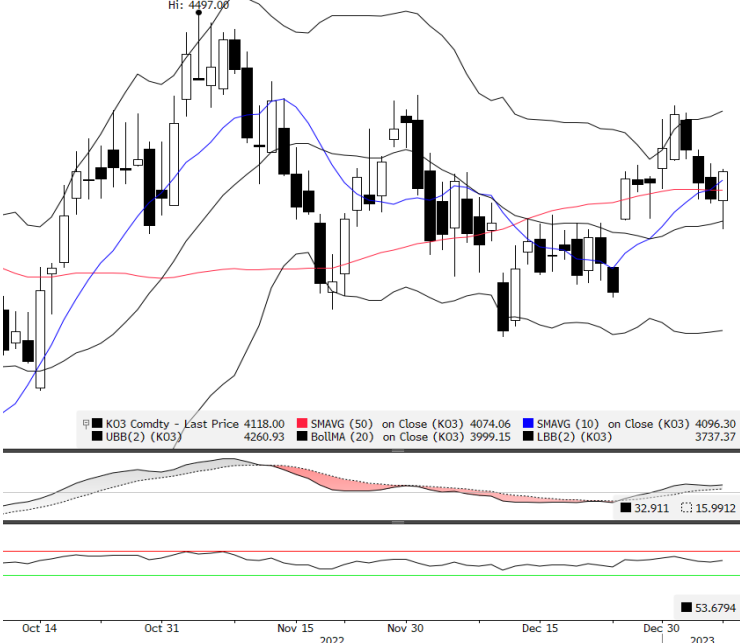


CPO Futures 3rd month daily chart



Preview Fundamental

Malaysian palm oil futures reversed early session losses and ended 1.63% higher on Monday, ended its three days losing streak, buoyed by stronger rival oils and anticipation of tighter supply as tropical oil production was expected to shrink that weighed over the bearish sentiment on worries over poor exports after China's COVID-19 infections soar. In the overnight competing oils market, crude oil prices continued its bullish run on Monday, with the U.S. benchmark West Texas Intermediate (WTI) rose 86 cents, or 1.2%, to \$74.63, propelled by anticipations of less aggressive rate hikes by the U.S. central bank and fuel demand optimism after China reopen its border that weighed over concerns about economy slowdown. In addition, the CBOT soy oil edged higher, with March soy oil settled up 0.18 cent at 63.35 cents per pound, tracking its stronger competing crude oil and ahead of supply/demand report due from the USDA despite weaker soybean as profit taking activities emerged weighed by South America's crop harvest outlook. Therefore, palm oil futures are expected to trade on a higher note today tracking overnight gains in rival oils and ahead of MPOB supply-demand data due out in the afternoon which is expected to show a shrink in production and stockpiles coupled with optimism about demand recovery after China reopen its border.

Technical

Palm oil futures for the March contract trended lower in the morning trading session but reversed the bearish trend to trade gradually higher to end in positive territory as fresh buying activities were seen following the rise in the rival soy oil market during Asian trading hour and expectations of demand recovery after China reopen its border. At the close, the March contract settled at 4,118 ringgit per tonne with gains of 66 points, forming a long white-bodied candlestick pattern with shorter upper and longer bottom shadows, indicating that the bears took control of the trading session initially but bulls managed to reverse the trend. Technical wise, MACD indicator issued a buy signal while RSI lingered at a neutral region. Therefore, palm oil futures are expected to trade with upward bias today on continued buying activities following stronger overnight competing oils market and anticipations of better tropical oil export demand ahead of Lunar New Year while upside could be limited ahead of MPOB supply-demand data due out in the afternoon. Hence, the support and resistance for March futures contract can be found at 4,000 and 4,300 respectively.

KO3 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 11OCT2022-09JAN2023 Copyright© 2023 Bloomberg Finance L.P. 09-Jan-2023 19:36:51

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg			
JAN 23	4,020	39	4,000	3,895	90	1,668	-31	-71 Mn	4,265	3,934	JAN23	3,980	4,050	8.2%	0.0%			
FEB 23	4,094	56	4,105	3,965	4,514	14,169	-2,125	-49.69 Mn	4,274	4,035	Source: Reuters							
MAR 23	4,118	66	4,124	3,979	27,384	52,521	-1,424	-33.5 Mn	4,276	4,040								
APR 23	4,121	72	4,127	3,985	13,851	37,289	1,750	41.19 Mn	4,250	4,033								
MAY 23	4,118	78	4,122	3,985	8,491	29,527	590	13.88 Mn	4,220	4,016	Jan23-Feb23	-57	-150	-50	2	39	-112	-27
JUN 23	4,102	90	4,107	3,966	3,447	16,362	110	2.58 Mn	4,180	3,987	Jan23-Mar23	-71	-	-	8	28	-85	-43
JUL 23	4,082	94	4,085	3,944	3,347	16,423	-359	-8.37 Mn	4,136	3,959	Feb23-Mar23	-14	-22	-20	324	8	-39	-17
AUG 23	4,063	99	4,071	3,926	1,671	7,458	-313	-7.26 Mn	4,111	3,931	Feb23-Apr23	-11	-25	-20	44	38	-46	-10
SEP 23	4,047	99	4,060	3,916	1,750	10,779	267	6.17 Mn	4,090	3,917	Mar23-Apr23	3	-4	-2	489	29	-10	8
OCT 23	4,048	99	4,052	3,918	369	2,029	29	.67 Mn	4,073	3,915	May23-May23	12	0	3	480	75	-16	27
NOV 23	4,040	99	4,047	3,918	298	7,396	6	.14 Mn	4,048	3,913	Source: Bloomberg							
DEC 23	4,039	99	4,038	3,920	108	564	30	.69 Mn	4,036	3,912								
JAN 24	4,033	99	4,027	3,916	60	1,597	16	.37 Mn	4,058	3,929								
MAR 24	4,024	99				547	0	. Mn	4,025	3,925								
MAY 24	3,974	99				72	0	. Mn										
JUL 24	3,974	99				1	0	. Mn										
SEP 24	3,974	99					0	. Mn										
NOV 24	3,974	99					0	. Mn										
JAN 25	3,974	99					0	. Mn										
MAR 25	3,974	99					0	. Mn										
MAY 25	3,974	99					0	. Mn										
JUL 25	3,974	99					0	. Mn										
SEP 25	3,974	99					0	. Mn										
NOV 25	3,974	99					0	. Mn										
Total					65,380	198,402		-1,454										

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%
Full month	1,456,986	1,512,468	1,498,862	1,519,560	-2.79%	-0.47%	-2.35%	-3.32%

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)

Commodity	Overnight close	+/-	1d Chg (%)		3m Chg		6m Chg		Relative to FCPO	
			1d Chg (%)	3m Chg	6m Chg	3m Chg	6m Chg			
CPO	4118	0	0.00%	7.32%	-0.94%	0.07	-0.01			
Dalian Olein	8032	-52	-0.64%	6.89%	-3.58%	1.00	0.97			
Soybean Oil	63.91	0.97	1.54%	-8.80%	-0.25%	0.85	1.01			
WTI Crude	74.63	0.86	1.17%	-14.10%	-16.74%	0.92	0.97			
CRB Index (realtime)	268.64	3.8145	1.44%	-5.94%	-6.64%	0.80	0.84			

Source: Bloomberg

Currency	Last	1d Chg		3m Chg		6m Chg	
		1d Chg	3m Chg	6m Chg	3m Chg	6m Chg	
USDMYR	4.3767	0.05%	-5.93%	-1.13%			
USDIDR	15567.5	-0.42%	2.06%	4.39%			

Source: Bloomberg

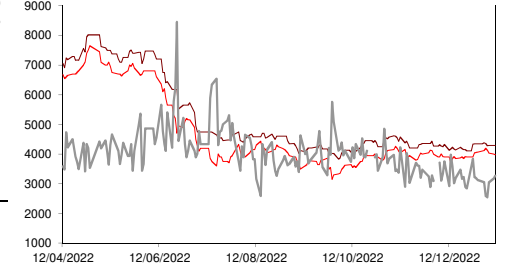
Overnight Lead

Chicago Board of Trade soybean futures ended mostly lower on Monday in a profit-taking setback after strong gains in the prior session and as the market weighed South America's crop harvest outlook. - Reuters

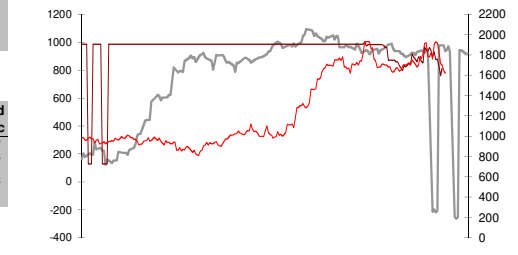
Previous Week		Last Bid		Last Offer		3m Chg		6m Chg	
High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg	3m Chg	6m Chg	
4,265	3,934	JAN23	3,980	4,050	8.2%	0.0%			

Spreads		Last		Bid		Offer		Vol		High		Low		Avg	
Jan23-Feb23	-57	-150	-50	2	39	-112	-27								
Jan23-Mar23	-71	-	-	8	28	-85	-43								
Feb23-Mar23	-14	-22	-20	324	8	-39	-17								
Feb23-Apr23	-11	-25	-20	44	38	-46	-10								
Mar23-Apr23	3	-4	-2	489	29	-10	8								
May23-May23	12	0	3	480	75	-16	27								

Refiner's Margin (RBDPO - Cash CPO) MYR 310



Crude Degummed Soybean Oil (CDSBO)/RBD Palm Olein (RBDPL) Basis (per Tonne) USD 918.67



3rd mth FCPO Volatility

