

CPO Futures 3rd month daily chart

■ K03 Comdty - Last Price 4758.00
■ SMAVG (50) on Close (K03) 4737.44
■ SMAVG (10) on Close (K03) 4988.20
■ UBB(2) (K03) 5194.26
■ BollMA (20) on Close (K03) 4906.35
■ LBB(2) (K03) 4618.44



Preview

Fundamental

Malaysian palm oil futures fell 1.20% on Monday, closed lower for a second consecutive session, pressured by a decline in rival soy oil prices amid weak export data from Malaysia, the world's second-largest producer while support came from a weaker ringgit, which improved the competitiveness of palm oil, and a strong recovery in rapeseed oil futures during Asian trading limited the downside. Globally, crude oil prices fell on Monday, with the U.S. benchmark West Texas Intermediate (WTI) down 0.8%, settled at \$70.71 a barrel, shedding 58 cents, marked a retreat from recent multi-week highs as weaker consumer spending in China, raised concerns over demand, while investor caution ahead of the U.S. Federal Reserve's impending interest rate decision further pressured prices. Additionally, the CBOT soy oil prices fell on Monday, with January soy oil fell 0.89 cents to end at 41.72 cents per pound, pressured by projections of a robust South American soybean crop and disappointing soy crush figures, which weighed on market sentiment. Thus, palm oil futures are expected to trade lower today influenced by weaker overnight performance in rival oil markets and concerns over declining Malaysian exports, which fell nearly 10% in the first half of December compared to the previous month but expectations of lower palm oil production in Malaysia could help limit the losses.

Technical

Palm oil futures for the February contract traded mixed in the early session before turning lower and settling in negative territory as prices faced pressure from declines in competing edible oils and mounting concerns over sluggish demand but losses were limited by a weaker ringgit and a bleak production outlook amid adverse weather conditions. At the close, the March contract settled at 4,758 ringgit per tonne with losses of 58 points, forming a black-bodied candlestick pattern with longer upper and shorter bottom shadows, reflecting early bullish momentum that was ultimately overpowered by bearish dominance. Technical wise, MACD indicator issued a sell signal while RSI lingered at a neutral region. Therefore, palm oil futures are expected to trade lower today, weighed by weaker overnight performance in rival oils and concerns over slowing export demand during the first half of December while ongoing worries about declining production and the potential for bargain-hunting following the recent price slump may help limit losses. Therefore, the support and resistance for the newly listed March futures contract can be eyed at 4,655 and 4,800 respectively.

K03 Comdty (Generic 3rd 'K0' Future) DAILY REPORT CHART Daily 17SEP2024-16DEC2024 Copyright© 2024 Bloomberg Finance L.P. 16-Dec-2024 19:23:02

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD
JAN 25	4,900	-94	5,039	4,892	2,990	14537	-245	-6.75 Mn
FEB 25	4,825	-81	4,968	4,817	31,128	52996	-6,511	-176.61 Mn
MAR 25	4,758	-58	4,887	4,747	45,047	86939	14,153	378.57 Mn
APR 25	4,644	-45	4,758	4,630	9,804	26933	1,942	50.7 Mn
MAY 25	4,524	-38	4,622	4,510	4,892	24309	342	8.7 Mn
JUN 25	4,418	-34	4,505	4,407	1,399	10463	383	9.51 Mn
JUL 25	4,331	-34	4,415	4,322	824	11236	17	.41 Mn
AUG 25	4,271	-37	4,348	4,260	640	6842	17	.41 Mn
SEP 25	4,235	-37	4,312	4,226	880	8641	8	.19 Mn
OCT 25	4,212	-37	4,275	4,209	442	2445	120	2.84 Mn
NOV 25	4,188	-37	4,269	4,198	422	3570	105	2.47 Mn
DEC 25	4,195	-37				0	0	. Mn
JAN 26	4,201	-37	4,265	4,234	102	953	-58	-1.37 Mn
MAR 26	4,188	-37			5	193	-2	-.05 Mn
MAY 26	4,162	-37				3	0	. Mn
JUL 26	4,122	-37				2	0	. Mn
SEP 26	4,102	-37				0	0	. Mn
NOV 26	4,102	-37				0	0	. Mn
JAN 27	4,102	-37				0	0	. Mn
MAR 27	4,102	-37				0	0	. Mn
MAY 27	4,102	-37				0	0	. Mn
JUL 27	4,102	-37				0	0	. Mn
SEP 27	4,102	-37				0	0	. Mn
NOV 27	4,102	-37				0	0	. Mn
Total					98,575	250,062	10,271	

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	-	-	963,302	981,687	-	-	-	-
1 - 25th days	-	-	1,156,791	1,200,421	-	-	-	-
Full month	-	-	1,417,436	1,473,761	-	-	-	-

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%	32,931

Source: Reuters

Commodity Futures (3rd month)

Commodity	Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	Relative to FCPO	
						3m Chg	6m Chg
CPO	4758	0	0.00%	27.36%	20.58%	0.27	0.21
Dalian Olein	9314	46	0.50%	20.55%	23.89%	0.95	1.03
Soybean Oil	41.72	-0.56	-1.32%	2.89%	-4.60%	0.81	0.79
WTI Crude	70.71	-0.58	-0.81%	2.93%	-7.34%	0.82	0.82
CRB Index (realtime)	293.22	-0.7400	-0.25%	5.91%	-0.28%	0.81	0.77

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USDIDR	16001.5	-0.05%	3.94%	-2.46%

Source: Bloomberg

Overnight Lead

Chicago Board of Trade soybean futures tipped down as expectations of a bumper South American crop and lower-than-expected soy crush numbers put pressure on prices. - Reuters

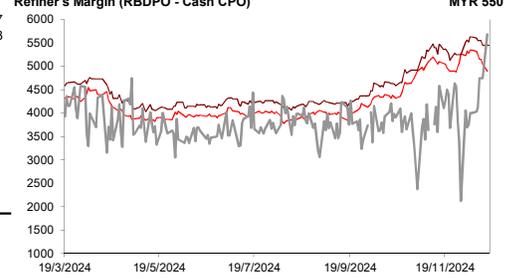
Kenanga Futures Sdn Bhd (353603-X)

Fax: (603) 2172 2729 Email: futures@kenanga.com.my

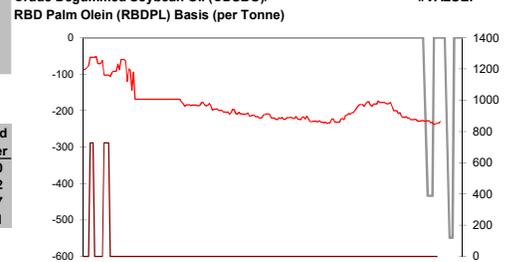
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Previous Week		Low Cash CPO (MYR/MT)		Last Bid		Last Offer		3m Chg		6m Chg	
5,255	4,872	Jan25	4,900	5,100	24.1%	0.0%					
5,158	4,762	Source: Reuters									
5,025	4,643										
4,859	4,523	Spreads		Last	Bid	Offer	Vol	High	Low	Avg	
4,701	4,417	Jan25-Feb25	98	85	86	270	156	19	79		
4,565	4,322	Jan25-Mar25	142	152	288	205	318	102	184		
4,461	4,245	Feb25-Mar25	90	75	76	2,892	169	58	105		
4,387	4,189	Feb25-Apr25	217	185	190	109	343	161	226		
4,332	4,147	Mar25-Apr25	127	111	112	859	175	79	121		
4,288	4,140	Mar25-May25	234	220	231	585	338	155	242		

Refiner's Margin (RBDPO - Cash CPO)



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



3rd mth FCPO Volatility

30 Days 60 Days 90 Days
32.17% 31.10% 27.36%

