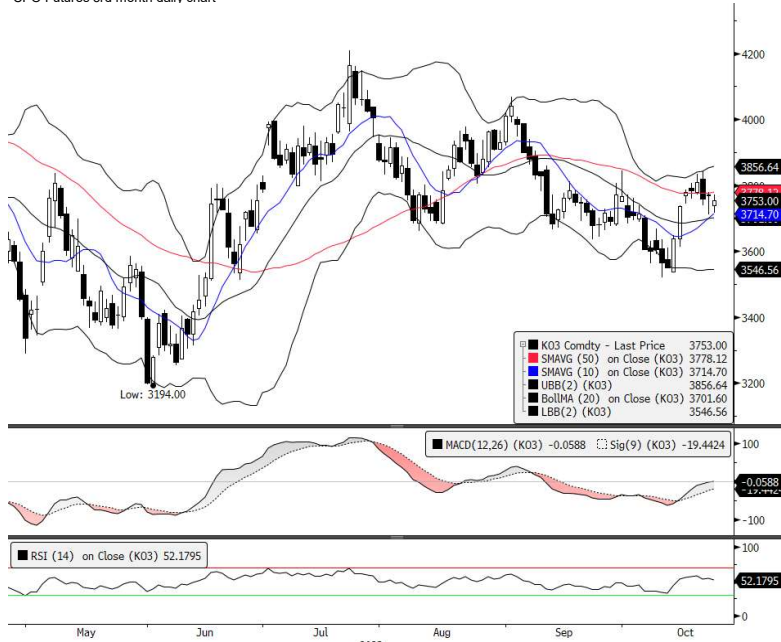


CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures fell 0.48% on Monday, its lowest close in more than a week on concerns about a potential reduction in demand from India during the winter season and appeal of edible oil as a fuel source was diminished due to the falling petroleum prices while the weakening of the Malaysian ringgit and robust export data helped mitigate losses. Globally, crude oil prices nosedived in a volatile session on Monday, with the U.S. benchmark West Texas Intermediate (WTI) down \$2.59, or 2.9%, at \$85.49 a barrel, as supply concerns eased after diplomatic initiatives in the Middle East have been intensifying and mitigated the conflict between Israel and Hamas. In addition, the CBOT soy oil fell, with December soy oil ended down 1.45 cents at 51.94 cents per pound and hit its lowest price since June 22 at 51.78 cents, mirroring the fall in rival crude oil and due to the progression of the U.S. harvest, leading to increased selling activity by farmers who are offloading their newly harvested crops. Therefore, palm oil futures are expected to remain cautious today tracking overnight losses in rival oils and concerns loom over the potential dip in demand from northern India as the winter season approaches while the weakening Malaysian Ringgit and the encouraging export figures could cushion the losses.

Technical

Palm oil futures for the January contract opened gap down and trended gradually higher in negative territory pressured by persistent selling activities following the fall in the rival edible oil market during Asian trading hour along with worries over tropical oil demand during winter season. At the close, the January contract settled at 3,753 ringgit per tonne with losses of 18 points. Trading activities for the day can be depicted through the formation of a short white-bodied candlestick pattern with extended upper and bottom shadows, indicating that the bears took control of the trading session but bulls managed to tame the bears. Technical wise, MACD indicator issued a buy signal while RSI lingered at a neutral region. Nevertheless, palm oil futures are expected to trade range bound with downward bias today on continued selling pressure taking cue from the stumble in overnight competing oils market and expectations of slower tropical oil export demand during winter season. Hence, the support and resistance for January futures contract can be found at 3,650 and 3,780 respectively.

K03 Comdty (Generic 3rd 'K0' Future) DAILY REPORT CHART Daily 23APR2023-23OCT2023 Copyright© 2023 Bloomberg Finance L.P. 23-Oct-2023 19:13:19

Source: Bloomberg			O/I chg		Previous Week		Last Bid		Last Offer		3m Chg		6m Chg		
Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
NOV 23	3,692	-24	3,708	3,675	1,114	6,112	-2,245	-43.33 Mn	3,796	3,681	Nov23	3,690	3,710	-6.7%	0.0%
DEC 23	3,728	-22	3,748	3,699	5,028	33,686	-1,153	-22.47 Mn	3,970	3,798	Source: Reuters				
JAN 24	3,753	-18	3,772	3,717	20,058	43,871	418	8.2 Mn	3,978	3,804					
FEB 24	3,776	-13	3,790	3,739	6,058	24,211	-117	-2.31 Mn	3,986	3,815					
MAR 24	3,787	-18	3,797	3,750	5,335	26,987	291	5.76 Mn	3,929	3,702					
APR 24	3,782	-17	3,792	3,745	2,525	22,542	593	11.72 Mn	3,861	3,730					
MAY 24	3,771	-17	3,778	3,731	1,292	26,005	-31	-6.1 Mn	3,845	3,717					
JUN 24	3,747	-17	3,748	3,708	417	10,752	-1	-0.2 Mn	4,010	3,860					
JUL 24	3,721	-17	3,719	3,679	420	11,376	38	.74 Mn	3,993	3,846					
AUG 24	3,700	-17	3,700	3,660	232	4,175	83	1.61 Mn	3,947	3,817					
SEP 24	3,690	-17	3,687	3,650	486	7,492	90	1.74 Mn	3,931	3,782					
OCT 24	3,686	-17	3,686	3,650	83	107	50	.96 Mn	3,907	3,770					
NOV 24	3,682	-17	3,684	3,645	154	4,680	21	4 Mn	3,740	3,631					
JAN 25	3,708	-17	93	-	-	93	0	. Mn	3,867	3,759					
MAR 25	3,708	-17	3	-	-	3	0	. Mn	3,877	3,810					
MAY 25	3,708	-17	-	-	-	-	0	. Mn	-	-					
JUL 25	3,708	-17	-	-	-	-	0	. Mn	-	-					
SEP 25	3,708	-17	-	-	-	-	0	. Mn	-	-					
NOV 25	3,708	-17	-	-	-	-	0	. Mn	-	-					
JAN 26	3,708	-17	-	-	-	-	0	. Mn	-	-					
MAR 26	3,708	-17	-	-	-	-	0	. Mn	-	-					
MAY 26	3,708	-17	-	-	-	-	0	. Mn	-	-					
JUL 26	3,708	-17	-	-	-	-	0	. Mn	-	-					
SEP 26	3,708	-17	-	-	-	-	0	. Mn	-	-					
Total					43,202	222,092	-1,963								

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	606,980	623,245	574,936	580,893	5.57%	7.29%	2.14%	-
1 - 20th days	885,888	931,435	821,408	847,890	7.85%	9.85%	-1.08%	-
1 - 25th days	-	-	1,088,875	1,144,707	-	-	-	-
Full month	-	-	1,235,560	1,299,187	-	-	-	-

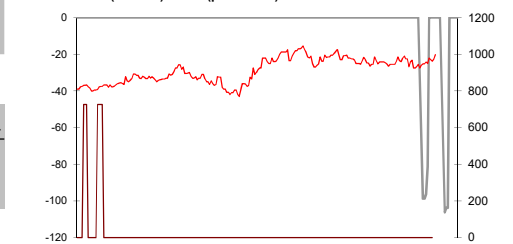
Malaysian Palm Oil Board Statistic	2021		2022		2023		2023		Oct Chg (Mean)	KF's Expected
	September	July	August	September	October	October				
Production	1,770,441	1,610,052	1,753,472	1,829,434	1,707%	1,860,482	1,860,482	1,860,482	1,860,482	
Stocks	2,315,464	1,731,512	2,124,963	2,313,569	4.57%	2,419,214	2,419,214	2,419,214	2,419,214	
Export	1,420,235	1,353,925	1,221,814	1,196,113	5.57%	1,262,721	1,262,721	1,262,721	1,262,721	
Import	132,303	103,837	110,621	49,054	1.21%	49,646	49,646	49,646	49,646	

Commodity Futures (3rd month)	Relative to FCPO						
	Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	3m Chg	6m Chg
CPO	3753	0	0.00%	-9.87%	1.30%	-0.10	0.01
Dalian Olein	7198	-54	-0.74%	-5.36%	2.48%	1.05	1.01
Soybean Oil	51.94	-1.45	-2.72%	-27.85%	-1.18%	0.80	0.98
WTI Crude	85.49	-2.59	-2.94%	10.20%	12.27%	0.91	0.87
CRB Index (realtime)	283.40	-2.6118	-0.91%	1.17%	3.96%	1.22	1.11

Currency	Last		1d Chg		3m Chg		6m Chg	
	USD/MYR	15933.5	-0.24%	0.38%	4.98%	5.63%	8.03%	5.99%

Overnight Lead	Chicago Board of Trade soybean futures finished lower on Monday as the U.S. harvest is progressing and farmers are selling their new crops, analysts said. - Reuters		
	30 Days	60 Days	90 Days
3rd mth FCPO Volatility	19.63%	22.90%	28.48%

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



3rd mth FCPO Volatility

