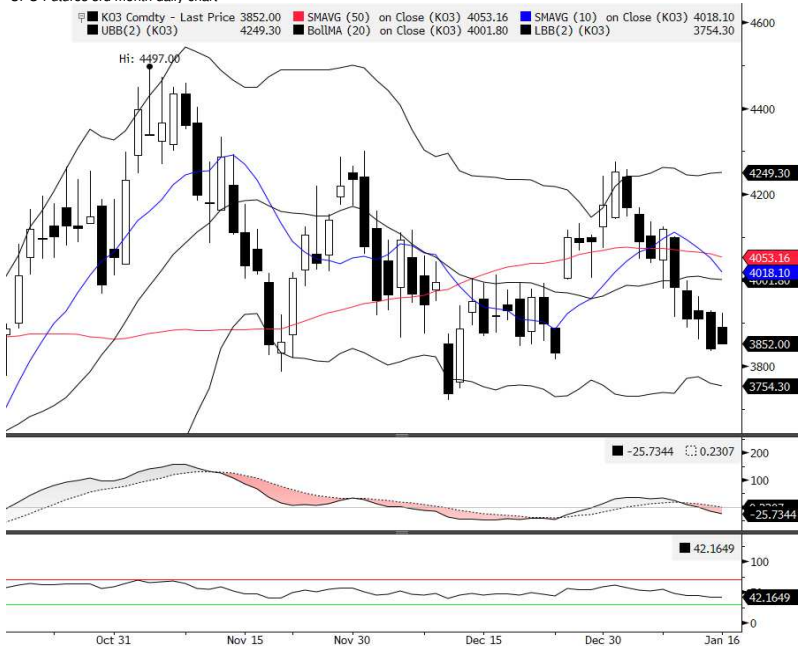


CPO Futures 3rd month daily chart



Preview Fundamental

Malaysian palm oil futures climbed to close 0.18% higher on Monday, rebounded after its plunge of almost 10% in the previous eight sessions supported by short covering activities ahead of Lunar New Year extended weekend and bargain buying activities while gains were capped by concerns over waning January demand. In the overnight competing oils market, crude oil prices retreated on a thin volume on Monday, with the U.S. benchmark West Texas Intermediate (WTI) down \$1.01, or 1.3%, at \$78.85 per barrel, as the price slipped on a U.S. public holiday with thin volume but it stayed at a high level which is supported by demand optimism from the Chinese. The CBOT soy oil markets closed for Martin Luther King Day. Therefore, palm oil futures are expected to trade on a lackluster mode today tracking overnight losses in rival crude oil and persistent worries over sluggish January demand that kept participants in a cautious sentiment while a potential of bargain hunting activities after recent slump could limit the downside.

Technical

Palm oil futures for the April contract opened higher but trended gradually lower in positive territory as profit booking activities emerged after morning session's gains following rival soy oil market that gave up most of its earlier gain along with worries over weaker January exports data by cargo surveyors. At the close, the April contract settled at 3,852 ringgit per tonne with gains of 7 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 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 following the retreat in overnight competing crude oil and discouraging tropical oil export demand while downside could be limited by a potential of bargain buying activities. Hence, the support and resistance for April futures contract can be found at 3,700 and 3,900 respectively.

K03 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 15OCT2022-16JAN2023 Copyright © 2023 Bloomberg Finance L.P. 16-Jan-2023 19:11:03 Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	Previous Week			Last Offer	Last Bid	3m Chg	6m Chg			
									High	Low	Cash CPO (MYR/MT)							
FEB 23	3,846	13	3,890	3,841	1,533	6,758	-555	-12.33 Mn	4,105	3,828	Jan23	3,850	3,900	2.6%	0.0%			
MAR 23	3,850	9	3,919	3,847	8,952	45,533	-849	-18.89 Mn	4,124	3,835	Source: Reuters							
APR 23	3,852	7	3,923	3,850	15,674	45,085	751	16.71 Mn	4,127	3,840								
MAY 23	3,859	9	3,928	3,854	5,144	31,776	977	21.78 Mn	4,122	3,848								
JUN 23	3,857	12	3,921	3,854	1,354	16,210	-28	-62 Mn	4,107	3,845	Feb23-Mar23	-8	-12	-7	10	8	-39	-17
JUL 23	3,855	17	3,906	3,852	1,248	15,299	-549	-12.23 Mn	4,085	3,838	Feb23-Apr23	-6	-60	0	2	38	-48	-14
AUG 23	3,846	17	3,884	3,848	298	6,714	-284	-6.31 Mn	4,071	3,837	Mar23-Apr23	-4	-6	-4	279	29	-17	3
SEP 23	3,843	22	3,888	3,840	385	9,890	-320	-7.11 Mn	4,060	3,828	Mar23-May23	-9	-12	-9	103	62	-27	14
OCT 23	3,836	22	3,880	3,862	32	2,216	-68	-1.51 Mn	4,052	3,821	Apr23-May23	-7	-6	-5	251	34	-11	11
NOV 23	3,840	22	3,846	3,842	92	7,278	-189	-4.19 Mn	4,047	3,818	Apr23-Jun23	-5	-6	-3	46	77	-14	39
DEC 23	3,847	22	3,865	3,852	53	851	17	.38 Mn	4,038	3,824	Source: Bloomberg							
JAN 24	3,854	22	3,858	3,857	32	1,897	-21	-.47 Mn	4,027	3,832								
MAR 24	3,872	22	3,871	3,871	15	662	10	.22 Mn	3,972	3,850								
MAY 24	3,862	22				71	0	. Mn	3,941	3,941								
JUL 24	3,862	22				1	0	. Mn	-	-								
SEP 24	3,862	22				-	0	. Mn	-	-								
NOV 24	3,862	22				-	0	. Mn	-	-								
JAN 25	3,862	22				-	0	. Mn	-	-								
MAR 25	3,862	22				-	0	. Mn	-	-								
MAY 25	3,862	22				-	0	. Mn	-	-								
JUL 25	3,862	22				-	0	. Mn	-	-								
SEP 25	3,862	22				-	0	. Mn	-	-								
NOV 25	3,862	22				-	0	. Mn	-	-								
JAN 26	3,862	22				-	0	. Mn	-	-								
Total					34,812	190,241	-1,108											

Export Est Period	Jan-23		Dec-22		Change (m-o-m)		Change (y-o-y)	
	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	401,749	-	631,401	634,618	-36.37%	-	-18.49%	-
1 - 20th days	-	-	921,811	923,642	-	-	-	-
1 - 25th days	-	-	1,226,966	1,224,122	-	-	-	-
Full month	-	-	1,456,986	1,512,468	-	-	-	-

Malaysian Palm Oil Board Statistic

	2021		2022		2022		Jan Chg (Mean)	KF's Expected Jan
	January	October	November	December				
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		

Commodity Futures (3rd month)

Commodity	Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	Relative to FCPO	
						3m Chg	6m Chg
CPO	3852	0	0.00%	-0.90%	7.36%	-0.01	0.07
Dalian Olein	7728	-48	-0.62%	0.76%	-0.05%	1.02	0.93
Soybean Oil	63.06	-0.19	-0.30%	-5.66%	4.96%	0.95	0.98
WTI Crude	79.86	1.47	1.88%	-2.98%	-5.50%	0.99	0.93
CRB Index (realtime)	275.91	2.1439	0.78%	-0.28%	-0.62%	0.98	0.88

Currency

	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.3270	0.22%	-8.47%	-3.05%
USDIDR	15045.0	-0.69%	-2.19%	1.12%

Overnight Lead

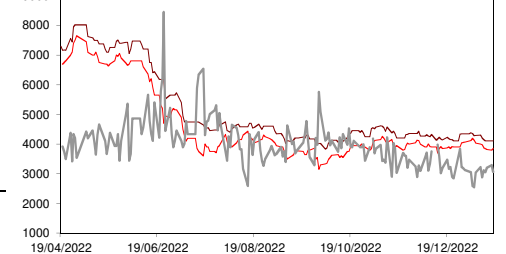
Chicago Board of Trade soybean closed for Martin Luther King Day. - Reuters

Source: Bloomberg

Spreads		Last	Bid	Offer	Vol	High	Low	Avg
Feb23-Mar23	-8	-12	-7	10	8	-39	-17	
Feb23-Apr23	-6	-60	0	2	38	-48	-14	
Mar23-Apr23	-4	-6	-4	279	29	-17	3	
Mar23-May23	-9	-12	-9	103	62	-27	14	
Apr23-May23	-7	-6	-5	251	34	-11	11	
Apr23-Jun23	-5	-6	-3	46	77	-14	39	

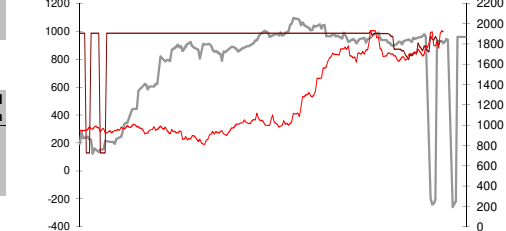
Refiner's Margin (RBDPO - Cash CPO)

MYR 265



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

USD 958.67



3rd mth FCPO Volatility

30 Days 60 Days 90 Days

41.43% 40.31% 45.61%

