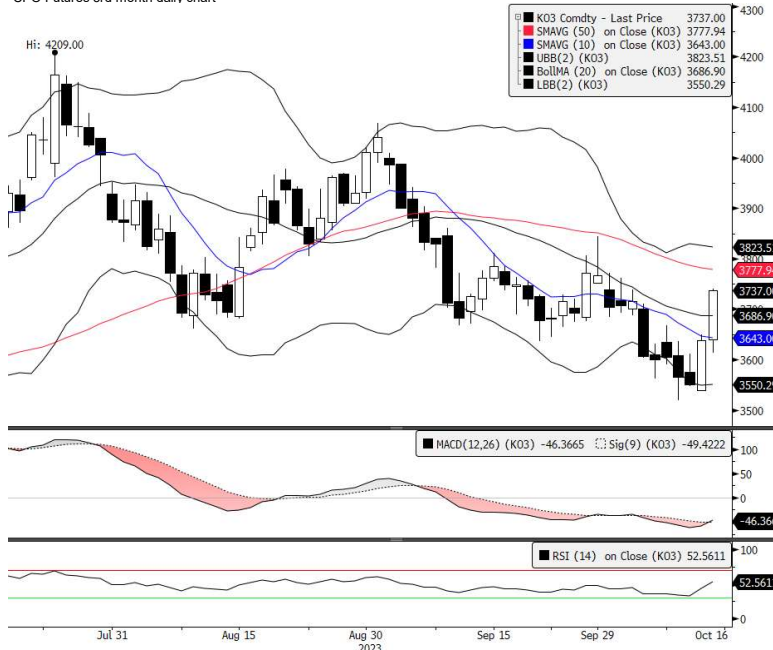


## CPO Futures 3rd month daily chart



## Preview

## Fundamental

Malaysian palm oil December futures contract surged 2.72% higher on Friday, extended a second consecutive session of advances driven by anticipation of better than expected exports demand and mirroring stronger rival edible soy oil on expectations of supply tightness, with a slump in the Malaysian currency boosted the tropical oil's appeal further buoyed prices. Globally, crude oil prices reverse course and closed sharply higher on Friday, with the U.S. benchmark West Texas Intermediate (WTI) rose 4.78 cents, or 5.8%, to settle at \$87.69 a barrel, posted their highest daily percentage gains since April lifted by the possibility that the conflict in the Middle East could widen as Israel began ground raids inside the Gaza Strip and a clampdown by the U.S. on Russian crude export price caps. In addition, the CBOT soy oil surged higher, with December soy oil ended 1.01 cents higher at 54.38 cents per lb, on anticipations of higher U.S. soybean crush, while soy oil inventories were projected to have thinned to the lowest in nearly nine years ahead of a monthly National Oilseed Processors Association (NOPA) report due tonight and crude oil leapt provided additional support. Hence, palm oil futures are expected to continue its upward trust today tracking the surge in overnight rival oils and optimism over export demand from China along with weakening Malaysian Ringgit could further attract demand from overseas buyers.

## Technical

Palm oil futures for the December contract opened higher and trended gradually higher as buying activities continued following the gains in the competing soy oil market and supported by expectations of encouraging tropical oil export demand. At the close, the December contract settled at 3,737 ringgit per tonne with gains of 99 points, forming a long white-bodied candlestick pattern with short upper and short bottom shadows, indicating that the bulls took control of the trading session aggressively. Technical wise, MACD indicator issued a buy signal while RSI lingered at neutral position. Thus, palm oil futures are expected to trend higher today on a potential of extended buying activities tracking the surge in overnight competing oils and anticipations of better than expected tropical oil exports demand as well as weakening Malaysian currency further support the price. Hence, the support and resistance for the newly listed January futures contract are envisaged at 3,720 and 3,850 respectively.

K03 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 15JUL2023-13OCT2023 Copyright© 2023 Bloomberg Finance L.P. 13-Oct-2023 19:17:09

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	O/I chg	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg			
NOV 23	3,714	100	3,606	3,583	40	13,793	-1,342	-26.33 Mn	3,716	3,490	Oct23	3,660	3,700	-4.6%	0.0%				
DEC 23	3,737	99	3,639	3,613	2,953	44,462	-3,712	-73.28 Mn	3,970	3,798	Source: Reuters								
JAN 24	3,759	100	3,660	3,617	25,763	42,291	1,500	29.79 Mn	3,978	3,804									
FEB 24	3,775	98	3,637	3,637	15,977	23,299	-151	-3.01 Mn	3,986	3,815	Spreads	Last	Bid	Offer	Vol	High	Low	Avg	
MAR 24	3,786	93	3,691	3,650	5,201	25,499	-567	-11.34 Mn	3,929	3,702	Oct23-Nov23	4	-	-	74	20	-83	-35	
APR 24	3,784	89	3,692	3,667	4,767	18,700	-296	-5.92 Mn	3,788	3,602	Oct23-Dec23	-20	-	-	#N/A	N/A	10	-135	-69
MAY 24	3,774	94	3,678	3,638	2,700	23,781	-71	-1.42 Mn	3,775	3,590	Nov23-Dec23	-23	-28	-22	2,053	-15	-59	-35	
JUN 24	3,745	94	3,640	3,625	1,850	10,392	-116	-2.29 Mn	4,010	3,860	Nov23-Jan24	-45	-60	-38	181	-31	-112	-71	
JUL 24	3,715	94	3,608	3,597	982	10,561	215	4.22 Mn	3,993	3,846	Dec23-Jan24	-22	-22	-21	5,157	-15	-55	-36	
AUG 24	3,693	94	3,649	3,643	1,149	3,349	166	3.24 Mn	3,947	3,817	Dec23-Feb24	-38	-42	-37	1,061	-27	-102	-67	
SEP 24	3,681	94	3,634	3,634	515	6,220	184	3.58 Mn	3,931	3,782	Source: Bloomberg								
OCT 24	3,681	--	--	--	521	--	0	. Mn	3,907	3,770	Refiner's Margin (RBDPO - Cash CPO)								
NOV 24	3,676	94	3,636	3,634	157	4,626	66	1.28 Mn	3,669	3,500	MYR 164								
JAN 25	3,702	94	--	--	--	92	0	. Mn	3,667	3,599									
MAR 25	3,702	94	--	--	--	3	0	. Mn	3,867	3,759									
MAY 25	3,702	94	--	--	--	3	0	. Mn	3,877	3,810									
JUL 25	3,702	94	--	--	--	--	0	. Mn	--	--									
SEP 25	3,702	94	--	--	--	--	0	. Mn	--	--									
NOV 25	3,702	94	--	--	--	--	0	. Mn	--	--									
JAN 26	3,702	94	--	--	--	--	0	. Mn	--	--									
MAR 26	3,702	94	--	--	--	--	0	. Mn	--	--									
MAY 26	3,702	94	--	--	--	--	0	. Mn	--	--									
JUL 26	3,702	94	--	--	--	--	0	. Mn	--	--									
SEP 26	3,702	94	--	--	--	--	0	. Mn	--	--									
<b>Total</b>					<b>62,575</b>	<b>227,071</b>	<b>-4,121</b>												

Source: Bloomberg

Export Est Period	Oct-23		Sep-23		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS
1 - 10th days	395,890	394,570	305,594	350,823	29.55%	12.47%	6.13%	--
1 - 15th days	--	--	574,936	580,893	--	--	--	--
1 - 20th days	--	--	821,408	847,890	--	--	--	--
1 - 25th days	--	--	1,088,875	1,144,707	--	--	--	--
Full month	--	--	<b>1,235,560</b>	<b>1,299,187</b>	--	--	--	--

Source: Reuters

Malaysian Palm Oil Board Statistic	2021	2022	2023	2023	Oct Chg (Mean)	KF's Expected
	September	July	August	September		
Production	1,770,441	1,610,052	1,753,472	1,829,434	1.70%	1,860,482
Stocks	2,315,464	1,731,512	2,124,963	2,313,569	4.57%	2,419,214
Export	1,420,235	1,353,925	1,221,814	1,196,113	5.57%	1,262,721
Import	132,303	103,837	110,621	49,054	1.21%	49,646

Source: Reuters

## Commodity Futures (3rd month)

Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	Relative to FCPO	
					3m Chg	6m Chg
CPO	3759	100	2.73%	-2.74%	1.24%	0.01
Dalian Olein	7194	112	1.58%	-4.51%	1.84%	1.01
Soybean Oil	54.38	0.86	1.61%	-21.95%	1.23%	0.80
WTI Crude	87.69	4.78	5.77%	17.31%	10.54%	0.91
CRB Index (realtime)	283.97	5.8916	2.12%	4.87%	2.81%	1.09

Source: Bloomberg

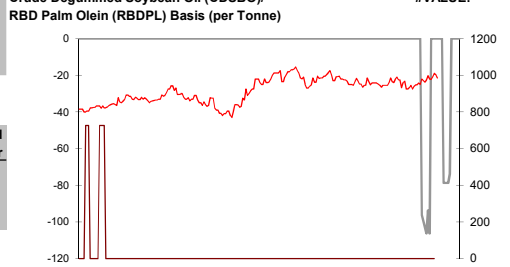
Currency	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.7325	0.45%	2.82%	7.06%
USDIDR	15682.0	-0.11%	4.90%	6.47%

Source: Bloomberg

## Overnight Lead

Chicago Board of Trade soybean futures fell on Friday in a profit-taking setback following strong gains the prior day and as souring consumer sentiment and inflation worries hung over the market. - Reuters

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



## 3rd mth FCPO Volatility

30 Days 60 Days 90 Days

20.42% 24.26% 29.01%

