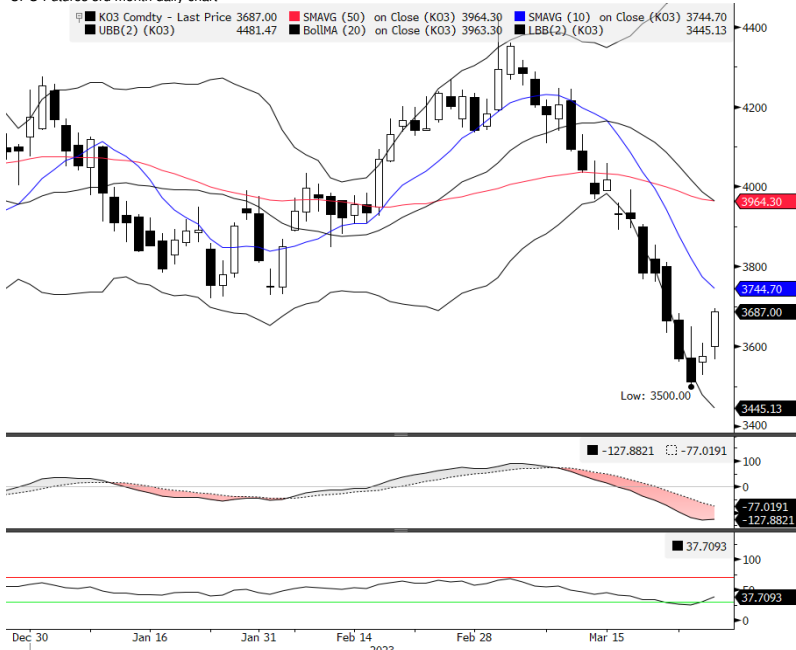


## CPO Futures 3rd month daily chart



## Preview

### Fundamental

Malaysian palm oil futures extended previous session's gains and jumped 3.10% on Tuesday, the biggest advance since mid-February, underpinned by the strength in rival soy oil and with the help on anticipations of supply tightening due to higher exports and lower production along with Indonesia's palm export restriction till the end of Ramadan festive season. In the overnight competing oils market, crude oil prices extended previous sharp rise and inched higher on Tuesday, with the U.S. benchmark West Texas Intermediate (WTI) settled at \$73.20 a barrel, gaining 39 cents, or 0.5% a barrel, buoyed by worries over oil supplies after Turkey halts Iraqi Kurdistan pipeline exports and easing concerns over global banking crisis. In addition, the CBOT soy oil edged higher, with May soy oil closed 0.50 cent higher to finish at 55.05 cents per pound, supported by extended technical buying activities after recent plunge and on expectations of tight supplies from South American crop region due to drought. Therefore, palm oil futures are expected to trade on an optimistic note today tracking overnight gains in rival oils and concerns about tightening supply during Ramadan festive season along with robust demand from major buyers that reflected on surging exports data by cargo surveyors.

### Technical

Palm oil futures for the June contract opened gap up and trended gradually higher as buying activities continued following the rally in the competing soy oil market and anticipation of tighter tropical oil supply together with robust demand for the upcoming month due to Ramadhan festive season. At the close, the June contract settled at 3,687 ringgit per tonne with gains of 111 points. Trading activities for the day can be depicted through the formation of a long white-bodied candlestick pattern with shorter upper and longer bottom shadows, indicating that the bulls took control of the trading session aggressively. Technical wise, MACD indicator issued a sell signal while RSI escaped from an oversold position to a neutral zone. Hence, palm oil futures are expected to trade range bound with slight upward bias today on a potential of extended bargain buying activities following firmer overnight competing oils performance and anticipations of easing production in both key producers Indonesia and Malaysia during the Ramadhan. Therefore, the support and resistance for June futures contract can be eyed at 3,600 and 3,800 respectively.

K03 Comdty (Generic 3rd 'K0' Future) DAILY REPORT CHART Daily 28DEC2022-28MAR2023 Copyrights 2023 Bloomberg Finance L.P. 28-Mar-2023 19:01:32

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD
APR 23	4,011	127	4,013	3,880	688	3,029	-189	-4.31 Mn
MAY 23	3,833	139	3,841	3,690	5,334	25,829	-1,479	-32.24 Mn
JUN 23	3,687	111	3,695	3,567	30,329	57,835	230	4.82 Mn
JUL 23	3,613	85	3,621	3,517	11,763	31,248	139	2.86 Mn
AUG 23	3,579	68	3,588	3,511	9,316	18,036	485	9.87 Mn
SEP 23	3,564	63	3,573	3,491	8,784	16,520	981	19.89 Mn
OCT 23	3,553	65	3,562	3,479	3,788	10,487	-89	-1.8 Mn
NOV 23	3,548	70	3,553	3,469	2,706	13,211	330	6.66 Mn
DEC 23	3,545	70	3,550	3,469	1,378	6,076	238	4.8 Mn
JAN 24	3,547	70	3,552	3,510	1,150	4,447	25	.5 Mn
FEB 24	3,551	70	3,551	3,492	468	1,076	79	1.6 Mn
MAR 24	3,564	70	3,560	3,499	894	3,609	251	5.09 Mn
MAY 24	3,562	70			2	701	-1	-.02 Mn
JUL 24	3,562	70			1	109		. Mn
SEP 24	3,562	70						. Mn
NOV 24	3,562	70						. Mn
JAN 25	3,562	70						. Mn
MAR 25	3,562	70						. Mn
MAY 25	3,562	70						. Mn
JUL 25	3,562	70						. Mn
SEP 25	3,562	70						. Mn
NOV 25	3,562	70						. Mn
JAN 26	3,562	70						. Mn
MAR 26	3,562	70						. Mn
<b>Total</b>					<b>76,601</b>	<b>192,213</b>	<b>1,000</b>	

Source: Bloomberg

Export Est Period	Mar-23 AMSPEC	SGS	Feb-23 AMSPEC	SGS	Change (m-o-m) AMSPEC	SGS	Change (y-o-y) AMSPEC	SGS
1 - 10th days	474,830	-	312,092	323,280	52.14%	-	28.16%	-
1 - 15th days	750,530	715,230	437,327	449,703	71.62%	59.04%	32.22%	24.41%
1 - 20th days	938,690	929,274	723,482	712,740	29.75%	30.38%	26.03%	28.35%
1 - 25th days	1,136,825	1,168,459	949,082	985,780	19.78%	18.53%	12.70%	13.34%
<b>Full month</b>	-	-	<b>1,062,057</b>	<b>1,131,939</b>	-	-	-	-

Source: Reuters

## Malaysian Palm Oil Board Statistic

	2021 February	2022 December	2023 January	2023 February	Feb Chg (Mean)	KF's Expected Feb
Production	1,137,448	1,618,853	1,380,410	1,251,313	-4.21%	1,198,608
Stocks	1,518,293	2,194,809	2,268,198	2,119,509	-2.66%	2,063,096
Export	1,097,857	1,468,448	1,135,498	1,114,343	-8.90%	1,015,120
Import	149,833	47,114	144,937	52,446	-7.70%	48,406

Source: Reuters

## Commodity Futures (3rd month)

Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	Relative to FCPO 3m Chg	6m Chg
CPO	3687	0	0.00%	-9.85%	10.32%	-0.10
Dalian Olein	7424	136	1.87%	-8.44%	4.80%	1.02
Soybean Oil	55.05	0.50	0.92%	-17.09%	-18.42%	0.92
WTI Crude	73.20	0.39	0.54%	-6.70%	-2.84%	0.97
CRB Index (realtime)	263.49	1.1593	0.44%	-4.54%	-2.83%	1.03

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.3955	-0.12%	-0.43%	-5.16%
USDIDR	15085.0	-0.51%	-3.54%	-0.68%

Source: Bloomberg

## Overnight Lead

Chicago Board of Trade (CBOT) soybean futures continued their climb to close higher on Tuesday on technical trading and expected tighter supplies as a poor crop is harvested in drought-stricken Argentina, traders said.

Reuters

## Previous Week

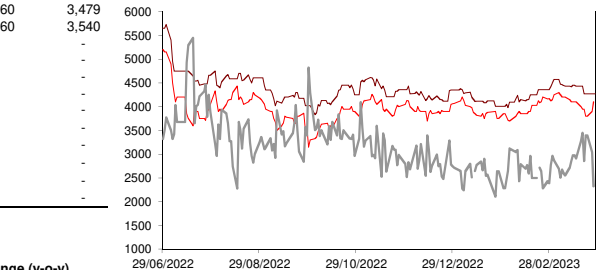
High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
4,035	3,695	Apr23	4,100	4,150	5.5%	0.0%

Source: Reuters

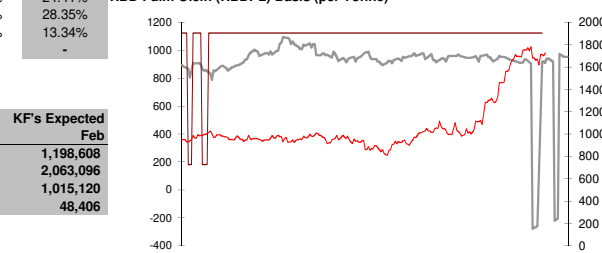
Spreads	Last	Bid	Offer	Vol	High	Low	Avg
Apr23-May23	178	166	202	18	199	-15	42
Apr23-Jun23	324	-	-	21	323	-1	90
May23-Jun23	146	142	145	165	148	11	48
May23-Jul23	220	216	250	15	226	27	89
Jun23-Jul23	74	74	76	195	82	16	40
Jun23-Aug23	108	105	111	63	112	34	76

Source: Bloomberg

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



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



## 3rd mth FCPO Volatility

30 Days 60 Days 90 Days

28.52% 29.66% 35.44%

