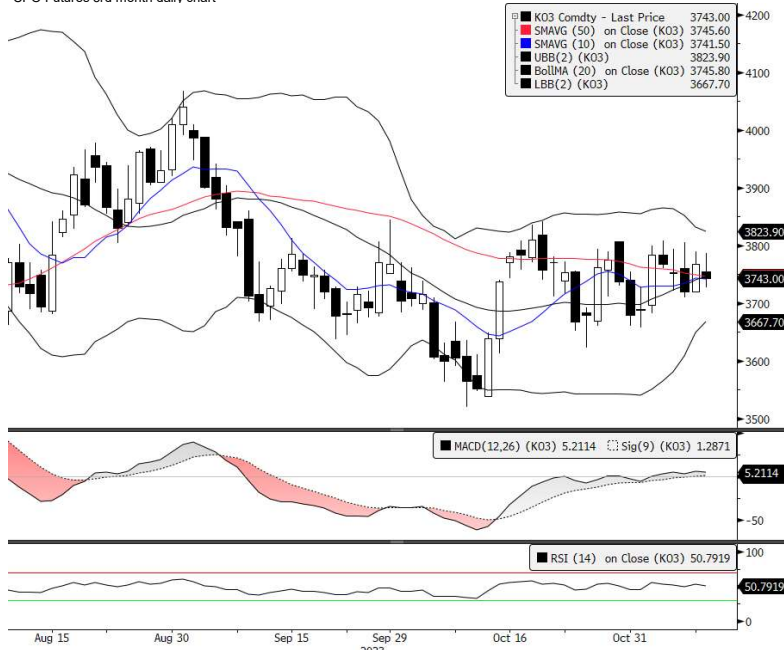


CPO Futures 3rd month daily chart



## Preview

### Fundamental

Malaysian palm oil futures dipped by 0.66% on Thursday, following the fall in China's edible oil market driven by reduced biofuel interest due to falling petroleum prices and China's economic challenges persisted, with consumer prices falling and factory-gate deflation in October while participants eagerly waited for upcoming domestic supply and demand data due Friday. Globally, crude oil prices rebounded from its lowest level since July, with the U.S. benchmark West Texas Intermediate (WTI) finished at \$75.74 a barrel up 41 cents or 0.54% a barrel, supported by technical buying activities after a recent sell-off triggered by concerns over demand and a diminishing war-risk premium amid hopes for strong demand for crude oil. In addition, the CBOT soy oil edged higher on Thursday, with December soy oil settled 0.50 cent higher to close at 50.45 cents per pound, following the rebound in its rival crude oil prices after recent steep decline.

### Technical

Palm oil futures for the January contract opened higher but trended gradually lower and ended in negative territory as profit booking activities emerged following the fall in the rival Dalian oil market along with cautious sentiment ahead of key MPOB domestic supply and demand data for further direction. At the close, the January contract settled at 3,743 ringgit per tonne with losses of 43 points. Trading activities for the day can be depicted through the formation of a short black-bodied candlestick pattern with longer upper and shorter bottom shadows, indicating that the bears took control of the trading session. 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 following steadier overnight competing oils market and weakening Malaysian Ringgit while upside could be limited by worries over mounting supply as analysts forecasted that upcoming MPOB data could show another hike in inventories. Hence, the support and resistance for January futures contract can be found at 3,690 and 3,815 respectively.

K03 Comdty (Generic 3rd 'K0' Future) DAILY REPORT CHART Daily 09AUG2023-09NOV2023

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg			
NOV 23	3,620	-22	3,660	3,633	147	1,521	-494	-9.46 Mn	3,680	3,552	Nov23	3,630	3,670	-2.1%	0.0%			
DEC 23	3,684	-23	3,726	3,673	1,706	13,928	-481	-9.38 Mn	3,970	3,798	Source: Reuters							
JAN 24	3,743	-25	3,787	3,727	22,152	45,181	1,226	24.28 Mn	3,978	3,804								
FEB 24	3,779	-23	3,817	3,761	7,527	29,343	357	7.14 Mn	3,986	3,815	<b>Spreads</b>	<b>Last</b>	<b>Bid</b>	<b>Offer</b>	<b>Vol</b>	<b>High</b>	<b>Low</b>	<b>Avg</b>
MAR 24	3,797	-21	3,831	3,778	3,253	33,929	86	1.73 Mn	3,929	3,702	Nov23-Dec23	-85	-75	-14	18	-15	-85	-45
APR 24	3,792	-23	3,825	3,776	1,747	20,631	23	.46 Mn	3,840	3,699	Nov23-Jan24	-136	-	-	29	-30	-135	-78
MAY 24	3,775	-24	3,807	3,761	1,414	24,135	308	6.15 Mn	3,818	3,684	Dec23-Jan24	-53	-61	-58	34	-13	-63	-34
JUN 24	3,744	-24	3,772	3,735	342	11,588	-24	-.48 Mn	4,010	3,860	Dec23-Feb24	-95	-97	-90	93	-27	-97	-60
JUL 24	3,720	-22	3,743	3,708	835	13,139	98	1.93 Mn	3,993	3,846	Jan24-Feb24	-25	-37	-36	271	-12	-44	-27
AUG 24	3,700	-25	3,722	3,690	350	4,813	54	1.06 Mn	3,947	3,817	Jan24-Mar24	-54	-55	-52	168	-17	-72	-42
SEP 24	3,687	-26	3,707	3,677	414	8,612	143	2.79 Mn	3,931	3,782	Source: Bloomberg							
OCT 24	3,681	-26	3,704	3,672	5	5,218	-6	-.12 Mn	3,735	3,624	<b>Refiner's Margin (RBDPO - Cash CPO)</b>							
NOV 24	3,681	-26	3,704	3,672	5	5,218	-6	-.12 Mn	3,735	3,624								
JAN 25	3,704	-26	3,704	3,672	5	5,218	-6	-.12 Mn	3,735	3,624								
MAR 25	3,704	-26	3,704	3,672	5	5,218	-6	-.12 Mn	3,735	3,624								
MAY 25	3,704	-26	3,704	3,672	5	5,218	-6	-.12 Mn	3,735	3,624								
JUL 25	3,704	-26	3,704	3,672	5	5,218	-6	-.12 Mn	3,735	3,624								
SEP 25	3,704	-26	3,704	3,672	5	5,218	-6	-.12 Mn	3,735	3,624								
NOV 25	3,704	-26	3,704	3,672	5	5,218	-6	-.12 Mn	3,735	3,624								
JAN 26	3,704	-26	3,704	3,672	5	5,218	-6	-.12 Mn	3,735	3,624								
MAR 26	3,704	-26	3,704	3,672	5	5,218	-6	-.12 Mn	3,735	3,624								
MAY 26	3,704	-26	3,704	3,672	5	5,218	-6	-.12 Mn	3,735	3,624								
JUL 26	3,704	-26	3,704	3,672	5	5,218	-6	-.12 Mn	3,735	3,624								
SEP 26	3,704	-26	3,704	3,672	5	5,218	-6	-.12 Mn	3,735	3,624								
<b>Total</b>						<b>39,895</b>	<b>212,522</b>	<b>1,269</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	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%	-
<b>Full month</b>	<b>1,345,051</b>	<b>1,384,725</b>	<b>1,235,560</b>	<b>1,299,187</b>	<b>8.86%</b>	<b>6.58%</b>	<b>-8.78%</b>	-

Source: Reuters

### Malaysian Palm Oil Board Statistic

	2021	2022	2023	2023	Oct Chg	KF's Expected
	September	July	August	September	(Mean)	October
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)

Commodity	Overnight close	+/-	Relative to FCPO				
			1d Chg (%)	3m Chg	6m Chg	3m Chg	6m Chg
CPO	3743	0	0.00%	0.40%	0.92%	0.00	0.01
Dalian Olein	7306	-50	-0.68%	-1.00%	4.22%	0.99	1.03
Soybean Oil	50.45	0.96	1.94%	-24.46%	-4.31%	0.75	0.95
WTI Crude	75.74	0.41	0.54%	-6.87%	6.93%	0.86	0.84
CRB Index (realtime)	273.38	-0.0024	0.00%	-3.07%	3.50%	0.93	1.06

Source: Bloomberg

### Currency

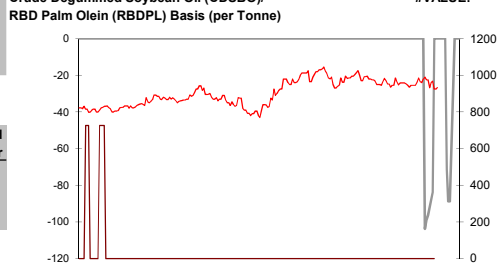
	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.7245	0.67%	2.68%	5.26%
USDIDR	15655.0	0.03%	3.03%	6.16%

Source: Bloomberg

### Overnight Lead

Chicago Board of Trade soybean futures dropped on Thursday after the U.S. Department of Agriculture's supply and demand estimates report forecast that the global soybean stocks by the end of this season will be the largest on record. - Reuters

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



### 3rd mth FCPO Volatility

