



Preview Fundamental

Malaysian palm oil futures recovered from the previous session's losses and rose 0.08% on Friday but held near three-month lows after recording their third consecutive weekly decline as bargain buying after a recent selloff emerged on strong export data while the weakness in competing rival oils, softer sunflower oil prices and concerns over rising supply capped gains. Globally, crude oil prices recovered from previous session losses and ended higher on Friday but closed the week lower with the U.S. benchmark West Texas Intermediate (WTI) futures rose 40 cents, or 0.5%, to \$90.03 a barrel, buoyed by supply tightness concerns as U.S. oil rig counts fell and stemming from Russia's fuel export sanction while demand woes from higher future rate hikes capped gains. In addition, the CBOT soy oil rose, with December soy oil settled 1.22 cent higher at 59.62 cents per lb, supported by bargain buying activities after recent rout and anticipations of supply disruptions as shippers continue to monitor low water levels on Midwestern rivers that can limit the amount of supplies being loaded onto barges while weak export demand and seasonal pressure from the expanding

7724.50 Midwest harvest capped gains. Nevertheless, palm oil futures are expected to open on

3681.00 a steady note today following overnight gains in competing oils market and anticipations of recovering export demand from major buyer while upside could be limited on expectations of stronger tropical oil output and higher stock level.

TechnicalPalm oil futures for the December contract swung between gains and losses before closed marginally higher as bargain buying activities emerged supported by the improving tropical oil export estimates and weakening Ringgit. At the close, the December contract settled at 3,681 ringgit per tonne with gains of 3 points, forming a short black-bodied candlestick pattern with short upper and long bottom shadows, indicating an indecisive of market direction but bulls managed to take 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 open on a higher note on a potential of extending buying activities following overnight gains in competing oils and expectations of encouraging export data while rising stockpiles and anticipations of higher tropical oil productions might cap gains. Thus, the support and resistance for the December futures contract can be eyed at 3,640 and 3,740 respectively.

			2023															
		DAILY REPORT CHART Dai	ly 22JUN2023-25SI	EP2023	Copyright® 2023	Bloomberg Finance	L.P. 25-S	ep-2023 08:41:48										
Source: Bloc	omberg							O/I chg	Prev	rious Week								
Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	High	Low	Cash CPO (MY	(R/MT)	L	ast Bid	L	ast Offer	3m Chg	6m Chg
OCT 23	3,647	-1	3,665	3,610	859	7,573	-434	-8.45 Mn	3,747	3,610	Oct23			3,650		3,680	-1.3%	0.0%
NOV 23	3,659	4	3,679	3,621	5,037	30,724	-781	-15.25 Mn	3,970	3,798	Source: Reuter	s						
DEC 23	3,681	3	3,702	3,644	27,773	48,384	-157	-3.08 Mn	3,978	3,804							30 Day	
JAN 24	3,715	1	3,735	3,684	11,644	30,976	1,088	21.57 Mn	3,986	3,815	Spreads	Last	Bid	Offer	Vol	High	Low	Avg
FEB 24	3,741	-9	3,764	3,720	5,291	16,846	271	5.41 Mn	3,929	3,702	Oct23-Nov23	-12	-18	-12	516	-4	-83	-35
MAR 24	3,766	-1	3,781	3,741	4,723	22,037	92	1.85 Mn	3,892	3,726	Oct23-Dec23	-34	-72	-19	191	-14	-135	-63
APR 24	3,763	-8	3,783	3,747	2,419	13,381	-372	-7.47 Mn	3,895	3,729	Nov23-Dec23	-22	-20	-19	2,955	-5	-59	-29
MAY 24	3,752	-11	3,775	3,738	3,110	21,030	-15	3 Mn	4,010	3,860	Nov23-Jan24	-56	-55	-49	378	-20	-112	-59
JUN 24	3,739	2	3,750	3,719	709	7,728	32	.64 Mn	3,993	3,846	Dec23-Jan24	-34	-32	-31	4,590	-12	-55	-30
JUL 24	3,706	-8	3,711	3,689	983	8,188	132	2.61 Mn	3,947	3,817	Dec23-Feb24	-60	-64	-62	1,143	-26	-102	-55
AUG 24	3,686	1	3,677	3,669	155	1,975	49	.96 Mn	3,931	3,782	Source: Bloom	berg						
SEP 24	3,668	2	3,669	3,655	191	3,380	-14	27 Mn	3,907	3,770	Refiner's Marg	jin (RBD	PO - Cas	sh CPO)				MYR 290
NOV 24	3,660		3,665	3,646	34	2,724	15	.29 Mn	3,795	3,639	5000							1
JAN 25	3,663	3				16	0	. Mn	3,867	3,759								
MAR 25	3,663	3				3	0	. Mn	3,877	3,810	4500		_^~_	$\mathcal{L} \cup \mathcal{L}$	1 4 /			
MAY 25	3,663	3				-	0	. Mn	-	-	1000	~ ~~~	~~~	$(\mathcal{A}_{\mathcal{A}}}}}}}}}}$	isti I	٨	MZ ~	_
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0

Mn Mn

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Source:	Bloomberg

3,663

3,663

3.663 3.663

JAN 26

MAR 26

MAY 26

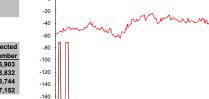
JUL 26

SEP 26

Export Est	Sep-23		Aug-2	3	Change ((m-o-m)	Change (y-o-y)		
Period	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	П	
1 - 10th days	305,594	350,823	383,795	395,145	-20.38%	-11.22%	-17.65%	-	
1 - 15th days	574,936	580,893	633,585	658,475	-9.26%	-11.78%	-1.46%	-	
1 - 20th days	821,408	847,890	806,655	827,975	1.83%	2.41%	-5.26%	-	
1 - 25th days		-	945,155	974,235	-	-	-	-	
Full month		-	1,171,998	1,201,488	-	-	-	-	
Source: Reuters									

62.928

214.965



26/2/2023

Crude Degummed Sovbean Oil (CDSBO)/

RBD Palm Olein (RBDPL) Basis (per Tonne)

26/4/2023

26/6/2023

26/8/2023

#VALUE!

1200

1000

800

600

400

200

32.49%

27.85%

15/7/2023

15/5/2023

2500

2000

1500 26/12/2022

-180

30 20

15/9/2022

Malaysian Palm Oil Board Statistic	2021	2022	2023	2023	Sep Chg	KF's Expected	
	August	June	July	August	(Mean)	September	
Production	1,725,781	1,447,795	1,610,052	1,753,472	7.61%	1,886,903	
Stocks	2,094,667	1,720,567	1,731,512	2,124,963	12.18%	2,383,832	
Export	1,299,654	1,171,741	1,353,925	1,221,814	-4.75%	1,163,744	
Import	145,452	135,271	103,837	110,621	14.94%	127,152	

Commodity Futures (3rd m	nonth)					Relative to FCPO			
Overnight clos	+/-	1d Chg (%)	3m Chg	6m Chg	3m Chg	6m Chg			
CPO	3681	3	0.08%	3.34%	0.46%	0.03	0.00		
Dalian Olein	7216	-40	-0.55%	2.30%	3.56%	0.99	1.03		
Soybean Oil	60.85	1.20	2.01%	5.02%	14.23%	1.02	1.14		
WTI Crude	90.03	0.40	0.45%	30.03%	31.64%	0.95	0.97		
CRB Index (realtime)	285.99	0.0645	0.02%	8.74%	10.64%	1.26	1.31		
Source : Bloombei									
Currency			Last	1d Chg		3m Chg	6m	Chg	
USDMYR			4.6845	-0.10%		0.29%	6.	05%	
USDIDR			15392.0	0.11%		2.35%	1.	40%	



15/11/2022 15/1/2023

15/3/2023

Source : Bloomberg

Soybean futures on the Chicago Board of Trade closed higher on Friday in a light technical rebound from six-week lows, but weak export demand and seasonal pressure from the expanding Midwest harvest capped rallies. - Reuters

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