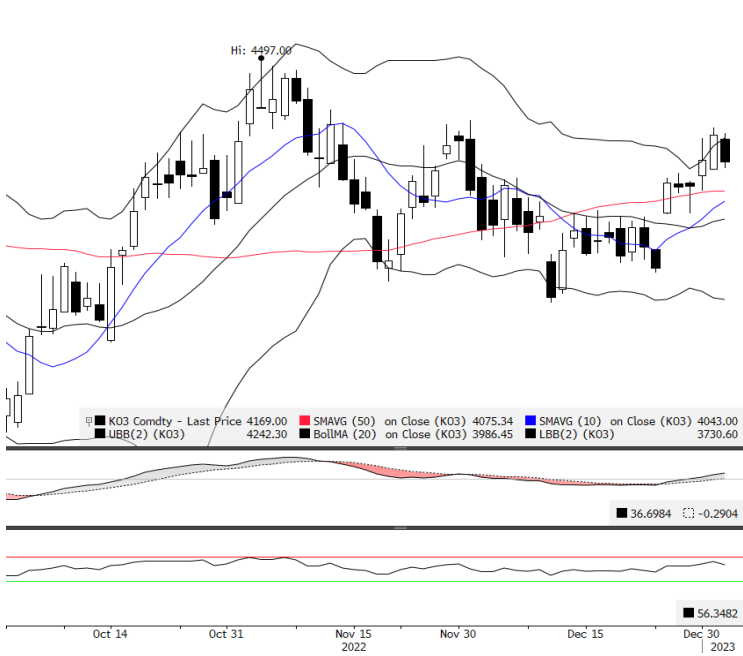


CPO Futures 3rd month daily chart



### Preview Fundamental

Malaysian palm oil futures slipped 1.98% from 5-week high on Wednesday, following its spillover weakness from competing oils and weighed down by profit taking activities while anticipations of tighter supply from top growers Indonesia and Malaysia limited the losses. Globally, crude oil prices nosedived on Wednesday, stretching its losses for second consecutive session and recorded the steepest two-days decline in three decades, with the U.S. benchmark West Texas Intermediate (WTI) settled at \$72.84 a barrel, shedding \$4.09, or 5.3%, pressured by the worries over the slowdown in global economy and surging Covid-19 cases in China that could dent crude demand. In addition, the CBOT soy oil edged lower on Wednesday, with March soy oil fell 0.35 cent to finish at 62.85 cents per pound, following the fall in its competing crude oil and demand uncertainties due to a possible global recession. Therefore, palm oil futures are expected to extend previous session losses to trade lower today following overnight losses in rival edible oils and concerns about slower tropical oil export demand while slowing supplies and lesser shipments from Indonesia could rein in losses.

### Technical

Palm oil futures for the March contract opened lower and trended gradually lower in negative territory as profit booking activities emerged following the fall in the rival oil market during Asian trading hour while losses were limited by lesser supply from top grower, Indonesia. At the close, the March contract settled at 4,169 ringgit per tonne with losses of 84 points. Trading activities for the day can be depicted through the formation of a long black-bodied candlestick pattern with extended upper and bottom shadows, indicating that the bears took control of the trading session aggressively. Technical wise, MACD indicator issued a buy signal while RSI lingered at a neutral region. Nevertheless, palm oil futures are expected to trade downward today on continued selling pressure taking cue from the stumble in overnight competing oils market while downside could be limited by lower inventories and production in both Indonesia and Malaysia. Hence, the support and resistance for March futures contract can be found at 4,030 and 4,235 respectively.

KO3 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 30SEP2022-04JAN2023 Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
JAN 23	4,210	-55	4,240	4,161	365	2,332	-263	6.29 Mn	4,225	3,950	JAN23	4,130	4,180	15.0%	0.0%
FEB 23	4,173	-81	4,253	4,150	4,812	18,178	-1,728	-40.96 Mn	4,228	3,961	Source: Reuters				
MAR 23	4,169	-84	4,257	4,147	30,017	57,092	-1,051	-24.89 Mn	4,242	4,000					
APR 23	4,150	-79	4,234	4,130	11,115	32,543	719	16.95 Mn	4,233	4,001					
MAY 23	4,122	-77	4,205	4,100	7,248	28,106	329	7.7 Mn	4,215	3,989	Jan23-Feb23	9	-34	#N/A	#N/A
JUN 23	4,082	-77	4,161	4,060	3,141	16,040	436	10.11 Mn	4,185	3,935	Jan23-Mar23	-31/A	N/A	#N/A	N/A
JUL 23	4,047	-77	4,125	4,027	1,556	16,612	231	5.31 Mn	4,147	3,945	Feb23-Mar23	-12	0	1	60
AUG 23	4,018	-79	4,092	4,001	1,120	7,558	72	1.64 Mn	4,112	3,917	Feb23-Apr23	3	17	21	14
SEP 23	4,002	-81	4,087	3,983	1,080	10,696	89	2.02 Mn	4,091	3,900	Mar23-Apr23	15	18	20	600
OCT 23	3,996	-78	4,065	3,974	270	2,064	-18	-.41 Mn	4,080	3,860	May23-May23	34	49	52	170
NOV 23	3,988	-78	3,989	3,973	244	7,336	-7	-.16 Mn	4,070	3,882	Source: Bloomberg				
DEC 23	3,987	-78	3,990	3,978	78	528	24	.54 Mn	4,062	3,910					
JAN 24	3,981	-78	4,035	3,969	197	1,557	31	.7 Mn	4,065	3,948					
MAR 24	3,948	-77	4,015	3,966	121	544	44	.99 Mn	4,030	3,967					
MAY 24	3,898	-77	-	-	-	72	0	. Mn	-	-					
JUL 24	3,898	-77	-	-	-	1	0	. Mn	-	-					
SEP 24	3,898	-77	-	-	-	-	0	. Mn	-	-					
NOV 24	3,898	-77	-	-	-	-	0	. Mn	-	-					
JAN 25	3,898	-77	-	-	-	-	0	. Mn	-	-					
MAR 25	3,898	-77	-	-	-	-	0	. Mn	-	-					
MAY 25	3,898	-77	-	-	-	-	0	. Mn	-	-					
JUL 25	3,898	-77	-	-	-	-	0	. Mn	-	-					
SEP 25	3,898	-77	-	-	-	-	0	. Mn	-	-					
NOV 25	3,898	-77	-	-	-	-	0	. Mn	-	-					
<b>Total</b>					<b>61,364</b>	<b>201,259</b>	<b>-1,092</b>								

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	921,811	923,642	921,808	943,030	0.00%	-2.06%	-7.48%	-16.02%
1 - 25th days	1,226,966	1,224,122	1,199,383	1,192,881	2.30%	2.62%	-1.27%	-8.53%
<b>Full month</b>	<b>1,456,986</b>	<b>1,512,468</b>	<b>1,498,862</b>	<b>1,519,560</b>	<b>-2.79%</b>	<b>-0.47%</b>	<b>-2.35%</b>	<b>-3.32%</b>

Source: Reuters

### Malaysian Palm Oil Board Statistic

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

Source: Reuters

### Commodity Futures (3rd month)

Commodity	Overnight close	+/-	Relative to FCPO		Relative to FCPO		
			1d Chg (%)	3m Chg	3m Chg	6m Chg	
CPO	4169	0	0.00%	14.47%	-0.12%	0.14	0.00
Dalian Olein	8236	12	0.15%	15.84%	-3.85%	1.01	0.96
Soybean Oil	63.11	-0.70	-1.10%	-8.04%	-3.91%	0.80	0.96
WTI Crude	72.84	-4.09	-5.32%	-13.72%	-14.25%	0.87	0.98
CRB Index (realtime)	264.17	-6.0065	-2.22%	-5.80%	-9.48%	0.75	0.86

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USDIDR	15582.5	-0.12%	2.32%	4.20%

Source: Bloomberg

### Overnight Lead

Chicago Board of Trade soybean futures closed lower on Wednesday, extending their retreat from six-month highs set last week as spillover weakness from crude oil and uncertainty about demand for commodities pressured values. - Reuters

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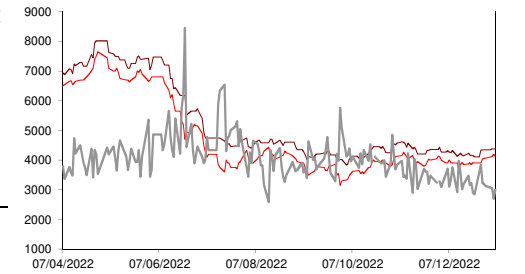
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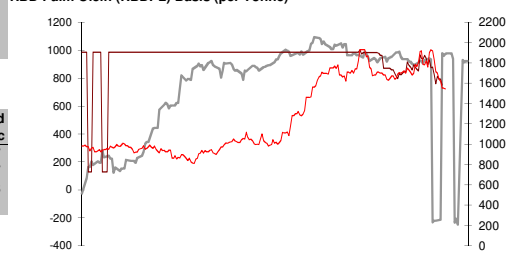
Previous Week		High		Low		CASH CPO (MYR/MT)		Last Bid		Last Offer		3m Chg		6m Chg	
JAN23	4,225	3,950	4,225	3,950	JAN23	4,130	4,180	15.0%	0.0%						

Spreads		Last		Bid		Offer		Vol		High		Low		Avg	
Jan23-Feb23	9	-34	#N/A	#N/A	19	39	-51	-25							
Jan23-Mar23	-31/A	N/A	#N/A	N/A	48	28	-85	-43							
Feb23-Mar23	-12	0	1	60	8	-39	-17								
Feb23-Apr23	3	17	21	14	38	-46	-7								
Mar23-Apr23	15	18	20	600	29	-10	10								
May23-May23	34	49	52	170	75	-16	31								

### Refiner's Margin (RBDPO - Cash CPO) MYR 251



### Crude Degummed Soybean Oil (CDSBO)/RBD Palm Olein (RBDPL) Basis (per Tonne) USD 923.67



### 3rd mth FCPO Volatility

30 Days	60 Days	90 Days
43.33%	42.76%	45.67%

