

CPO Futures 3rd month daily chart

■ K03 Comdty - Last Price 4167.00 ■ SMAVG (50) on Close (K03) 3954.18 ■ SMAVG (10) on Close (K03) 4002.20  
■ UBB(2) (K03) 4139.76 ■ BollMA (20) on Close (K03) 3922.95 ■ LBB(2) (K03) 3706.14



**Preview  
Fundamental**

Malaysian palm oil futures extended its winning streak to third consecutive session on Monday, rose 0.87% underpinned by spillover strength from its rival edible oils market during Asian trading hours along with worries over supply squeeze after Indonesia reduced its export quota and anticipation of a lower-than-expected production in both top growers, Indonesia and Malaysia. Globally, crude oil reverse course and finish higher on Monday, halting its four-consecutive session of losses, with U.S. benchmark West Texas Intermediate (WTI) US crude gained US\$0.85 cents, or 1.1%, to settle at US\$77.19, propelled by optimism over Chinese demand, continued production curbs by major producers and Russia's plans to rein in supply. Meanwhile, the Chicago Board of Trade was closed for a public holiday in conjunction with President's day while focus turned to U.S. Department of Agriculture's annual Outlook Forum this week that could provide some market direction. However, palm oil futures are expected to trade on a supportive tone today on continuous buying interest tracking rebound in crude oil prices and encouraging second half of February tropical oil exports data coupled with anticipations of tropical oil supply tightness concerns.

**Technical**

Palm oil futures for the May contract opened steadier and trended gradually higher as buying activities continued following the rally in the competing Dalian Exchange edible oil market and worries over possible supply tightness as Indonesian government will reduce its export quota until the end of Ramadhan festival. At the close, the May contract settled at 4,167 ringgit per tonne with gains of 36 points. Trading activities for the day can be depicted through the formation of a short white-bodied candlestick pattern with longer upper and shorter bottom shadows, indicating that the bulls took 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 trade range bound with upward bias today following overnight crude oil gain coupled with strong soy oil prices during Asian hours and better tropical oil exports data by cargo surveyor, AmSpec while weakening Ringgit might further support the market. Hence, the May futures contract support and resistance can be found at 4,100 and 4,250 respectively.

K03 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 21NOV2022-20FEB2023 Copyright© 2023 Bloomberg Finance LP. 20-Feb-2023 19:39:55

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	O/I chg
MAR 23	4,121	26	4,150	4,099	1,443	4,678	-793	-18.43 Mn	4,122
APR 23	4,162	34	4,196	4,133	8,008	32,244	-1,325	-31.1 Mn	4,164
MAY 23	4,167	36	4,202	4,137	20,612	45,907	-480	-11.28 Mn	4,170
JUN 23	4,148	39	4,180	4,125	4,755	18,502	-159	-3.72 Mn	4,153
JUL 23	4,120	37	4,150	4,096	3,607	19,168	207	4.81 Mn	4,127
AUG 23	4,086	32	4,117	4,070	3,400	8,552	335	7.72 Mn	4,097
SEP 23	4,059	27	4,092	4,050	3,481	11,673	488	11.17 Mn	4,074
OCT 23	4,038	17	4,075	4,036	1,972	3,723	339	7.72 Mn	4,062
NOV 23	4,024	10	4,062	4,021	1,667	7,836	205	4.65 Mn	4,056
DEC 23	4,013	10	4,046	4,020	681	1,713	52	1.18 Mn	4,045
JAN 24	4,014	10	4,039	4,013	409	2,868	2	.05 Mn	4,040
FEB 24	4,013	10	4,027	4,010	58	285	4	.09 Mn	4,007
MAR 24	4,011	10	4,036	4,003	462	1,761	193	4.37 Mn	4,019
MAY 24	4,000	10	-	-	-	94	0	. Mn	4,000
JUL 24	4,000	10	-	-	-	1	0	. Mn	-
SEP 24	4,000	10	-	-	-	-	0	. Mn	-
NOV 24	4,000	10	-	-	-	-	0	. Mn	-
JAN 25	4,000	10	-	-	-	-	0	. Mn	-
MAR 25	4,000	10	-	-	-	-	0	. Mn	-
MAY 25	4,000	10	-	-	-	-	0	. Mn	-
JUL 25	4,000	10	-	-	-	-	0	. Mn	-
SEP 25	4,000	10	-	-	-	-	0	. Mn	-
NOV 25	4,000	10	-	-	-	-	0	. Mn	-
JAN 26	4,000	10	-	-	-	-	0	. Mn	-
<b>Total</b>					<b>50,555</b>	<b>159,005</b>	<b>-932</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	437,327	449,703	401,749	453,771	8.86%	-0.90%	-12.00%	-11.42%
1 - 20th days	723,482	-	566,561	654,888	27.70%	-	-11.59%	-
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	January		
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)	Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	Relative to FCPO	
						3m Chg	6m Chg
CPO	4167	0	0.00%	8.09%	1.81%	0.08	0.02
Dalian Olein	8192	74	0.91%	3.99%	-1.73%	0.96	0.97
Soybean Oil	61.51	0.27	0.44%	-14.72%	-8.75%	0.79	0.90
WTI Crude	76.34	-2.15	-2.74%	-4.24%	-12.70%	0.89	1.00
CRB Index (realtime)	267.57	-2.6786	-0.99%	-3.19%	-8.38%	0.89	0.86

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USDIDR	15159.0	-0.34%	-3.20%	2.14%

Source: Bloomberg

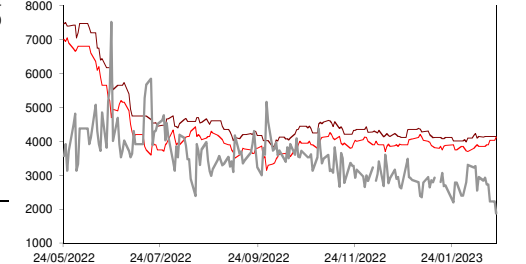
**Overnight Lead**

The Chicago Board of Trade was closed for a public holiday. - Reuters

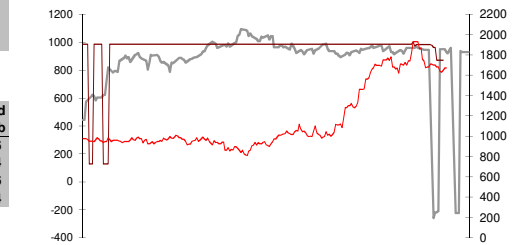
**Previous Week**

Contract	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
Mar23	4,122	3,854	Source: Reuters	4,120	4,170	5.1%	0.0%
Apr23	4,164	3,882	Source: Reuters	-	-	-	-
May23	4,170	3,887	Source: Reuters	-	-	-	-
Jun23	4,153	3,875	Source: Reuters	-	-	-	-
Jul23	4,127	3,856	Source: Reuters	-	-	-	-
Aug23	4,097	3,834	Source: Reuters	-	-	-	-
Sep23	4,074	3,820	Source: Reuters	-	-	-	-
Oct23	4,062	3,809	Source: Reuters	-	-	-	-
Nov23	4,056	3,807	Source: Reuters	-	-	-	-
Dec23	4,045	3,821	Source: Reuters	-	-	-	-
Jan24	4,040	3,794	Source: Reuters	-	-	-	-
Feb24	4,007	3,896	Source: Reuters	-	-	-	-
Mar24	4,019	3,794	Source: Reuters	-	-	-	-
Apr24	4,000	3,980	Source: Reuters	-	-	-	-

**Refiner's Margin (RBDPO - Cash CPO) MYR 26**



**Crude Degummed Soybean Oil (CDSBO)/RBD Palm Olein (RBDPL) Basis (per Tonne) USD 928.67**



**3rd mth FCPO Volatility**

