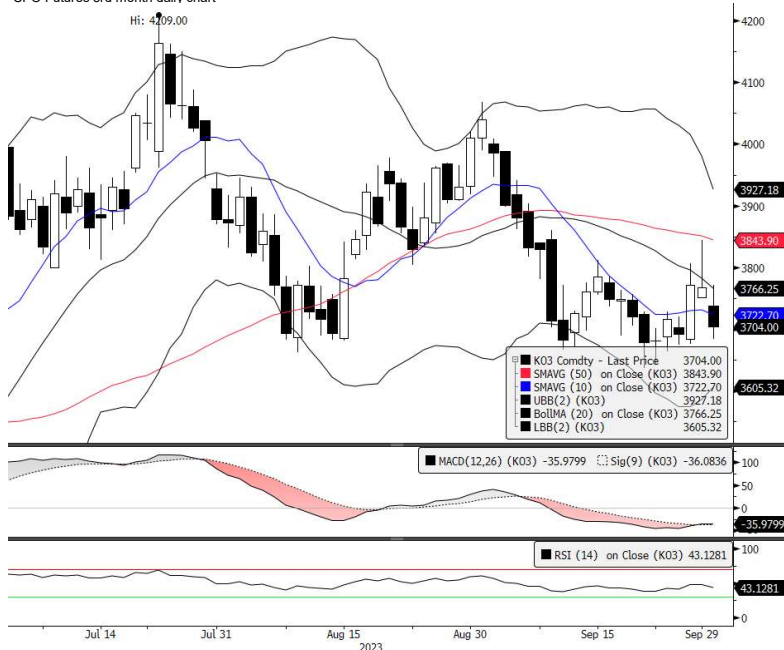


CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures extended its losing streak to second trading session and closed 1.67% lower on Monday, as profit taking activities intensified after recent rally and tracking the weakness in rival soy oil along with concerns over weaker demand from top importer India. Globally, crude oil prices fell to three-week low on Monday, with the U.S. benchmark West Texas Intermediate (WTI) fell \$1.97, or 2.2%, to settle at \$88.82 per barrel, pressured by continuous profit taking activities along with strengthening US Dollar amid worries over prolonged interest rate hike by U.S. Federal Reserve. Meanwhile, the CBOT soy oil rallied on Monday, with December soy oil settle at 57.43 cents per lb, after hitting their lowest prices since June 29 in the prior session, lifted by bargain hunting activities and rival South American crop plantings were ahead of the pace observed in the previous year. Therefore, palm oil futures are expected to trade cautiously higher today tracking overnight gains in rival soy oil and a recovery in exports of Malaysian palm oil products for September while a long holiday in China in conjunction with National Day and demand concerns over top buyer India might limit the gains.

Technical

Palm oil futures for the December contract opened gap down and trended gradually lower in negative territory as profit booking activities emerged following the fall in the rival soy oil market and with no fresh buying activity from China presently in the midst of its holiday season. At the close, the December contract settled at 3,704 ringgit per tonne with losses of 63 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 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. Therefore, palm oil futures are expected to trade range bound with slight upward bias today on a potential of bargain buying activities tracking overnight rally in competing soy oil market while weaker demand concerns from India and the fall in overnight crude oil prices could limit the upside. Hence, the support and resistance for December futures contract can be found at 3,665 and 3,800 respectively.

K03 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 04JUL2023-02OCT2023 Copyright© 2023 Bloomberg Finance L.P. 02-Oct-2023 19:12:50

Source: Bloomberg		Contract		Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD	Previous Week		High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg	
OCT 23	3,645	-44	3,667	3,629	294	5,460	-482	23,850	-995	-19.34 Mn	3,742	3,598	Oct23	3,640	3,680	-4.6%	0.0%				
NOV 23	3,673	-59	3,730	3,652	3,015	23,850	-995	23,850	-995	-19.34 Mn	3,970	3,798	Source: Reuters								
DEC 23	3,704	-63	3,771	3,684	22,804	50,833	-285	50,833	-285	-5.59 Mn	3,978	3,804									
JAN 24	3,742	-56	3,802	3,720	8,405	35,510	454	35,510	454	8.99 Mn	3,986	3,815	Spreads	Last	Bid	Offer	Vol	High	Low	Avg	
FEB 24	3,777	-48	3,830	3,756	4,970	18,117	509	18,117	509	10.18 Mn	3,929	3,702	Oct23-Nov23	-28	-34	-1	82	-4	-83	-38	
MAR 24	3,798	-44	3,848	3,778	4,335	23,586	1,153	23,586	1,153	23.18 Mn	3,922	3,743	Oct23-Dec23	-59	-	-48	161	-14	-135	-69	
APR 24	3,804	-39	3,842	3,780	2,782	16,821	459	16,821	459	9.24 Mn	3,922	3,746	Nov23-Dec23	-31	-33	-32	412	-5	-59	-32	
MAY 24	3,789	-41	3,838	3,772	2,430	22,605	653	22,605	653	13.1 Mn	4,010	3,860	Nov23-Jan24	-69	-69	-62	42	-21	-112	-65	
JUN 24	3,765	-35	3,802	3,747	1,476	8,725	390	8,725	390	7.77 Mn	3,993	3,846	Dec23-Jan24	-38	-35	-33	650	-12	-55	-33	
JUL 24	3,734	-35	3,773	3,716	1,237	8,859	1	8,859	1	.02 Mn	3,947	3,817	Dec23-Feb24	-73	-69	-67	86	-26	-102	-60	
AUG 24	3,715	-30	3,740	3,700	502	2,427	22	2,427	22	.43 Mn	3,931	3,782	Source: Bloomberg								
SEP 24	3,701	-30	3,740	3,680	574	4,141	176	4,141	176	3.45 Mn	3,907	3,770	Refiner's Margin (RBDPO - Cash CPO)								
NOV 24	3,697	-30	3,727	3,675	276	3,231	147	3,231	147	2.88 Mn	3,795	3,659	MYR 236								
JAN 25	3,709	-30	3,715	3,700	4	18	0	18	0	. Mn	3,867	3,759									
MAR 25	3,709	-30	3,709	3,700	3	3	0	3	0	. Mn	3,877	3,810									
MAY 25	3,709	-30	3,709	3,700	-	-	0	-	0	. Mn	-	-									
JUL 25	3,709	-30	3,709	3,700	-	-	0	-	0	. Mn	-	-									
SEP 25	3,709	-30	3,709	3,700	-	-	0	-	0	. Mn	-	-									
NOV 25	3,709	-30	3,709	3,700	-	-	0	-	0	. Mn	-	-									
JAN 26	3,709	-30	3,709	3,700	-	-	0	-	0	. Mn	-	-									
MAR 26	3,709	-30	3,709	3,700	-	-	0	-	0	. Mn	-	-									
MAY 26	3,709	-30	3,709	3,700	-	-	0	-	0	. Mn	-	-									
JUL 26	3,709	-30	3,709	3,700	-	-	0	-	0	. Mn	-	-									
SEP 26	3,709	-30	3,709	3,700	-	-	0	-	0	. Mn	-	-									
Total						53,104		224,186		2,202											

Source: Bloomberg

Export Est Period	Sep-23		Aug-23		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS
1 - 10th days	305,594	350,823	383,795	395,145	-20.38%	-11.22%	-17.65%	-
1 - 15th days	574,936	580,893	633,585	658,475	-9.26%	-11.78%	-1.46%	-
1 - 20th days	821,408	847,890	806,655	827,975	1.83%	2.41%	-5.26%	-
1 - 25th days	1,088,875	1,144,707	945,155	974,235	15.21%	17.50%	1.25%	-
Full month	1,235,560	1,299,187	1,171,998	1,201,488	5.42%	8.13%	-6.38%	-

Source: Reuters

Malaysian Palm Oil Board Statistic	2021	2022	2023	2023	Sep Chg	KF's Expected
	August	June	July	August	(Mean)	September
Production	1,725,781	1,447,795	1,610,052	1,753,472	7.61%	1,886,903
Stocks	2,094,667	1,720,567	1,731,512	2,124,963	12.18%	2,383,832
Export	1,299,654	1,171,741	1,353,925	1,221,814	-4.75%	1,163,744
Import	145,452	135,271	103,837	110,621	14.94%	127,152

Source: Reuters

Commodity Futures (3rd month)	Relative to FCPO						
	Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	3m Chg	6m Chg
CPO	3704	0	0.00%	-7.05%	-4.63%	-0.07	-0.05
Dalian Olein	7402	160	2.21%	2.95%	3.79%	1.11	1.09
Soybean Oil	59.85	2.41	4.20%	-10.70%	5.59%	0.96	1.11
WTI Crude	88.82	-1.97	-2.17%	27.58%	14.50%	1.02	0.95
CRB Index (realtime)	282.48	-2.0494	-0.72%	8.27%	4.11%	1.37	1.20

Source: Bloomberg

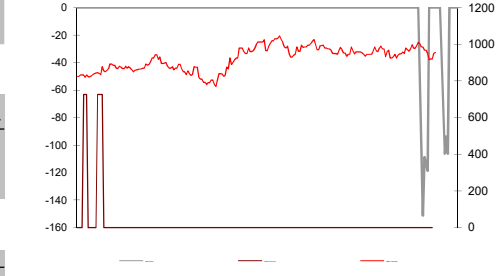
Currency	Last	1d Chg	3m Chg	6m Chg
	USDMYR	4.7230	0.12%	1.09%
USIDR	15530.0	0.45%	2.86%	3.27%

Source: Bloomberg

Overnight Lead

Chicago Board of Trade soybean futures ticked slightly higher on Monday following a report that Brazil's plantings were ahead of last year's rate and as traders awaited a weekly government report on the current U.S. harvest. - Reuters

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



3rd mth FCPO Volatility 30 Days 60 Days 90 Days 21.31% 25.34% 32.25%

