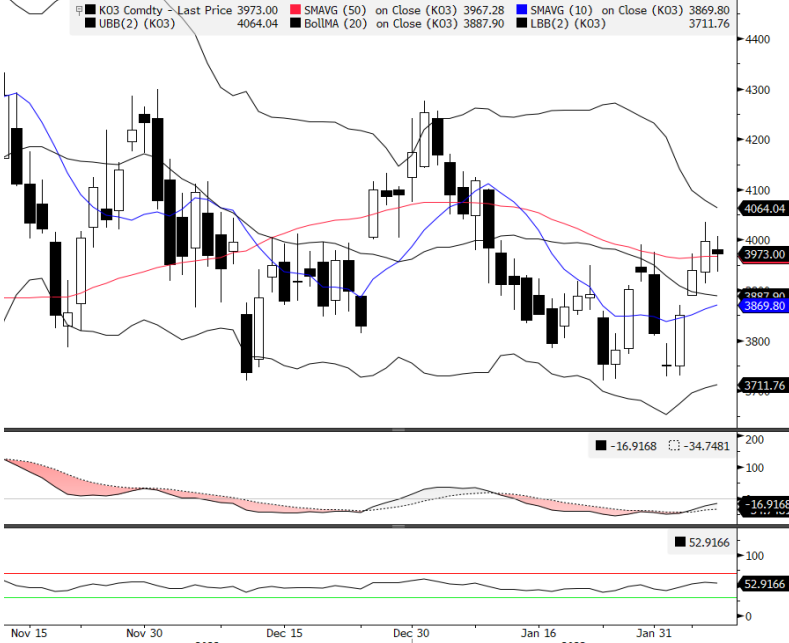


CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures failed to extend its four days winning streak and fell 0.60% from one-month high on Thursday, pressured by profit taking activities ahead of key monthly MPOB report on reserves, production and exports and tracking the fall in competing soy oil due to anticipation of higher stockpiles. Globally, crude oil prices retreated from previous session on Thursday, with the U.S. benchmark West Texas Intermediate (WTI) settled at \$78.06 a barrel, down 41 cents, or 0.5%, as the impact of Turkish earthquake eases after oil infrastructure appeared to have escaped serious damage from it along with lingering worries over U.S. Fed rate hike. In addition, the CBOT soy oil edged lower on Thursday, with March soy oil was down 1.54 cent at 59.04 cents per lb, pressured by anticipation of demand will switch to South America as the harvest have expanded. Therefore, palm oil futures are expected to trade lower today following overnight weaker performance in rival oils and a potential of extended profit taking activities ahead of key MPOB data due today while downside could be limited by Indonesia's move to freeze some export quotas ahead of the Ramadan festival will help local palm oil to find some support at lower price levels.

Technical

Palm oil futures for the April contract opened lower and stuck in negative territory for the trading session as profit booking activities emerged following the fall in the rival soy oil market during Asian trading hour along with position squaring activities ahead of key MPOB data. At the close, the April contract settled at 3,973 ringgit per tonne with losses of 24 points. Trading activities for the day can be depicted through the formation of a short black-bodied candlestick pattern with shorter upper and longer bottom shadows, indicating that the bears took control of the trading session. Technical wise, MACD indicator issued a buy signal while RSI lingered at a neutral region. Nevertheless, palm oil futures are expected to trade with downward bias today on continued selling pressure took cue from stumbled in overnight competing oils market and cautious sentiment ahead of key MPOB data that due today. Hence, the support and resistance for April futures contract can be found at 3,850 and 4,050 respectively.

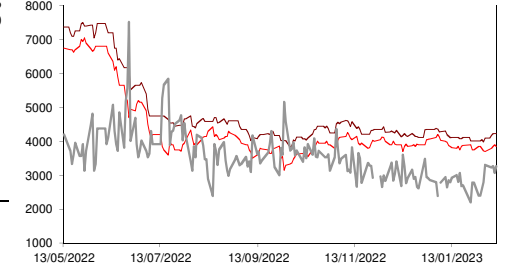
Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	O/I chg
FEB 23	3,832	12	3,861	3,806	154	326	-282	-6.25 Mn	3,955
MAR 23	3,948	-29	3,980	3,919	5,152	14,542	-2,443	-55.76 Mn	3,988
APR 23	3,973	-24	4,007	3,937	27,391	42,445	-1,463	-33.6 Mn	3,991
MAY 23	3,976	-24	4,009	3,940	12,792	34,365	-273	-6.27 Mn	3,990
JUN 23	3,969	-16	3,994	3,930	6,551	13,331	-132	-3.03 Mn	3,979
JUL 23	3,945	-16	3,973	3,914	5,640	17,256	241	5.5 Mn	3,962
AUG 23	3,920	-16	3,949	3,893	3,165	8,040	62	1.4 Mn	3,940
SEP 23	3,899	-16	3,925	3,877	3,059	10,259	132	2.98 Mn	3,920
OCT 23	3,880	-16	3,906	3,861	1,415	3,396	99	2.22 Mn	3,881
NOV 23	3,870	-16	3,897	3,853	2,181	7,214	66	1.48 Mn	3,867
DEC 23	3,857	-16	3,887	3,836	998	1,464	-26	-0.58 Mn	3,869
JAN 24	3,849	-16	3,882	3,858	834	2,594	-35	-0.78 Mn	3,863
MAR 24	3,849	-16	3,878	3,853	183	1,313	116	2.58 Mn	3,836
MAY 24	3,854	-16	-	-	-	86	0	. Mn	3,715
JUL 24	3,854	-16	-	-	-	1	0	. Mn	-
SEP 24	3,854	-16	-	-	-	-	0	. Mn	-
NOV 24	3,854	-16	-	-	-	-	0	. Mn	-
JAN 25	3,854	-16	-	-	-	-	0	. Mn	-
MAR 25	3,854	-16	-	-	-	-	0	. Mn	-
MAY 25	3,854	-16	-	-	-	-	0	. Mn	-
JUL 25	3,854	-16	-	-	-	-	0	. Mn	-
SEP 25	3,854	-16	-	-	-	-	0	. Mn	-
NOV 25	3,854	-16	-	-	-	-	0	. Mn	-
JAN 26	3,854	-16	-	-	-	-	0	. Mn	-
<b>Total</b>					<b>69,515</b>	<b>156,632</b>	<b>-3,938</b>		

Previous Week

Contract	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
Feb23	3,955	3,620	3,955	3,850	3,950	-7.7%	0.0%
Mar23	3,988	3,717	3,988	3,850	3,950	-7.7%	0.0%
Apr23	3,991	3,728	3,991	3,850	3,950	-7.7%	0.0%
May23	3,990	3,739	3,990	3,850	3,950	-7.7%	0.0%
Jun23	3,979	3,743	3,979	3,850	3,950	-7.7%	0.0%
Jul23	3,962	3,742	3,962	3,850	3,950	-7.7%	0.0%
Aug23	3,940	3,730	3,940	3,850	3,950	-7.7%	0.0%
Sep23	3,920	3,715	3,920	3,850	3,950	-7.7%	0.0%
Oct23	3,881	3,699	3,881	3,850	3,950	-7.7%	0.0%
Nov23	3,867	3,690	3,867	3,850	3,950	-7.7%	0.0%
Dec23	3,869	3,701	3,869	3,850	3,950	-7.7%	0.0%
Jan24	3,863	3,693	3,863	3,850	3,950	-7.7%	0.0%
Mar24	3,836	3,695	3,836	3,850	3,950	-7.7%	0.0%
May24	3,715	3,710	3,715	3,850	3,950	-7.7%	0.0%

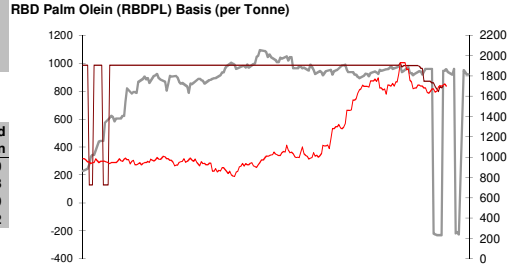
Spreads	Last	Bid	Offer	Vol	High	Low	Avg
Feb23-Mar23	-108	-	-55	32	8	-150	-34
Feb23-Apr23	-121	-	-88	30	38	-175	-31
Mar23-Apr23	-13	-26	-25	120	29	-26	-4
Mar23-May23	-20	-30	-27	14	62	-32	0
Apr23-May23	-3	-5	-4	394	34	-17	3
Apr23-Jun23	4	6	8	31	73	-21	18

Refiner's Margin (RBDPO - Cash CPO) MYR 384



Export Est Period	Jan-23		Dec-22		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS
1 - 10th days	235,529	262,201	480,404	473,086	-50.97%	-44.58%	-26.15%	-19.47%
1 - 15th days	401,749	453,771	631,401	634,618	-36.37%	-28.50%	-18.49%	-0.55%
1 - 20th days	566,561	654,888	921,811	923,642	-38.54%	-29.10%	-10.57%	4.61%
1 - 25th days	823,376	876,193	1,226,966	1,224,122	-32.89%	-28.42%	-0.68%	3.38%
<b>Full month</b>	<b>1,066,287</b>	<b>1,113,292</b>	<b>1,456,986</b>	<b>1,512,468</b>	<b>-26.82%</b>	<b>-26.39%</b>	<b>-3.54%</b>	<b>-2.41%</b>

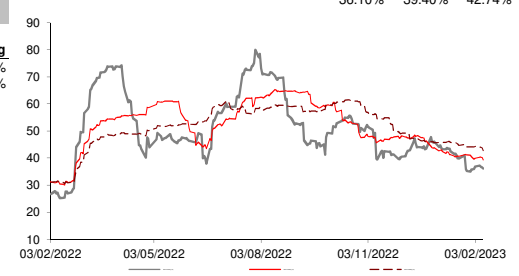
Crude Degummed Soybean Oil (CDSBO)/RBD Palm Olein (RBDPO) Basis (per Tonne) USD 921.17



Malaysian Palm Oil Board Statistic	2021		2022		2022		2022		Jan Chg (Mean)	KF's Expected Jan
	January	October	November	December	January	February	March			
Production	1,126,629	1,813,591	1,680,743	1,618,853	-8.16%	-	-	1,486,710		
Stocks	1,324,963	2,403,719	2,288,473	2,194,809	-8.46%	-	-	2,009,038		
Export	947,395	1,503,779	1,517,731	1,468,448	3.60%	-	-	1,521,349		
Import	165,198	66,349	47,047	47,114	10.73%	-	-	52,172		

Commodity Futures (3rd month)	Overnight close	+/-	Relative to FCPO				
			1d Chg (%)	3m Chg	6m Chg	3m Chg	6m Chg
CPO	3973	0	0.00%	-4.91%	-3.36%	-0.05	-0.03
Dalian Olein	8020	6	0.07%	-2.81%	-3.28%	1.02	1.00
Soybean Oil	59.04	-1.54	-2.54%	-22.41%	-16.33%	0.82	0.87
WTI Crude	78.06	-0.41	-0.52%	-6.74%	-10.65%	0.97	1.00
CRB Index (realtime)	270.48	-0.4546	-0.17%	-3.32%	-4.94%	0.98	0.92

3rd mth FCPO Volatility



Overnight Lead

Chicago Board of Trade soybean futures eased on Thursday on expectations that overseas demand will shift to Brazil as farmers there expand harvest. - Reuters