

CPO Futures 3rd month daily chart

■ K03 Comdty - Last Price 3923.00 ■ SMAVG (50) on Close (K03) 3961.46 ■ SMAVG (10) on Close (K03) 3901.80  
■ UBB(2) (K03) 4011.86 ■ BollMA (20) on Close (K03) 3875.50 ■ LBB(2) (K03) 3739.14



**Preview**

**Fundamental**

Malaysian palm oil futures recorded third consecutive session of losses to finish 0.20% lower on Monday, dragged down by negative sentiment on concerns over bulk tropical oil inventories that rise higher than expected and tracking the lower competing edible oils that turned weaker during Asian trading hour despite stronger exports data by cargo surveyors. Globally, crude oil prices extended its bullish run on Monday, with the U.S. benchmark West Texas Intermediate (WTI) settled rose 42 cents, or 0.5%, to \$80.14 per barrel, supported by Russia's plan to reduce production while worries over demand and ahead of U.S. inflation data this week capped gains. Meanwhile, the CBOT soy oil back pedaled off previous session gains to end lower, with March soy oil fell 0.40 cent to finish at 60.14 cents per pound on oil/meal spreading activities despite soy bean and soymeal gains on speculative purchases amid production uncertainties in South America due to drought. Thus, palm oil futures are expected to trade on a cautious note today tracking mixed overnight rival oils market and participants were waiting for February 1-15 days exports data due tomorrow for clearer direction as well as relieving concerns about supply shortage as Indonesia's plans to reduce palm oil exports are unlikely to create a shortage to the world's key palm oil importer, India.

**Technical**

Palm oil futures for the April contract opened lower in the morning trading session and swung between gains and losses thereafter to close marginally lower on extended selling activities following the weaker rival soy oil market during Asian trading hours and worries over tropical oil abundant supplies. At the close, the April contract settled at 3,923 ringgit per tonne with losses of 8 points. Trading activities for the day can be depicted through the formation of a black-bodied candlestick pattern with shaven 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 range bound with downward bias today on continued selling pressure took cue from mixed overnight competing oils market and lacking of fresh buying catalyst. Hence, the support and resistance for April futures contract can be found at 3,830 and 3,980 respectively.

K03 Comdty (Generic 3rd 'K0' Future) DAILY REPORT CHART Daily 15NOV2022-13FEB2023 Copyright © 2023 Bloomberg Finance L.P. 13-Feb-2023 19:14:00

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD
FEB 23	3,850	44	3,910	3,810	68	153	-132	-2.92 Mn
MAR 23	3,885	-15	3,941	3,854	2,508	11,274	-2,081	-46.39 Mn
APR 23	3,923	-8	3,966	3,882	20,714	40,199	-2,548	-57.36 Mn
MAY 23	3,926	-6	3,968	3,887	10,188	35,972	244	5.5 Mn
JUN 23	3,911	-8	3,949	3,875	2,617	14,661	-94	-2.11 Mn
JUL 23	3,887	-1	3,920	3,856	1,752	17,709	108	2.41 Mn
AUG 23	3,862	-1	3,892	3,834	1,068	7,851	-108	-2.39 Mn
SEP 23	3,844	-1	3,877	3,820	923	10,590	247	5.45 Mn
OCT 23	3,825	-1	3,865	3,809	158	3,543	-11	-24 Mn
NOV 23	3,838	-1	3,850	3,807	199	7,367	-21	-46 Mn
DEC 23	3,827	-1	3,844	3,829	43	1,527	3	.07 Mn
JAN 24	3,819	-1	3,829	3,794	98	2,649	9	.2 Mn
MAR 24	3,814	-1	3,820	3,794	78	1,388	41	.9 Mn
MAY 24	3,819	-1	-	-	-	86	0	. Mn
JUL 24	3,819	-1	-	-	-	1	0	. Mn
SEP 24	3,819	-1	-	-	-	-	0	. Mn
NOV 24	3,819	-1	-	-	-	-	0	. Mn
JAN 25	3,819	-1	-	-	-	-	0	. Mn
MAR 25	3,819	-1	-	-	-	-	0	. Mn
MAY 25	3,819	-1	-	-	-	-	0	. Mn
JUL 25	3,819	-1	-	-	-	-	0	. Mn
SEP 25	3,819	-1	-	-	-	-	0	. Mn
NOV 25	3,819	-1	-	-	-	-	0	. Mn
JAN 26	3,819	-1	-	-	-	-	0	. Mn
<b>Total</b>					<b>40,414</b>	<b>154,970</b>	<b>-4,343</b>	

Source: Bloomberg

Export Est Period	Feb-23		Jan-23		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS
1 - 10th days	312,092	323,280	235,529	262,201	32.51%	23.29%	-2.63%	6.20%
1 - 15th days	-	-	401,749	453,771	-	-	-	-
1 - 20th days	-	-	566,561	654,888	-	-	-	-
1 - 25th days	-	-	823,376	876,193	-	-	-	-
<b>Full month</b>	-	-	<b>1,066,287</b>	<b>1,113,292</b>	-	-	-	-

Source: Reuters

**Malaysian Palm Oil Board Statistic**

	2021		2022		2023		Feb Chg (Mean)	KF's Expected Feb
	February	November	December	January	February			
Production	1,137,448	1,680,743	1,618,853	1,380,410	-12.07%	1,213,766		
Stocks	1,518,293	2,288,473	2,194,809	2,268,198	-2.61%	2,209,084		
Export	1,097,857	1,517,731	1,468,448	1,135,498	-14.88%	966,556		
Import	149,833	47,047	47,114	144,937	140.07%	347,954		

Source: Reuters

**Commodity Futures (3rd month)**

Commodity	Overnight close	+/-	Relative to FCPO			
			1d Chg (%)	3m Chg	6m Chg	3m Chg Relative to FCPO
CPO	3923	0	0.00%	-4.60%	-10.98%	-0.05
Dalian Olein	7884	-14	-0.18%	-6.63%	-8.26%	0.98
Soybean Oil	60.14	-0.40	-0.66%	-21.16%	-16.44%	0.83
WTI Crude	80.14	0.42	0.53%	-4.05%	-8.71%	0.97
CRB Index (realtime)	272.79	0.1203	0.04%	-3.32%	-7.05%	1.01

Source: Bloomberg

Currency	Last	Relative to FCPO		
		1d Chg	3m Chg	6m Chg
USDMYR	4.3565	-0.08%	-5.12%	-2.20%
USDIDR	15204.5	0.47%	-2.49%	2.66%

Source: Bloomberg

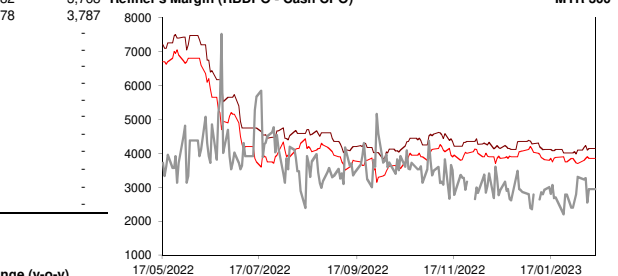
**Overnight Lead**

Chicago Board of Trade soybean futures rose on Monday as soymeal futures hit their highest in almost nine years, lifted by speculative buying and uncertainty about crop prospects in Argentina despite recent rains, traders said. Reuters

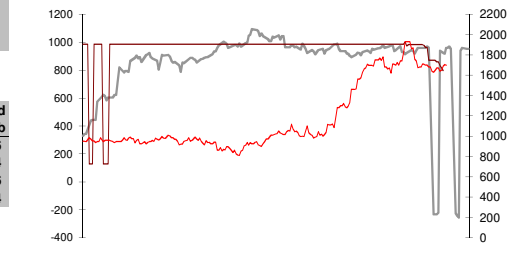
**Previous Week**

High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
3,900	3,783	3,850	3,850	3,900	-9.0%	0.0%

**Refiner's Margin (RBDPO - Cash CPO)**



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



**3rd mth FCPO Volatility**

