close, the February contract settled at 3,878 ringgit per tonne with losses of 72 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. Technical wise, MACD indicator issued a sell signal while RSI lingered at a neutral region. Therefore, palm oil futures are expected to trade range bound with downward bias today on continued selling pressure taking cue from the mixed performance in overnight competing oils market and discouraging tropical oil export demand. Hence, the support and resistance for March futures contract can be found at 3,750 and 3,950 respectively.

K03 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 07SEP2022-15DEC2022 Copyright © 2022 Bloomberg Finance L.P. 15-Dec-2022 19:36:47

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD
JAN 23	3,841	-68	3,947	3,838	1,572	10,955	-2,660	-57.75 Mn
FEB 23	3,878	-72	3,993	3,870	15,781	36,553	-3,317	-72.71 Mn
MAR 23	3,894	-74	4,007	3,886	15,140	48,424	1,809	39.82 Mn
APR 23	3,887	-77	3,998	3,879	2,503	28,833	440	9.67 Mn
MAY 23	3,872	-75	3,980	3,864	3,332	27,950	-768	-16.81 Mn
JUN 23	3,849	-74	3,936	3,842	1,218	14,417	-134	-2.92 Mn
JUL 23	3,814	-77	3,913	3,805	1,292	16,118	93	2. Mn
AUG 23	3,783	-77	3,845	3,782	944	7,136	378	8.08 Mn
SEP 23	3,774	-69	3,830	3,765	1,338	9,551	369	7.87 Mn
OCT 23	3,764	-69	3,814	3,758	859	1,891	249	5.3 Mn
NOV 23	3,756	-69	3,803	3,760	587	7,533	144	3.06 Mn
DEC 23	3,756	-	-	-	-	-	-1,094	-23.23 Mn
JAN 24	3,732	-68	3,800	3,761	112	1,154	709	14.96 Mn
MAR 24	3,687	-68	-	-	2	445	372	7.75 Mn
MAY 24	3,637	-68	-	-	-	73	72	1.48 Mn
JUL 24	3,637	-68	-	-	-	1	1	.02 Mn
SEP 24	3,637	-68	-	-	-	-	0	. Mn
NOV 24	3,637	-68	-	-	-	-	0	. Mn
JAN 25	3,637	-68	-	-	-	-	0	. Mn
MAR 25	3,637	-68	-	-	-	-	0	. Mn
MAY 25	3,637	-68	-	-	-	-	0	. Mn
JUL 25	3,637	-68	-	-	-	-	0	. Mn
SEP 25	3,637	-68	-	-	-	-	0	. Mn
NOV 25	3,637	-68	-	-	-	-	0	. Mn
Total					44,680	211,034	-3,337	

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	631,401	634,618	657,896	662,816	-4.03%	-4.25%	-12.98%	-19.62%
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		2022		Dec Chg (Mean)	KF's Expected Dec
	December	September	October	November	December	November	December			
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	+/-	1d Chg (%)	3m Chg	6m Chg	Relative to FCPO		
					3m Chg	6m Chg	
CPO	3894	0	0.00%	4.56%	-28.85%	0.05	-0.29
Dalian Olein	7902	4	0.05%	0.53%	-22.50%	0.96	1.09
Soybean Oil	63.82	-2.49	-3.76%	-7.05%	-16.40%	0.89	1.17
WTI Crude	76.11	-1.17	-1.51%	-8.48%	-26.94%	1.05	1.14
CRB Index (realtime)	274.72	-1.9125	-0.69%	-2.24%	-12.73%	0.88	1.03

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.4230	0.17%	2.64%	0.28%
USDIDR	15619.0	0.17%	4.67%	5.75%

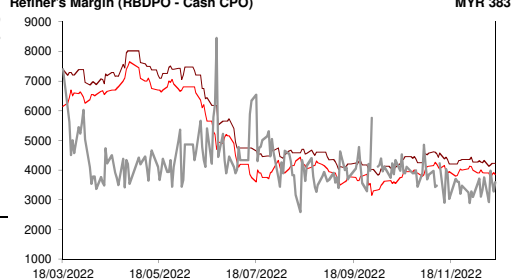
Source: Bloomberg

Overnight Lead

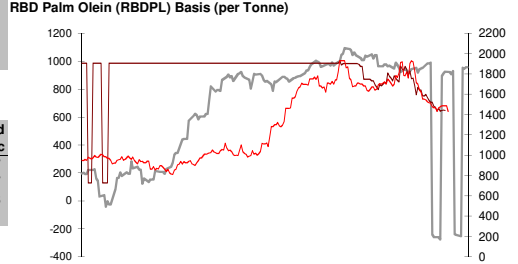
Chicago Board of Trade soybean futures fell on Thursday, pressured by concerns that a slowing global economy could blunt the strong demand for U.S. export offerings, traders said. - Reuters

Previous Week		High		Low		CASH CPO (MYR/MT)		Last Bid		Last Offer		3m Chg		6m Chg	
JAN23	4,075	3,830	3,894	3,850	3,950	1.1%	0.0%								
FEB23	4,116	3,865	3,894	3,850	3,950	1.1%	0.0%								
MAR23	4,142	3,894	3,894	3,850	3,950	1.1%	0.0%								
APR23	4,135	3,892	3,892	3,850	3,950	1.1%	0.0%								
MAY23	4,114	3,873	3,873	3,850	3,950	1.1%	0.0%								
JUN23	4,069	3,838	3,838	3,850	3,950	1.1%	0.0%								
JUL23	4,019	3,790	3,790	3,850	3,950	1.1%	0.0%								
AUG23	3,984	3,751	3,751	3,850	3,950	1.1%	0.0%								
SEP23	3,960	3,731	3,731	3,850	3,950	1.1%	0.0%								
OCT23	3,940	3,723	3,723	3,850	3,950	1.1%	0.0%								
NOV23	3,925	3,711	3,711	3,850	3,950	1.1%	0.0%								
DEC23	-	-	-	3,875	3,700	3,800	3,725								

Refiner's Margin (RBDPO - Cash CPO) MYR 383



Crude Degummed Soybean Oil (CDSBO)/RBD Palm Olein (RBDPO) Basis (per Tonne) USD 956.17



3rd mth FCPO Volatility

30 Days 44.32% 60 Days 48.25% 90 Days 47.13%

