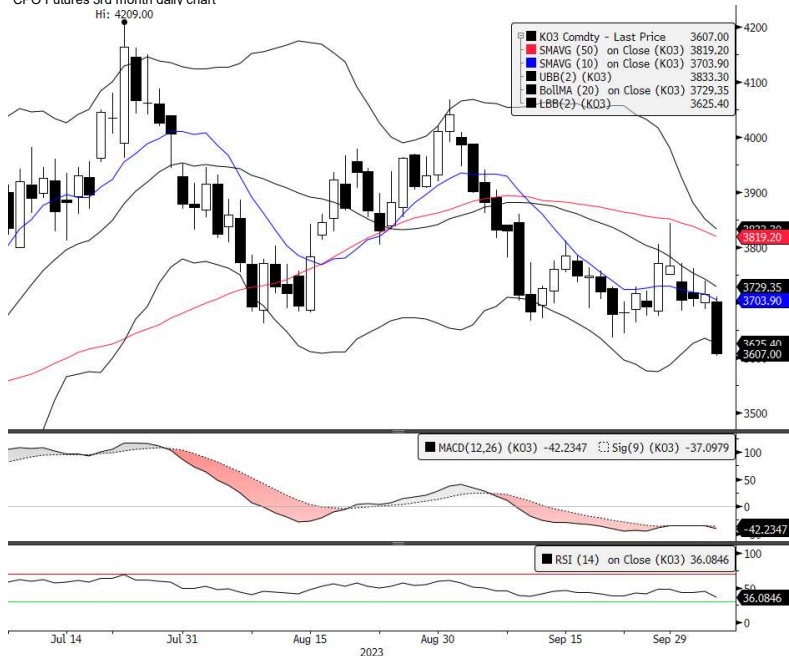


CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures failed to sustain previous session resilient mood to close 2.91% lower on Thursday, in line with the weaker performance of competing oil prices and marked its lowest level in over three months due to concerns that Malaysia, the second-largest palm oil producer, might witness a significant increase in stockpiles in September along with worries about reduced demand from key importers such as India and China. In the overnight competing oils market, crude oil prices extended previous session steep decline on Thursday, with the U.S. benchmark West Texas Intermediate (WTI) settled \$1.91, or 2.3%, lower at \$82.31 a barrel, due to apprehensions about fuel demand overshadowed OPEC+ resolution to preserve oil production cutbacks. In addition, the CBOT soy oil fell for a third straight session on Thursday, with December soy oil lost nearly 1.3% to settle at 55.28 cents per lb, following the spillover weakness in rival crude oil despite following the broader US agriculture rally. Therefore, palm oil futures are expected to trade on a cautious note today following weaker overnight rival oils and worries over mounting stockpiles in Malaysia due to weaker demand while a potential of short covering activities ahead of weekend could cushion the selling pressure.

Technical

Palm oil futures for the December contract opened lower and trended gradually lower in negative territory as profit booking activities emerged following the fall in the rival soy oil market along with signals that show reducing demand from key buyer, China and India. At the close, the December contract settled at 3,607 ringgit per tonne with losses of 108 points. Trading activities for the day can be depicted through the formation of a long black-bodied candlestick pattern with extended upper and bottom shadows, indicating that the bears took control of the trading session aggressively. Technical wise, MACD indicator turned to issue a selling signal while RSI is approaching to an oversold region. Therefore, palm oil futures are expected to trade with downward bias today on continued selling pressure taking cue from the stumble in overnight competing oils market and discouraging tropical oil export demand while downside could be limited by a potential of bargain buying activities after recent rout. Hence, the support and resistance for December futures contract can be found at 3,500 and 3,650 respectively.

KO3 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 07JUL2023-05OCT2023 Copyright© 2023 Bloomberg Finance L.P. 05-Oct-2023 19:01:41

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	Previous Week		Last Offer	3m Chg	6m Chg	
									High	Low				
OCT 23	3,566	-80	3,641	3,561	568	5,178	-42	-7.9 Mn	3,742	3,598	3,560	3,600	-4.8%	0.0%
NOV 23	3,577	-97	3,667	3,573	4,995	21,164	-411	-7.78 Mn	3,970	3,798				
DEC 23	3,607	-108	3,710	3,603	33,969	52,080	2,706	51.66 Mn	3,978	3,804				
JAN 24	3,649	-108	3,754	3,646	14,703	37,640	1,733	33.47 Mn	3,986	3,815				
FEB 24	3,689	-106	3,793	3,689	6,615	19,468	660	12.89 Mn	3,929	3,702				
MAR 24	3,714	-102	3,817	3,711	6,618	24,590	1,165	22.9 Mn	3,922	3,743				
APR 24	3,730	-92	3,821	3,718	3,374	17,565	610	12.04 Mn	3,922	3,746				
MAY 24	3,704	-103	3,811	3,703	3,780	22,669	-119	-2.33 Mn	4,010	3,860				
JUN 24	3,677	-106	3,786	3,677	1,975	9,583	460	8.95 Mn	3,993	3,846				
JUL 24	3,649	-100	3,760	3,649	3,013	9,550	696	13.44 Mn	3,947	3,817				
AUG 24	3,632	-98	3,730	3,631	658	2,574	134	2.58 Mn	3,931	3,782				
SEP 24	3,620	-96	3,728	3,620	1,540	4,587	442	8.47 Mn	3,907	3,770				
NOV 24	3,635	-66	3,720	3,609	1,080	3,760	438	8.43 Mn	3,795	3,659				
JAN 25	3,647	-66	3,712	3,656	43	46	19	.37 Mn	3,867	3,759				
MAR 25	3,647	-66				3	0	. Mn	3,877	3,810				
MAY 25	3,647	-66					0	. Mn						
JUL 25	3,647	-66					0	. Mn						
SEP 25	3,647	-66					0	. Mn						
NOV 25	3,647	-66					0	. Mn						
JAN 26	3,647	-66					0	. Mn						
MAR 26	3,647	-66					0	. Mn						
MAY 26	3,647	-66					0	. Mn						
JUL 26	3,647	-66					0	. Mn						
SEP 26	3,647	-66					0	. Mn						
Total					82,931	230,457	8,491							

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)

Commodity	Overnight close	+/-	Relative to FCPO				
			1d Chg (%)	3m Chg	6m Chg	3m Chg	6m Chg
CPO	3607	0	0.00%	-7.77%	-5.65%	-0.08	-0.06
Dalian Olein	#N/A	#N/A	#VALUE!	#VALUE!	#VALUE!	#VALUE!	#VALUE!
Soybean Oil	57.86	-1.59	-2.67%	-15.63%	4.78%	0.91	1.11
WTI Crude	82.31	-1.91	-2.27%	15.47%	6.10%	1.01	0.98
CRB Index (realtime)	274.63	-0.8019	-0.29%	4.85%	0.97%	1.25	1.12

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USD/MYR	4.7230	-0.10%	1.44%	7.50%
USD/IDR	15618.0	-0.10%	4.10%	4.70%

Source: Bloomberg

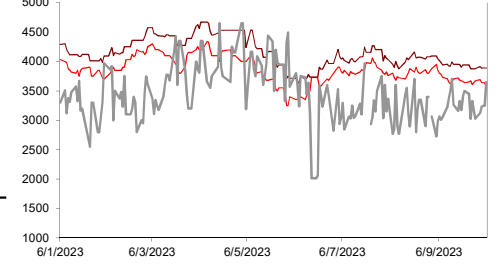
Overnight Lead

Chicago Board of Trade soybean futures saw a second straight session of gains on Thursday, lifted by bargain buying and rallies in corn and wheat but gains were capped by mediocre export demand, falling energy prices and signs of an ample U.S. crop now well into its harvest. - Reuters

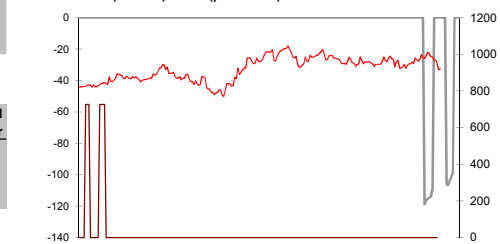
Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
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Refiner's Margin (RBDPL - Cash CPO)



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



3rd mth FCPO Volatility

