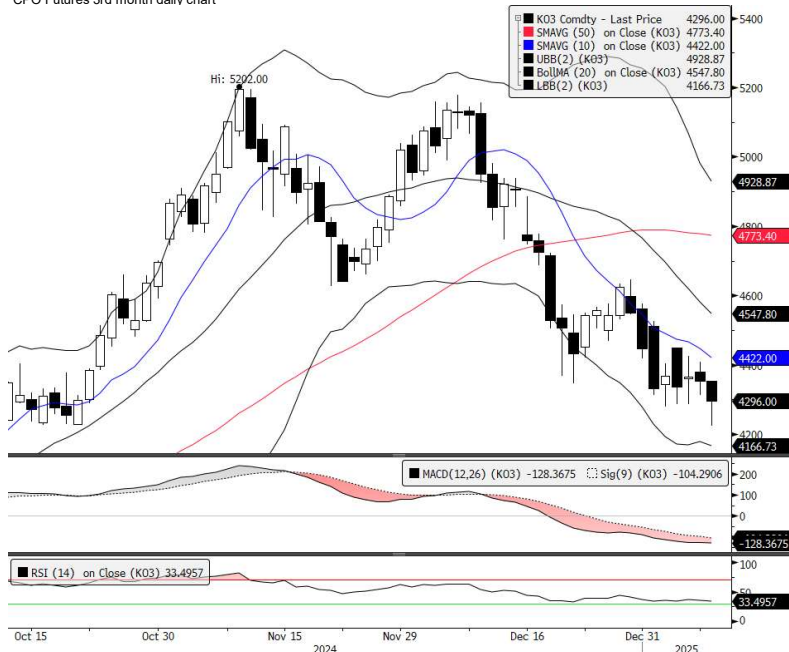


CPO Futures 3rd month daily chart



## Preview Fundamental

Malaysian palm oil futures fell for a second consecutive session on Thursday, closing 1.33% lower and reaching their lowest level since October pressured by weaker rival edible oil markets and subdued demand along with uncertainty persists as Indonesia considers tighter controls on used cooking oil exports, with the specifics yet to be clarified further dampened sentiment. Globally, crude oil prices rose on Thursday, with the U.S. benchmark West Texas Intermediate (WTI) settled up 60 cents, or 0.82%, to \$73.92 per barrel, supported by stronger demand for winter fuels amid freezing conditions across the United States and Europe. In addition, the CBOT soy oil prices surged on Thursday, with March soy oil rose 1.17 cents to settle at 42.76 cents per pound, driven by short covering activities ahead of U.S. Department of Agriculture supply-and-demand report set for release on Friday and soybean growth is being challenged by dry conditions in Southern Brazil and heavy rains in central regions pose risks of delays to early harvest operations. Thus, palm oil futures are expected to trade higher today buoyed by overnight strength in competing oils and expectations of bargain-buying after recent declines as attention is centred on today's Malaysian Palm Oil Board's December report, which is projected to reveal that stockpiles in Malaysia have dropped to their lowest level since July due to heavy rains and flooding that disrupted harvesting.

## Technical

Palm oil futures for the March contract opened gap down in the morning session and remained under pressure throughout the day, closing in negative territory pressured by weakness in rival edible oils during Asian trading hours, coupled with concerns over slowing export demand and uncertainty surrounding Indonesia's biodiesel mandate policy. At the close, the March contract settled at 4,296 ringgit per tonne with losses of 58 points, forming a long, black-bodied candlestick pattern with shorter upper and longer bottom shadows, indicating that bears controlled the trading session aggressively. Technical wise, MACD indicator issued a sell signal while RSI is approaching an oversold region. Nevertheless, palm oil futures are expected to trade higher today, bolstered by overnight strength in rival oils and expectations of declining stockpiles in Malaysia, which may support a price rebound but upside potential could be tempered by cautious market sentiment as participants await updates on Indonesia's B40 biodiesel mandate. Therefore, the support and resistance for the March futures contract can be eyed at 4,250 and 4,420 respectively.

KO3 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 11OCT2024-09JAN2025 Copyright© 2025 Bloomberg Finance L.P. 09-Jan-2025 18:57:32

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			
JAN 25	4,635	-76	4,698	4,605	335	2202	-242	-6.24 Mn	4,993	4,609	Jan25	4,640	4,700	6.0%	0.0%			
FEB 25	4,459	-45	4,493	4,385	5,072	19446	-1,428	-35.4 Mn	4,798	4,437	Source: Reuters							
MAR 25	4,296	-58	4,354	4,225	43,753	71132	-2,277	-54.39 Mn	4,646	4,280								
APR 25	4,187	-75	4,263	4,138	16,028	42785	200	4.66 Mn	4,484	4,165	<b>Spreads</b>	<b>Last</b>	<b>Bid</b>	<b>Offer</b>	<b>Vol</b>	<b>High</b>	<b>Low</b>	<b>Avg</b>
MAY 25	4,113	-89	4,199	4,082	16,979	27105	846	19.35 Mn	4,356	4,086	Jan25-Feb25	207	-	270	24	270	59	147
JUN 25	4,075	-93	4,164	4,054	5,731	15689	294	6.66 Mn	4,262	4,039	Jan25-Mar25	339	10	388	262	415	121	278
JUL 25	4,058	-94	4,149	4,041	5,232	16085	241	5.44 Mn	4,209	4,009	Feb25-Mar25	145	161	163	389	172	58	133
AUG 25	4,052	-97	4,147	4,038	4,205	7310	457	10.3 Mn	4,195	4,006	Feb25-Apr25	239	260	267	133	343	162	263
SEP 25	4,052	-98	4,149	4,034	5,409	12030	517	11.65 Mn	4,188	4,006	Mar25-Apr25	92	103	104	493	175	84	130
OCT 25	4,058	-100	4,144	4,037	1,029	3367	-144	-3.25 Mn	4,190	4,008	Mar25-May25	183	172	175	192	338	137	241
NOV 25	4,063	-98	4,091	4,042	1,634	5993	-78	-1.76 Mn	4,190	4,012	Source: Bloomberg							
DEC 25	4,072	-98	4,159	4,046	579	811	97	2.2 Mn	4,200	4,025	<b>Refiner's Margin (RBDPO - Cash CPO)</b>							
JAN 26	4,066	-98	4,150	4,058	198	1161	67	1.51 Mn	4,186	4,064								
MAR 26	4,067	-98	4,130	4,078	8	393	0	. Mn	4,172	4,080								
MAY 26	4,041	-98			2	45	0	. Mn	4,120	4,115								
JUL 26	4,001	-98			2	0	0	. Mn	-	-								
SEP 26	3,981	-98			0	0	0	. Mn	-	-								
NOV 26	3,981	-98			0	0	0	. Mn	-	-								
JAN 27	3,981	-98			0	0	0	. Mn	-	-								
MAR 27	3,981	-98			0	0	0	. Mn	-	-								
MAY 27	3,981	-98			0	0	0	. Mn	-	-								
JUL 27	3,981	-98			0	0	0	. Mn	-	-								
SEP 27	3,981	-98			0	0	0	. Mn	-	-								
NOV 27	3,981	-98			0	0	0	. Mn	-	-								
<b>Total</b>					<b>106,194</b>	<b>225,556</b>	<b>-1,450</b>											

Source: Bloomberg

Export Est Period	Dec-24		Nov-24		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS
1 - 10th days	423,567	446,014	419,094	429,455	1.07%	3.86%	9.45%	-24.59%
1 - 15th days	660,642	671,454	707,932	744,347	-6.68%	-9.79%	6.45%	81.97%
1 - 20th days	889,992	900,004	963,302	981,687	-7.61%	-8.32%	4.44%	7.47%
1 - 25th days	1,144,412	1,152,229	1,156,791	1,200,421	-1.07%	-4.01%	4.02%	8.91%
<b>Full month</b>	<b>1,381,837</b>	<b>1,359,504</b>	<b>1,417,436</b>	<b>1,473,761</b>	<b>-2.51%</b>	<b>-7.75%</b>	<b>2.07%</b>	<b>-1.41%</b>

Source: Reuters

Malaysian Palm Oil Board Statistic	2023	2024	2024	2024	Dec Chg	KF's Expected
	November	September	October	November	(Mean)	December
Production	1,788,870	1,821,933	1,797,348	1,621,294	-8.71%	1,480,080
Stocks	2,402,611	2,013,837	1,884,597	1,836,167	-2.15%	1,796,652
Export	1,406,462	1,542,805	1,732,448	1,487,212	-7.19%	1,380,327
Import	39,696	5,482	16,347	22,081	49.14%	

Source: Reuters

Commodity Futures (3rd month)	Relative to FCPO						
	Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	3m Chg	6m Chg
CPO	4296	0	0.00%	1.49%	9.65%	0.01	0.10
Dalian Olein	8506	-180	-2.07%	1.77%	12.51%	1.00	1.03
Soybean Oil	42.28	1.17	2.85%	-3.62%	-8.60%	0.95	0.83
WTI Crude	73.92	0.60	0.82%	-0.12%	-4.25%	1.02	0.96
CRB Index (realtime)	297.39	-1.8900	-0.63%	3.93%	2.56%	0.98	0.87

Source: Bloomberg

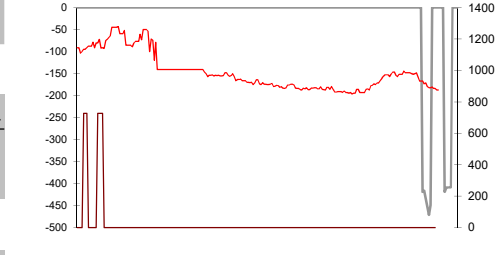
Currency	Last	1d Chg	3m Chg	6m Chg
	USD/MYR	4.4963	-0.15%	4.90%
USD/IDR	16210.0	-0.04%	3.44%	-0.15%

Source: Bloomberg

## Overnight Lead

Chicago Board of Trade soybean futures moved up on Thursday as traders squared positions ahead of a major U.S. Department of Agriculture supply-and-demand report due on Friday. - Reuters

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



3rd mth FCPO Volatility

