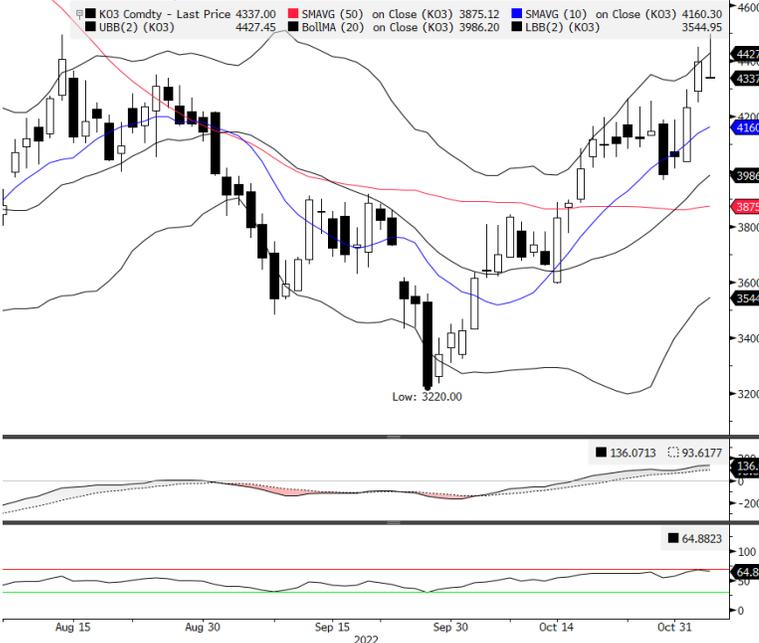


CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures failed to sustain previous session resilient mood to retreat 1.39% lower on Thursday, as earlier gains were reversed on a combination of profit booking activities, lack of demand at current lofty prices as high prices stoked demand concerns and worries of Indonesian stocks entering Malaysian shores. Globally, crude oil prices retreated on Thursday, with the U.S. benchmark West Texas Intermediate (WTI) fell \$1.83, or 2.0%, to settle at \$88.17 a barrel, dragged by worries of dropping Chinese demand as the government stands firm at its Covid-Zero policy and US rate hike pushed up the dollar, raising fears of a possible recession could crimp fuel demand. In addition, the CBOT soy oil edged lower, with December soy oil fell 0.32 cent to finish at 75.29 cents per lb, pressured by slowing US exports sales along with macroeconomic worries after Fed raise the interest rate. Thus, palm oil futures are expected to trade on a cautious note today tracking overnight losses in rival oils market and a potential of extended profit taking activities ahead of weekend and macroeconomic worries after Fed's warning that interest rates will rise more than previously anticipated could still weigh over the global market sentiment.

Technical

Palm oil futures for the January contract opened higher but trended gradually lower during afternoon session and ended in negative territory as profit booking activities emerged following the fall in the rival soy oil market along with global market sell down as participants were concerned about the impact of central bank tightening on economic growth. At the close, the January contract settled at 4,337 ringgit per tonne with losses of 61 points. Trading activities for the day can be depicted through the formation of a short black-bodied antenna candlestick pattern with higher upper and shorter bottom shadows, indicating that the bears managed to gain control from bulls. 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 downward bias today on continued selling pressure taking cue from stumbled in overnight competing oils market and discouraging tropical oil export demand as Chinese government stands firm in Covid-Zero policy. Hence, the support and resistance for January futures contract can be found at 4,110 and 4,440 respectively.

KO3 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 05AUG2022-03NOV2022 Copyrights 2022 Bloomberg Finance L.P. 03-Nov-2022 19:18:19

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD
NOV 22	4,153	-40	4,226	4,120	504	2,064	-488	-10.68 Mn
DEC 22	4,253	-71	4,409	4,251	2,388	17,046	-808	-18.11 Mn
JAN 23	4,337	-61	4,497	4,335	27,829	51,272	-362	-8.27 Mn
FEB 23	4,372	-52	4,520	4,363	12,040	23,768	1,175	27.07 Mn
MAR 23	4,355	-53	4,501	4,347	9,462	28,187	56	1.28 Mn
APR 23	4,317	-53	4,452	4,306	4,427	19,546	-189	-4.3 Mn
MAY 23	4,260	-48	4,398	4,251	3,060	21,201	131	2.94 Mn
JUN 23	4,210	-50	4,332	4,207	1,657	13,192	70	1.55 Mn
JUL 23	4,172	-53	4,287	4,165	1,422	9,828	106	2.33 Mn
AUG 23	4,148	-53	4,252	4,164	428	3,751	-17	-.37 Mn
SEP 23	4,130	-55	4,250	4,150	510	5,206	26	.57 Mn
OCT 23	4,124	-55	4,206	4,130	198	578	39	.85 Mn
NOV 23	4,089	-71	4,189	4,115	143	5,042	8	.17 Mn
JAN 24	4,050	-71	4,111	4,050	15	992	4	.09 Mn
MAR 24	3,937	-71	-	-	1	411	-1	-.02 Mn
MAY 24	3,887	-71	-	-	-	72	-	. Mn
JUL 24	3,887	-71	-	-	-	-	-	. Mn
SEP 24	3,887	-71	-	-	-	-	-	. Mn
NOV 24	3,887	-71	-	-	-	-	-	. Mn
JAN 25	3,887	-71	-	-	-	-	-	. Mn
MAR 25	3,887	-71	-	-	-	-	-	. Mn
MAY 25	3,887	-71	-	-	-	-	-	. Mn
JUL 25	3,887	-71	-	-	-	-	-	. Mn
SEP 25	3,887	-71	-	-	-	-	-	. Mn
<b>Total</b>					<b>64,084</b>	<b>202,156</b>	<b>-250</b>	

Source: Bloomberg

Export Est Period	Oct-22		Sep-22		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS
1 - 10th days	373,030	361,602	371,091	418,120	0.52%	-13.52%	-25.45%	-27.20%
1 - 15th days	594,282	640,119	583,446	646,070	1.86%	-9.92%	-17.87%	-9.13%
1 - 20th days	895,522	872,508	866,984	952,888	3.29%	-8.44%	-8.52%	-5.17%
1 - 25th days	1,146,132	1,146,113	1,075,389	1,152,612	6.58%	-0.56%	-4.60%	-4.95%
<b>Full month</b>	<b>1,474,554</b>	<b>1,477,713</b>	<b>1,319,792</b>	<b>1,400,145</b>	<b>11.73%</b>	<b>5.54%</b>	<b>-4.44%</b>	<b>0.07%</b>

Source: Reuters

Malaysian Palm Oil Board Statistic	2021	2022	2022	2022	Oct Chg (Mean)	KF's Expected Oct
	October	July	August	September		
Production	1,725,837	1,573,560	1,725,781	1,770,441	3.68%	1,835,650
Stocks	1,834,103	1,772,794	2,094,667	2,315,464	3.21%	2,389,851
Export	1,417,868	1,321,870	1,299,654	1,420,235	15.43%	1,639,399
Import	50,450	130,615	145,452	132,303	7.70%	142,491

Source: Reuters

Commodity Futures (3rd month)	Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	Relative to FCPO	
						3m Chg	6m Chg
CPO	4337	0	0.00%	13.50%	-38.95%	0.14	-0.39
Dalian Olein	8532	116	1.38%	9.95%	-25.18%	0.97	1.23
Soybean Oil	75.29	-0.32	-0.42%	14.01%	-13.54%	1.00	1.42
WTI Crude	88.17	-1.83	-2.03%	2.54%	-9.14%	0.98	1.33
CRB Index (realtime)	278.32	-2.3397	-0.83%	-1.03%	-11.44%	0.90	1.49

Source: Bloomberg

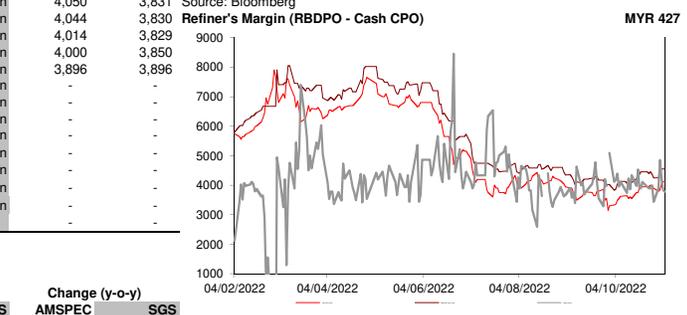
Currency	Last	1d Chg	3m Chg	6m Chg
USDIDR	15695.0	0.31%	4.93%	7.90%

Source: Bloomberg

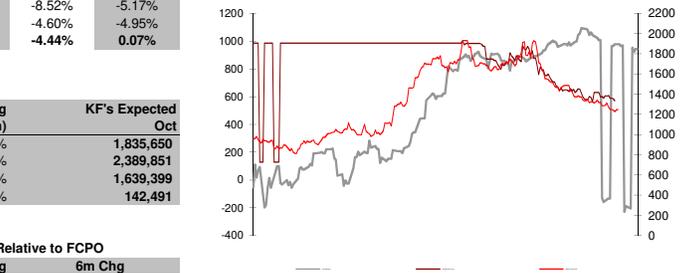
Overnight Lead

Chicago Board of Trade soybean futures ended lower on Thursday, pausing after a seven-session climb in the benchmark January 3 contract as lackluster U.S. export sales and macroeconomic worries weighed on prices, traders said. - Reuters

Previous Week	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
NOV22-Dec22	4,263	3,968	Source: Reuters				
NOV22-Jan23	4,290	4,004	<b>Spreads</b>	<b>Last</b>	<b>Bid</b>	<b>Offer</b>	<b>Vol</b>
NOV22-Jan23	4,285	4,000					
NOV22-Jan23	4,256	3,970					
NOV22-Jan23	4,233	3,926					
NOV22-Jan23	4,175	3,883					
NOV22-Jan23	4,150	3,850					
NOV22-Jan23	4,073	3,838					
NOV22-Jan23	4,050	3,831					
NOV22-Jan23	4,044	3,830					
NOV22-Jan23	4,014	3,829					
NOV22-Jan23	4,000	3,850					
NOV22-Jan23	3,896	3,896					



Crude Degummed Soybean Oil (CDSBO)/ RBD Palm Olein (RBDPO) Basis (per Tonne) USD 943.67



3rd mth FCPO Volatility 30 Days 60 Days 90 Days 51.20% 47.96% 56.09%