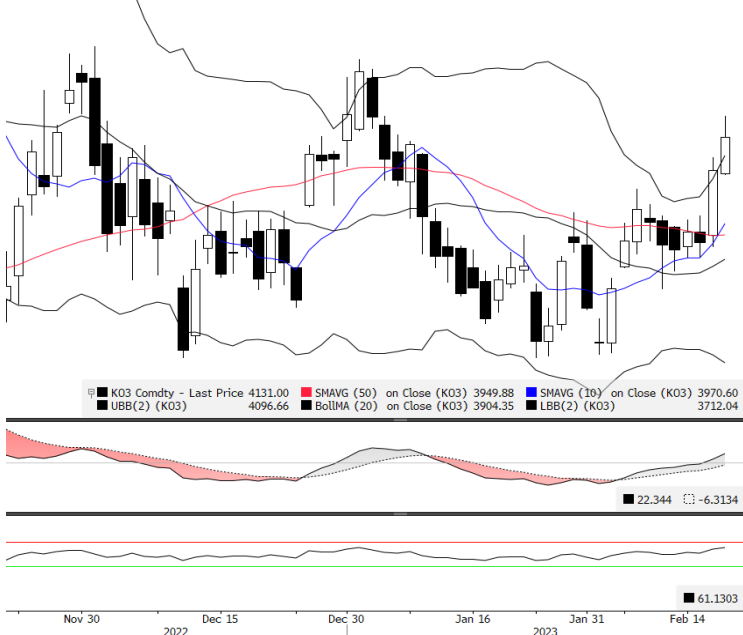


CPO Futures 3rd month daily chart



KO3 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 21NOV2022-17FEB2023 Copyright© 2023 Bloomberg Finance L.P. 17-Feb-2023 20:05:30

Preview

Fundamental

Malaysian palm oil futures climbed to a more than six-week high and closed 1.52% higher on Friday, tracking its stronger rival Dalian palm oil performance and lifted by the weakness in Malaysian Ringgit which makes local palm oil cheaper to foreign buyers along with anticipation of robust demand from Middle East ahead of Ramadhan festival. Globally, crude oil ends lower Friday, falling for the fourth straight day, the longest losing streak since Dec. 9 with U.S. benchmark West Texas Intermediate (WTI) US crude settled down US\$2.15, or 2.7%, to US\$76.34, falling 4.2% from last Friday's settlement, as tough talk from central bankers renews worries over an economic slowdown and got nervous about mounting signs of ample crude and fuel supply. In addition, the CBOT soy oil prices slipped, halting three consecutive session of gains, with March soy oil finished 0.39 cent lower and settled at 61.51 cents per pound as participants locked in profit ahead of extended U.S. holiday weekend in conjunction with President's Day along with weaker crude oil prices while participants awaiting for U.S. Department of Agriculture's annual Outlook Forum this week for direction. Therefore, palm oil futures are expected to trade on a cautious note today on a potential of profit bookings after recent rallies and tracking overnight losses in competing edible oils coupled with discouraging tropical oil exports in the first half of February might further pressure prices.

Technical

Palm oil futures for the May contract opened higher and trended sharply higher in positive territory as buying activities continued following the rally in the competing soy oil market during Asian trading hour along with reducing supply ahead of Ramadhan festival. At the close, the May contract settled at 4,131 ringgit per tonne with gains of 62 points. Trading activities for the day can be depicted through the formation of a long white-bodied candlestick pattern with longer upper and shorter bottom shadows, indicating that the bulls took control of the trading session aggressively. Technical wise, MACD indicator issued a buy signal while RSI lingered at neutral position. However, palm oil futures are expected to trade range bound with downward bias today following overnight rival oils decline and slower tropical oil exports demand while softer Ringgit and anticipations of improving tropical oil demand ahead of Muslim festival might cushion the selling pressure. Thus, the May futures contract support and resistance are pegged at 4,050 and 4,200 respectively.

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
MAR 23	4,095	65	4,122	4,055	1,083	5,471	-1,260	-29.15 Mn	4,122	3,854	Mar23	4,030	4,060	1.9%	0.0%
APR 23	4,128	64	4,164	4,060	9,167	33,569	-1,748	-40.76 Mn	4,164	3,882	Source: Reuters				
MAY 23	4,131	62	4,170	4,061	28,924	46,387	1,813	42.31 Mn	4,170	3,887					
JUN 23	4,109	56	4,153	4,050	7,171	18,661	956	22.19 Mn	4,153	3,875					
JUL 23	4,083	52	4,127	4,038	5,353	18,961	260	6. Mn	4,127	3,856	Mar23-Apr23	-33	-48	-36	560
AUG 23	4,054	49	4,097	4,017	2,974	8,217	227	5.2 Mn	4,097	3,834	Mar23-May23	-36	-60	52	291
SEP 23	4,032	49	4,074	3,994	3,318	11,185	114	2.6 Mn	4,074	3,820	Apr23-May23	-3	-5	-4	6,113
OCT 23	4,021	49	4,062	3,956	1,703	3,384	-37	-8.4 Mn	4,062	3,809	Apr23-Jun23	19	12	15	696
NOV 23	4,014	49	4,056	3,977	1,443	7,631	231	5.24 Mn	4,056	3,807	May23-Jun23	22	18	19	2,782
DEC 23	4,003	49	4,045	3,950	544	1,661	59	1.33 Mn	4,045	3,821	May23-Jul23	48	44	49	1,551
JAN 24	4,004	49	4,040	3,978	457	2,866	-23	-5.2 Mn	4,040	3,794	Source: Bloomberg				
FEB 24	4,003	49	4,007	3,993	133	281	53	1.2 Mn	4,007	3,896	Refiner's Margin (RBDPO - Cash CPO)				
MAR 24	4,001	49	4,019	3,976	216	1,568	8	.18 Mn	4,019	3,794					
MAY 24	3,990	33	4,000	3,980	8	94	8	.18 Mn	4,000	3,980					
JUL 24	3,990	33	-	-	-	1	0	. Mn	-	-					
SEP 24	3,990	33	-	-	-	-	0	. Mn	-	-					
NOV 24	3,990	33	-	-	-	-	0	. Mn	-	-					
JAN 25	3,990	33	-	-	-	-	0	. Mn	-	-					
MAR 25	3,990	33	-	-	-	-	0	. Mn	-	-					
MAY 25	3,990	33	-	-	-	-	0	. Mn	-	-					
JUL 25	3,990	33	-	-	-	-	0	. Mn	-	-					
SEP 25	3,990	33	-	-	-	-	0	. Mn	-	-					
NOV 25	3,990	33	-	-	-	-	0	. Mn	-	-					
JAN 26	3,990	33	-	-	-	-	0	. Mn	-	-					
Total					62,494	159,937	661								

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	437,327	449,703	401,749	453,771	8.86%	-0.90%	-12.00%	-11.42%
1 - 20th days	-	-	566,561	654,888	-	-	-	-
1 - 25th days	-	-	823,376	876,193	-	-	-	-
Full month	-	-	1,066,287	1,113,292	-	-	-	-

Source: Reuters

Malaysian Palm Oil Board Statistic

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

Source: Reuters

Commodity Futures (3rd month)

Commodity	Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	Relative to FCPO	
						3m Chg	6m Chg
CPO	4131	62	1.52%	7.30%	-1.48%	0.07	-0.01
Dalian Olein	8118	208	2.63%	2.29%	-2.62%	0.95	0.99
Soybean Oil	61.51	0.27	0.44%	-14.72%	-8.75%	0.79	0.93
WTI Crude	76.34	-2.15	-2.74%	-3.96%	-12.70%	0.90	1.03
CRB Index (realtime)	267.57	-2.6786	-0.99%	-3.19%	-8.38%	0.90	0.89

Source: Bloomberg

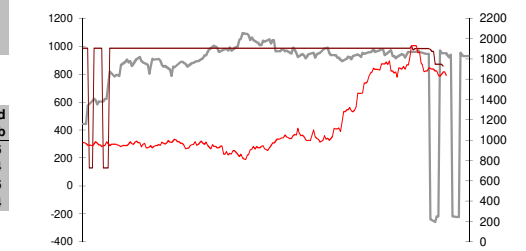
Currency	Last	1d Chg	3m Chg	6m Chg
USDIDR	15210.0	0.34%	-3.22%	2.65%

Source: Bloomberg

Overnight Lead

Chicago Board of Trade soybean futures inched higher on Friday on light positioning ahead of a three-day U.S. holiday weekend while traders awaited more information on South American crop prospects. - Reuters

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



3rd mth FCPO Volatility

