

Futures Crude Palm Oil

| Contract | Settlement | Change | Previous | % Change | Open | High | Low | Volume | O.Interest |
|--------------|------------|--------|----------|----------|-------|-------|-------|---------------|----------------|
| Jan-14 | 2,502 | (30) | 2,532 | (1.18) | 2,513 | 2,535 | 2,502 | 1,019 | 6,111 |
| Feb-14 | 2,533 | (28) | 2,561 | (1.09) | 2,537 | 2,565 | 2,527 | 8,391 | 33,001 |
| Mar-14 | 2,552 | (24) | 2,576 | (0.93) | 2,554 | 2,583 | 2,545 | 18,581 | 38,516 |
| Apr-14 | 2,560 | (21) | 2,581 | (0.81) | 2,560 | 2,588 | 2,555 | 4,346 | 10,734 |
| May-14 | 2,557 | (21) | 2,578 | (0.81) | 2,558 | 2,588 | 2,552 | 3,235 | 15,229 |
| Jun-14 | 2,553 | (21) | 2,574 | (0.82) | 2,559 | 2,582 | 2,556 | 1,096 | 956 |
| Jul-14 | 2,548 | (21) | 2,569 | (0.82) | 2,556 | 2,575 | 2,549 | 961 | 8,832 |
| Sep-14 | 2,534 | (21) | 2,555 | (0.82) | 2,543 | 2,566 | 2,538 | 382 | 6,389 |
| Nov-14 | 2,533 | (21) | 2,554 | (0.82) | 2,537 | 2,545 | 2,525 | 103 | 21,937 |
| Jan-15 | 2,539 | (21) | 2,560 | (0.82) | - | - | - | 0 | 3,767 |
| Mar-15 | 2,551 | (21) | 2,572 | (0.82) | - | - | - | 0 | 1,065 |
| May-15 | 2,553 | (21) | 2,574 | (0.82) | - | - | - | 2 | 7,905 |
| Jul-15 | 2,548 | (21) | 2,569 | (0.82) | - | - | - | 0 | 1,763 |
| Sep-15 | 2,551 | (21) | 2,572 | (0.82) | - | - | - | 0 | 213 |
| Nov-15 | 2,551 | (21) | 2,572 | (0.82) | - | - | - | 0 | 42 |
| Total | | | | | | | | 38,116 | 156,460 |

| Commodities | Close | Change | % Change |
|-------------------|----------|--------|----------|
| Soybeans | 1,313.75 | 1.00 | 0.08 |
| Soybean Oil | 39.38 | 0.10 | 0.25 |
| Nymex Crude Oil | 97.80 | (0.19) | (0.19) |
| Dalian Palm Olein | 6,088 | 13 | 0.20 |

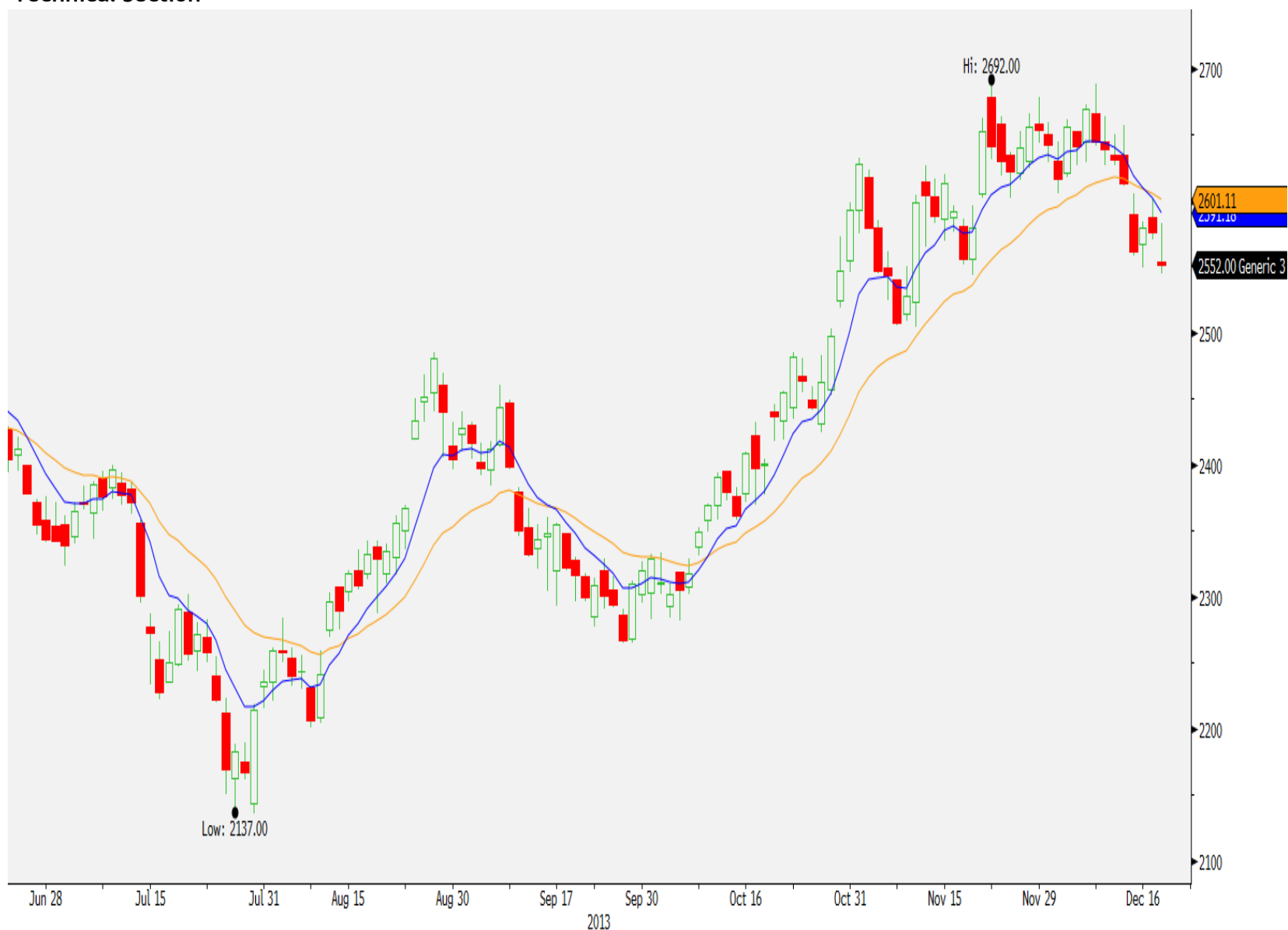
| Export/Production Figures | | | |
|---------------------------|----------------|---------------|-------------|
| Source | Exports | Production | Inventories |
| MPOB (Oct 2013) | 1.61m(+5.2%) | 1.91m(+10.2%) | 1.78m(7%) |
| ITS (Nov) | 640k(-14%) | | |
| SGS (Dec 1-15) | 644.5k(-12.2%) | | |

| Other Major Markets | Last | Change | % Change |
|---------------------|------|--------|----------|
| USD/MYR | 3.27 | 0.0090 | (0.28) |

| Spread Analysis | Last | Volume |
|-----------------|------|--------|
| Mar14-Apr14 | (8) | 2,385 |

| | |
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| <p><u>Palm Oil</u></p> <p>Palm oil fell to the lowest in more than a month due to the weakness in soybean oil which may affect the exports demand for palm oil from Malaysia.</p> <p>Contract for March delivery dropped 1% to RM2550 per metric ton, its lowest close since Nov 11. Volume was recorded at 18,581 lots traded.</p> <p>Refined palm oil for May delivery gained 0.2% to close at 6088 yuan a ton on Dalian Commodity Exchange.</p> <p><u>Soybean Oil</u></p> <p>US grains market continue sliding with wheat dropping 5th day in a row to 18-month low. Corn and soybean also were weak.</p> <p>Soybean futures fell 1.6% on Wednesday on a wave of technical selling after early strength failed to push prices above last week's highs.</p> <p>As at 10.16am, CBOT soyoil last traded at 39.48 cents per pound.</p> | <p>HEADLINES</p> <p>Palm retreats to 1-month low as exports demand seen weakened</p> <p>Fed to commence QE Taper in Jan 2014 by lowering its asset purchase from USD 85b per month to USD 75b per month.</p> <p>Informa Economics Inc: cuts US 2014 Soybean crop forecast, raises corn</p> <p>Grainews: Soy off on technical sales</p> <hr/> <p>Economic Release of the Week</p> <p>19/12 Soy oil net export sales</p> |
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Technical Section



K03 Comdty (Generic 3rd 'KO' Future) Zoe Daily 22JUN2013-19DEC2013

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Technical Outlook



CPO March futures price opened down on weaker soybean oil sentiments, inching up slightly in the morning session. Rallying in the afternoon opening to reach day's high at RM 2,583, price quickly retreated sharply down on fresh selling and long liquidations to settle at RM 2,552, testing the support at RM 2,550 level. Total overall volume traded was 38,116 lots.

The market continues to display bearish tendencies and a violation of the current support may cause a downward spiral in price where the next support is pegged at RM 2,530. Nearest resistance is seen at RM 2,570. However stronger buying support could surface nearer to psychological price at RM 2,500. Intermittent minor support is expected as a normal feature in the downward trend.

Market view: Technically inspired trading. Potentially lower. Bears expected to dominate on minor bounce.

| Indicators | |
|-----------------|-------|
| SMA 5 Days | 2,577 |
| SMA 10 Days | 2,611 |
| SMA 20 Days | 2,626 |
| RSI | 42.67 |
| Upper Bollinger | 2,691 |
| Lower Bollinger | 2,561 |
| Pivot Values | |
| 3rd Resistance | 2,636 |
| 2nd Resistance | 2,598 |
| 1st Resistance | 2,575 |
| Last Price | 2,552 |
| 1st Support | 2,537 |
| 2nd Support | 2,522 |
| 3rd Support | 2,484 |

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