

Fundamentals:

Chicago soybean futures dropped on Thursday, pressured by South American forecasts for more rain which could relieve parched soy crops in Argentina.

Corn and wheat traded just below even, holding on to some of the previous day's gains as extreme winter weather threatens winter wheat crops in the U.S. Plains and Midwest.

Brazil, the world's biggest soybean exporter, is suffering far less from the dry weather, and is expected to begin harvesting soybeans by late January, capping gains in U.S. futures.

Wheat traders are watching forecasts for temperatures well below freezing across the U.S. Heartland in the coming days, which may threaten winter crops not insulated by snowcover.

Winterkill damage is hard to detect until later in the season, Setzer said, which may be why traders are not reacting more to the threat.

Corn and soybeans export sales dipped to the low end of trade estimates during the week ended Dec. 15.

U.S. exporters sold 876,000 tonnes of soybeans last week, compared to trade expectations of 800,000 tonnes to 1.4 million tonnes, the U.S. Agriculture Department said.

Corn export sales totaled 636,800 tonnes, near the low end of trade forecasts ranging from 625,000 to 950,000 tonnes.

Exporters sold 334,200 tonnes of wheat, in line with analysts' forecasts of 200,000 to 550,000 tonnes.

China is expected to end the year with historically low soy meal carryover stocks, which should increase dependence on imported soybeans in 2023.

Brazilian soybeans, which are processed in China to make livestock feed, are currently more attractive than U.S. soybeans for February shipments.

The news is positive for Brazilian farmers, some of whom may start harvesting their 2023 beans in as little as a week.

Ample new-crop supplies from Brazil, which is likely to raise its share of global soy exports to 51.5% in the 2021/2022 season, are priced in FOB port prices.

Weaker 2022 demand for soybeans from top buyer China could result in Brazilian sales volumes to that nation falling to the lowest level since 2017, according to government trade data.

(Source: Reuters, Bloomberg)

Normalised Soybean Oil vs Crude Palm Oil Spread in U.S. Dollar Metric Tonne



Contract	Close	Chg	High	Low
Soybeans MAR 23	1,472.00	-11.75	1,487.75	1,468.00
Soybean Oil MAR 23	64.010	-0.730	65.000	63.500
Soybean Meal MAR 23	448.30	-5.00	452.80	444.50
Corn MAR 23	660.50	-2.25	664.75	658.75
Wheat MAR 23	762.25	-6.75	777.00	758.00
US Dollar Index	104.447	0.285	104.598	103.752

Argentina & Brazil Weekly Export Statistic (metric ton)

Date	A. Corn	B. Corn	A. Soybean	B. Soybean	A. Wheat	B. Wheat
19/12/2022	528,000	465,000	396,000	651,000	#N/A	187,000
12/12/2022	377,000	1,031,000	30,000	213,000	0	30,000
05/12/2022	401,000	153,000	433,000	610,000	0	80,000
28/11/2022	384,000	175,000	386,000	246,000	0	79,000
21/11/2022	259,000	1,135,000	199,000	675,000	0	79,000
14/11/2022	220,000	640,000	392,000	404,000	0	37,000
07/11/2022	471,000	466,000	254,000	392,000	0	53,000
31/10/2022	590,000	530,000	342,000	446,000	0	55,000
24/10/2022	441,000	399,000	484,000	603,000	0	73,000
17/10/2022	309,000	591,000	356,000	230,000	0	29,000

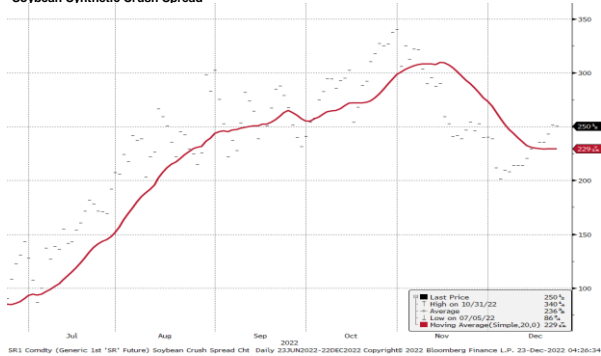
US Weekly Export Statistic Data by USDA (,000 metric tons)

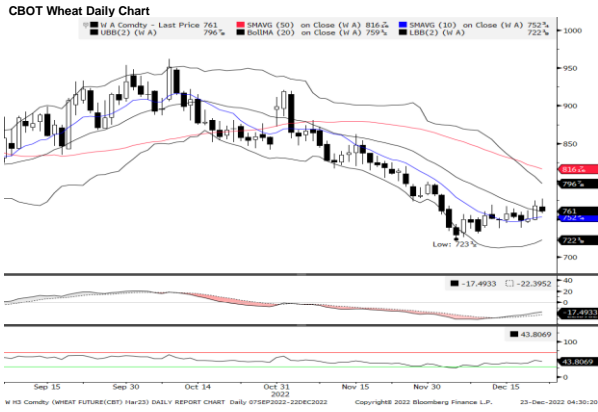
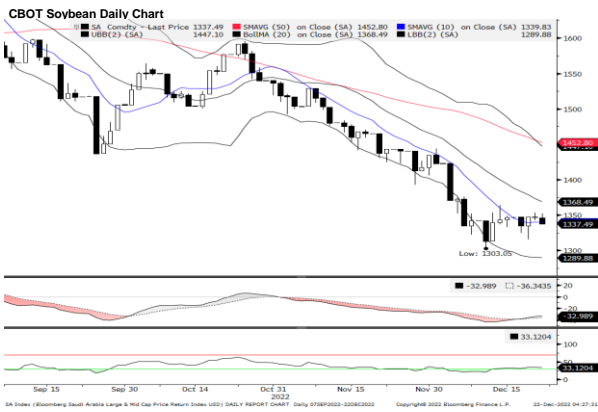
Date	Corn	Soybean	Soy Oil	Soy Meal	Wheat
15/12/2022	636.8	876	0.8	311.4	334.2
08/12/2022	958.9	2943.4	-0.2	209.6	469
01/12/2022	691.6	1746.2	0.5	241.2	189.9
24/11/2022	632.7	623.4	-2.3	169.5	162.5
17/11/2022	2478.3	620.2	-0.1	533.5	511.7
10/11/2022	1169.7	2960.4	0.4	267.1	290.3
03/11/2022	265.3	655.2	2.7	170	322.5
27/10/2022	372.2	760.6	-2.4	122.8	348.1
20/10/2022	264	1026.4	2.5	217.4	533.2
13/10/2022	408.3	2252.7	9.7	542.3	185.1
06/10/2022	257.7	724.4	3.3	491.85	211.8
29/09/2022	227	733.7	1	120.4	229.4

Historical Volatility

	10 Days	30 Days	60 Days	90 Days
Soybean Futures	16.41	17.16	17.11	19.67
Soybean Oil Futures	27.44	33.60	29.43	31.51
Soybean Meal Futures	33.51	25.39	22.40	24.72
Corn Futures	13.97	13.69	14.13	17.61
Wheat Futures	21.57	24.49	32.58	37.52

Soybean Synthetic Crush Spread





Technical Analysis

Commodity	1st Resistance:	2nd Resistance:	1st Support:	2nd Support:	MACD:	MACD DIFF:	RSI:
Soybean	1494.08	1516.16	1449.92	1427.84	9.584	-0.882	52.745
Soybean Meal	455.02	461.75	441.58	434.85	11.273	-0.938	57.618
Wheat	773.68	785.12	750.82	739.38	-17.502	4.906	43.807
Soybean Oil	64.97	65.93	63.05	62.09	-1.066	0.304	46.717
Corn	670.41	680.32	650.59	640.69	-3.548	2.276	51.604

Strategy

Commodity	Long: Profit target:	Long: Stop-loss:	Long: Profit target:	Long: Stop-loss:	Short: Profit target:	Short: Stop-loss:
Soybean	1449.92	1464.42	1,442.67	1427.84	1442.12	1,420.70
Soybean Oil	63.05	63.68	62.73	62.09	62.71	61.78
Soybean Meal	441.58	445.99	439.37	434.85	439.20	432.68
Corn	650.59	657.10	647.34	640.69	647.09	637.48
Wheat	750.82	758.32	747.06	739.38	746.78	735.69

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