kenanga



Preview Fundamental

Malaysian palm oil futures swung between gains and losses to end unchanged on Thursday, following its subdued competing soy oils and as participants were expecting for fresh catalyst after a sluggish exports demand data published by cargo surveyors were worrying. Globally, crude oil prices extended its rally on Thursday, with the U.S. benchmark West Texas Intermediate (WTI) settled at \$78.39 a barrel, gaining 98 cents, or 1.3% higher, lifted by the unexpected fall in U.S. consumer prices in December along with optimism over Chinese demand outlook after they reopened its border. Meanwhile, the CBOT soy oil continued its lackluster mode on Thursday, with March soy oil settled down 1.14 cents at 63.25 cents per pound, on oil/meal spreading activities by participants despite stronger competing crude oil and its firmer soybean on lower harvest view in year 2022 by USDA. Thus, palm oil futures are expected to trade gon cautious note today following weaker overnight rival soy oils coupled with concerns about slower exports demand data after top importers India and China have already stocked up after Indonesia encouraged strong exports last year and ahead of the weekend while downside could be limited by a potential of bargain hunting activities after recent sharp fall.

Technical

Mn Mn Mn

0

-1,659

Palm oil futures for the March contract opened slightly lower and swung between gains and losses and ended unchanged due to lack of fresh catalyst following the little changes in the rival soy oil market during Asian trading hour along with worries over the cut to half exports data published by cargo surveyors. At the close, the March contract settled at 3,911 ringgit per tonne with no changes. Trading activities for the day can be depicted through the formation of a short black-bodied candlestick pattern with extended upper and bottom shadows, indicating an indecisiveness in direction. 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 its weaker overnight competing soy oils performance and discouraging tropical oil export demand while downside could be limited by a potential of bargain hunting activities after recent bearish run. Hence, the support and resistance for March futures contract can be found at 3,800 and 4,000 respectively.

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

			2022				2023					
		DAILY REPORT CHART Da	ily 120CT2022-12JA	N2023	Copyright® 2023	Bloomberg Finance	L.P. 13-	Jan-2023 09:36:47	_			
Source: Bloomberg							O/I chg Previous Week					
Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	High	Low	Cash CPO (M)	YR/MT)
JAN 23	3,823		3,810	3,800	40	840	-121	-2.67 Mn	4,265	3,934	JAN23	
FEB 23	3,897		3,938	3,842	2,586	8,134	-964	-21.66 Mn	4,274	4,035	Source: Reuter	rs
MAR 23	3,911		3,963	3,861	23,574	48,877	-1,149	-25.91 Mn	4,276	4,040		
APR 23	3,922	4	3,975	3,875	13,706	40,792	272	6.15 Mn	4,250	4,033	Spreads	Last
MAY 23	3,932	5	3,978	3,886	7,027	31,290	359	8.14 Mn	4,220	4,016	Jan23-Feb23	-57
JUN 23	3,929		3,973	3,886	1,776	16,541	41	.93 Mn	4,180	3,987	Jan23-Mar23	-71
JUL 23	3,922	3	3,960	3,879	2,208	16,162	237	5.36 Mn	4,136	3,959	Feb23-Mar23	-14
AUG 23	3,913	19	3,951	3,872	1,105	7,107	-270	-6.09 Mn	4,111	3,931	Feb23-Apr23	-11
SEP 23	3,903	19	3,942	3,867	1,294	10,555	-215	-4.84 Mn	4,090	3,917	Mar23-Apr23	3
OCT 23	3,896	19	3,912	3,861	422	2,204	-24	54 Mn	4,073	3,915	May23-May23	12
NOV 23	3,893	19	3,917	3,866	584	7,452	-12	27 Mn	4,048	3,913	Source: Bloom	berg
DEC 23	3,903	19	3,905	3,878	170	745	41	.92 Mn	4,036	3,912	Refiner's Marg	gin (RBD
JAN 24	3,906	19	3,915	3,885	289	1,850	78	1.76 Mn	4,058	3,929	9000	
MAR 24	3,907	19	3,920	3,897	91	642	68	1.53 Mn	4,025	3,925		
MAY 24	3,897	19				71	0	. Mn	-	-	8000	
JUL 24	3,897	19				1	0	. Mn	-	-	W	~~~~
SEP 24	3,897	19				-	0	. Mn	-	-	7000	\sim
NOV 24	3,897	19				-	0	. Mn	-	-	6000	

an23-Feb23 an23-Mar23 -71 eb23-Mar23 63 32 eb23-Apr23 -11 -28 -25 38 -48 Mar23-Apr23 May23-May23 -12 -11 -17 284 29 118 12 -20 ource: Bloombera efiner's Margin (RBDPO - Cash CPO) 9000

Last Bio

Last Offer

3m Chg 6m Chg 5.2% 0.0%

USD 958.67

30 Days 60 Days 90 Days 41.09%

7000 6000 5000 4000 3000 2000 1000 15/04/2022 15/06/2022 15/08/2022 15/10/2022 15/12/2022

Total Source: Bloomberg

3 897

3,897

3.897

3,897

3.897

3.897

19

19

19 19

19

JAN 25

MAR 25

MAY 25

JUL 25

SEP 25

NOV 25

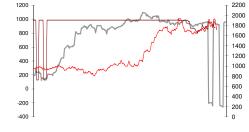
Source: Reuters

Export Est	Jan-23		Dec-22	2	Change (m-o-m)	Change (y-o-y)		
Period	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS	
1 - 10th days	235,529	262,201	480,404	473,086	-50.97%	-44.58%	-26.15%	-19.47%	
1 - 15th days		-	631,401	634,618	-	-	-	-	
1 - 20th days		-	921,811	923,642	-	-	-	-	
1 - 25th days	-	-	1,226,966	1,224,122	-	-	-	-	
Full month		-	1,456,986	1,512,468	-		-	-	

54,872

193,263

Source: Reuters											
Malaysian Palm Oil Board Statistic	2021	2022	2022	2022	Jan Chg	KF's Expected					
	January	October	November	December	(Mean)	Jan					
Production	1,126,629	1,813,591	1,680,743	1,618,853	-8.16%	1,486,710					
Stocks	1,324,963	2,403,719	2,288,473	2,194,809	-8.46%	2,009,038					
Export	947,395	1,503,779	1,517,731	1,468,448	3.60%	1,521,349					
Import	165.198	66.349	47.047	47.114	10.73%	52.172					



									-400 ¹
Commodity Futures (3rd n	nonth)				Relative to FCPO				
Overnight clos	+/-	1d Chg (%)	3m Chg	6m Chg	3m Chg	6m Chg			
CPO	3911	0	0.00%	6.71%	3.99%	0.07	0.04	Ī	
Dalian Olein	7790	-8	-0.10%	2.85%	-0.56%	0.96	0.96		
Soybean Oil	63.25	0.12	0.19%	-8.56%	3.00%	0.86	0.99	3rd mt	h FCPO Volatility
WTI Crude	78.39	0.98	1.27%	-8.05%	-7.67%	0.92	0.92		
CRB Index (realtime)	273.77	2.4962	0.92%	-1.96%	-0.81%	0.86	0.89	90 -	
Source : Bloombei								90	
Currency			Last	1d Chg		3m Chg	6m Chg	80 -	
USDMYR		4.3352		-0.55%		-7.10% -1.76			٢٠٠١ -
USDIDR			15338.5	-0.93%		0.81%	3.25%	70 -	/ \
Source : Bloomberg								60 -	\



Chicago Board of Trade spybean futures immed nearly 2% on Thursday after the U.S. Department of Agriculture (USDA) unexpectedly cut its U.S. harvest estimate in a key monthly report. - Heuters

90 80 70 60 50 40 30 20 07/01/2022 07/04/2022 07/07/2022 07/01/2023 07/10/2022

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