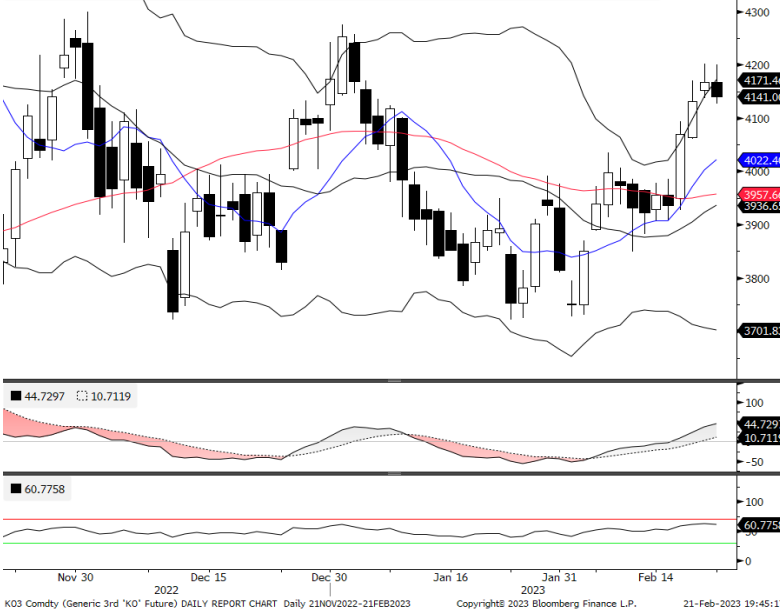


CPO Futures 3rd month daily chart

■ K03 Comdty - Last Price 4141.00 ■ SMAVG (50) on Close (K03) 3957.66 ■ SMAVG (10) on Close (K03) 4022.40
■ UBB(2) (K03) 4171.46 ■ BollMA (20) on Close (K03) 3936.65 ■ LBB(2) (K03) 3701.83



K03 Comdty (Generic 3rd 'K0' Future) DAILY REPORT CHART Daily 21NOV2022-21FEB2023 Copyright© 2023 Bloomberg Finance L.P. 21-Feb-2023 19:45:17

Preview

Fundamental

Malaysian palm oil futures put an end to its three days winning streak and ended 0.63% lower on Tuesday, retreated from the highest level since early January pressured by profit taking activities after recent rallies following the retrace in rival edible oils while weakness in Malaysian Ringgit and limited supply from top grower, Indonesia limited the downside. Globally, crude oil prices fell on Tuesday, with the U.S. benchmark West Texas Intermediate (WTI) for March, which expired on Tuesday, fell 18 cents, or 0.2%, to \$76.16 a barrel, the second-month contract slipped 19 cents, or 0.2%, at \$76.27, on profit taking activities and lingering concerns about global economic growth as recent U.S. economic data raised the risk of interest rates remaining higher and weighed over crude supply curb. Meanwhile, the CBOT soy oil scaled higher, with March soy oil ended up 1.26 cents at 62.77 cents per pound after touching 63.01 cents, its highest since Jan. 20, lifted by worries over production prospect hit by unfavorable weather in South American crop region. Therefore, palm oil futures are expected to trade on a cautious note today following mixed overnight rival oil performance and a potential of extended profit taking activities after recent rallies while downside could be limited by weakening Malaysian Ringgit along with anticipation of lower production by top growers Indonesia and Malaysia.

Technical

Palm oil futures for the May contract opened lower and retreated between gains and losses thereafter and closed slightly lower in negative territory as profit booking activities emerged following the fall in the rival soy oil market during Asian trading hours while worries over slower production from top growers limited the downside. At the close, the May contract settled at 4,141 ringgit per tonne with losses of 26 points. Trading activities for the day can be depicted through the formation of a short black-bodied candlestick pattern with longer upper and shorter 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. Therefore, palm oil futures are expected to trade range bound with downward bias today following mixed performance in overnight competing oil market and key buyer, India could slow down their buying on a surge of inventories while expectation of lesser production in top growers' region could be limit the downside. Hence, the support and resistance for May futures contract can be found at 4,050 and 4,200 respectively.

Strategy

Traders may short with a stop on or above 4,200.

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD
MAR 23	4,097	-24	4,150	4,080	977	3,907	-771	-17.79 Mn
APR 23	4,135	-27	4,193	4,121	4,997	31,622	-622	-14.48 Mn
MAY 23	4,141	-26	4,200	4,127	19,330	47,208	1,301	30.34 Mn
JUN 23	4,122	-26	4,181	4,111	5,201	19,853	1,351	31.36 Mn
JUL 23	4,091	-29	4,152	4,085	3,227	19,085	-83	-1.91 Mn
AUG 23	4,063	-23	4,115	4,055	2,140	8,851	299	6.84 Mn
SEP 23	4,033	-26	4,088	4,029	2,359	10,984	-689	-15.65 Mn
OCT 23	4,012	-26	4,058	4,015	1,626	3,936	213	4.81 Mn
NOV 23	3,998	-26	4,041	4,000	681	7,938	102	2.3 Mn
DEC 23	3,990	-23	4,036	3,989	398	1,737	24	.54 Mn
JAN 24	3,991	-23	4,015	4,000	158	2,921	53	1.19 Mn
FEB 24	3,990	-23			4	285	0	. Mn
MAR 24	3,988	-23	4,002	3,993	72	1,768	7	.16 Mn
MAY 24	3,977	-23				94	0	. Mn
JUL 24	3,977	-23				1	0	. Mn
SEP 24	3,977	-23					0	. Mn
NOV 24	3,977	-23					0	. Mn
JAN 25	3,977	-23					0	. Mn
MAR 25	3,977	-23					0	. Mn
MAY 25	3,977	-23					0	. Mn
JUL 25	3,977	-23					0	. Mn
SEP 25	3,977	-23					0	. Mn
NOV 25	3,977	-23					0	. Mn
JAN 26	3,977	-23					0	. Mn
Total					41,170	160,190	1,185	

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	712,740	566,561	654,888	27.70%	8.83%	-11.59%	-12.77%
1 - 25th days	-	-	823,376	876,193	-	-	-	-
Full month	-	-	1,066,287	1,113,292	-	-	-	-

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
CPO	4141	0	0.00%	3.42%	-0.46%	0.03
Dalian Olein	8214	22	0.27%	3.17%	-3.95%	1.00
Soybean Oil	62.77	1.26	2.05%	-14.99%	-8.72%	0.82
WTI Crude	76.36	-0.19	-0.25%	-4.72%	-11.82%	0.97
CRB Index (realtime)	268.48	0.9106	0.34%	-3.85%	-8.32%	0.92

Source: Bloomberg

Currency	Last	Relative to FCPO		
		1d Chg	3m Chg	6m Chg
USDMYR	4.4395	0.15%	-3.20%	-1.19%
USDIDR	15190.0	0.20%	-3.53%	-1.79%

Source: Bloomberg

Overnight Lead

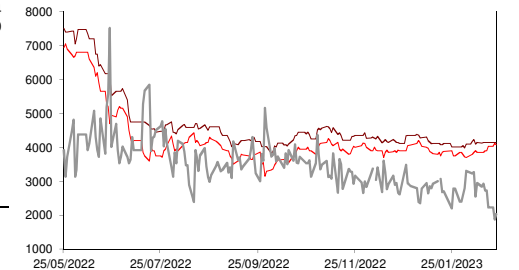
Chicago Board of Trade soybean futures settled higher on Tuesday and the benchmark March soyoil contract RBOI3 touched a one-month top, supported by worries about crop prospects in drought-hit Argentina, the world's biggest exporter of soymeal and soyoil, traders said. - Reuters

Previous Week		Last Bid		Last Offer		3m Chg		6m Chg	
High	4,122	4,080	4,170	4,170	2.9%	0.0%			
Low	3,854	3,882	3,887	3,887					

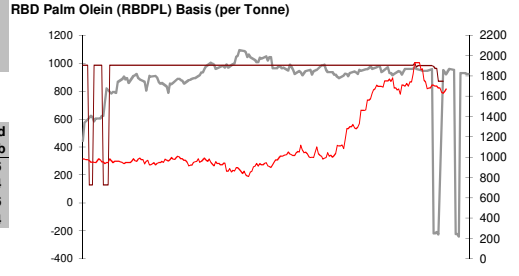
Spreads		Last		Bid		Offer		Vol		30 Day	
Mar23-Apr23	-38	-43	-34	11	12	-54	-16				
Mar23-May23	-44	-47	-	11	28	-60	-19				
Apr23-May23	-6	-6	-5	218	19	-17	-2				
Apr23-Jun23	13	13	15	47	47	-21	12				
May23-Jun23	19	19	20	128	29	-6	9				
May23-Jul23	47	45	48	36	61	-4	26				

Source: Bloomberg

Refiner's Margin (RBDPO - Cash CPO) MYR 66



Crude Degummed Soybean Oil (CDSBO)/RBD Palm Olein (RBDPO) Basis (per Tonne) USD 923.67



3rd mth FCPO Volatility

