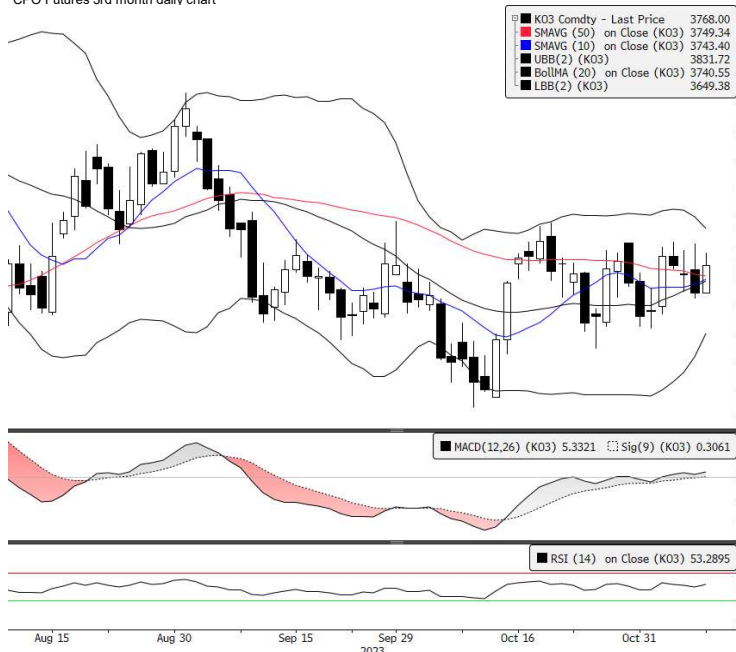


CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures rebounded from a three-day losing streak, finishing 1.29% higher on Wednesday, primarily fueled by strong demand from China, as the current price levels appeared attractive for Chinese buyers to bolster their reserves in anticipation of upcoming festivals and supported by the resurgence of soy oil prices while gains were capped by three-month low rival crude oil prices. Globally, crude oil prices continued its fall on Wednesday, with the U.S. benchmark West Texas Intermediate (WTI) lost \$2.04, or 2.6%, to \$75.33 a barrel, the lowest since mid-July weighed down by diminishing demand for crude oil in both the United States and China, while American Petroleum Institute (API) forecasted a substantial build of 12 million barrels in stockpiles, marking the most significant accumulation since February. Meanwhile, the CBOT soy oil rebounded and closed higher, with December soy oil settled 0.46 cent higher at close at 49.95 cents per pound, attributed to the official confirmation by the USDA revealed that China had executed its most substantial single-day U.S. soybean purchases since late July while weaker crude oil capped gains. Therefore, palm oil futures are expected to trade cautiously higher today tracking overnight surges in competing soy oil prices and a positive outlook for demand as China's proactive efforts to bolster its stock reserves in anticipation of the upcoming festive season while upside could be capped by the ongoing descent in rival crude oil prices and strengthening Malaysian Ringgit.

Technical

Palm oil futures for the January contract opened higher and trended gradually higher in positive territory as bargain buying activities emerged following the rebound in the competing soy oil market and buoyed by demand optimism as China started to reserve its stockpiles ahead of festive season. At the close, the January contract settled at 3,768 ringgit per tonne with gains of 48 points, forming a long white-bodied candlestick pattern with longer upper and shaven bottom shadows, indicating that the bulls took control of the trading session. Technical wise, MACD indicator issued a buy signal while RSI lingered at neutral position. Therefore, palm oil futures are expected to trade range bound with slight upward bias today on a potential of extended buying activities on anticipations of encouraging exports demand from top buyer China and stronger overnight competing soy oil's performance while gains could be limited by cautious sentiment ahead of MPOB supply and demand data due tomorrow. Therefore, the support and resistance for January futures contract can be eyed at 3,730 and 3,850 respectively.

KO3 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 09AUG2023-08NOV2023

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Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	Previous Week		Last Bid	Last Offer	3m Chg	6m Chg	
									High	Low					
NOV 23	3,642	39	3,663	3,641	147	2,015	-159	-3.09 Mn	3,680	3,552	Nov23	3,660	3,670	-1.5%	0.0%
DEC 23	3,707	39	3,728	3,672	2,451	14,409	-1,051	-20.77 Mn	3,970	3,798	Source: Reuters				
JAN 24	3,768	48	3,789	3,720	24,289	43,955	-1,518	-30.49 Mn	3,978	3,804					
FEB 24	3,802	47	3,821	3,758	6,022	28,986	690	13.99 Mn	3,986	3,815					
MAR 24	3,818	47	3,837	3,775	4,334	33,843	-264	-5.37 Mn	3,929	3,702					
APR 24	3,815	47	3,833	3,775	2,800	20,608	-443	-9.01 Mn	3,840	3,699					
MAY 24	3,799	52	3,812	3,757	3,104	23,827	709	14.36 Mn	3,818	3,684					
JUN 24	3,768	52	3,781	3,728	870	11,612	-298	-5.99 Mn	4,010	3,860					
JUL 24	3,742	52	3,760	3,705	1,130	13,041	30	.6 Mn	3,993	3,846					
AUG 24	3,725	52	3,736	3,702	380	4,759	-25	-.5 Mn	3,947	3,817					
SEP 24	3,713	52	3,721	3,685	610	8,469	122	2.41 Mn	3,931	3,782					
OCT 24	3,707	52	3,685	3,685	58	221	16	.32 Mn	3,907	3,770					
NOV 24	3,707	52	3,715	3,680	218	5,224	37	.73 Mn	3,735	3,624					
JAN 25	3,730	48	3,735	3,700	124	281	57	1.13 Mn	3,867	3,759					
MAR 25	3,730	48	-	-	-	3	0	. Mn	3,877	3,810					
MAY 25	3,730	48	-	-	-	-	0	. Mn	-	-					
JUL 25	3,730	48	-	-	-	-	0	. Mn	-	-					
SEP 25	3,730	48	-	-	-	-	0	. Mn	-	-					
NOV 25	3,730	48	-	-	-	-	0	. Mn	-	-					
JAN 26	3,730	48	-	-	-	-	0	. Mn	-	-					
MAR 26	3,730	48	-	-	-	-	0	. Mn	-	-					
MAY 26	3,730	48	-	-	-	-	0	. Mn	-	-					
JUL 26	3,730	48	-	-	-	-	0	. Mn	-	-					
SEP 26	3,730	48	-	-	-	-	0	. Mn	-	-					
Total					46,537	211,253	-2,097								

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	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	1,077,101	1,109,725	1,088,875	1,144,707	-1.08%	-3.06%	-6.02%	-
Full month	1,345,051	1,384,725	1,235,560	1,299,187	8.86%	6.58%	-8.78%	-

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	+	Relative to FCPO			
			1d Chg (%)	3m Chg	6m Chg	3m Chg
CPO	3768	0	0.00%	-0.08%	-1.02%	0.00
Dalian Olein	7356	-22	-0.30%	0.68%	4.46%	1.01
Soybean Oil	49.95	0.46	0.93%	-25.21%	-5.25%	0.75
WTI Crude	75.33	-2.04	-2.64%	-8.68%	4.99%	0.86
CRB Index (realtime)	273.38	-2.3405	-0.85%	-2.09%	3.55%	0.91

Source: Bloomberg

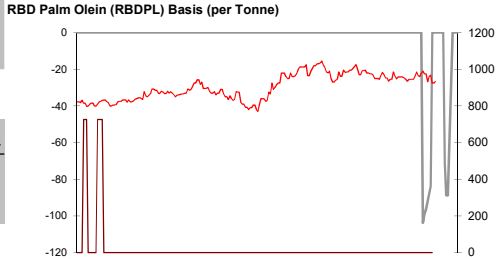
Currency	Last	1d Chg	3m Chg	6m Chg
USIDR	15650.0	0.09%	2.75%	6.29%

Source: Bloomberg

Overnight Lead

Chicago Board of Trade soybean futures settled higher on Wednesday as the market reacted to the U.S. Department of Agriculture confirming a Reuters report China booked its largest single-day U.S. soybean purchases since at least late July. - Reuters

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



3rd mth FCPO Volatility

30 Days 60 Days 90 Days
22.32% 22.07% 24.28%

