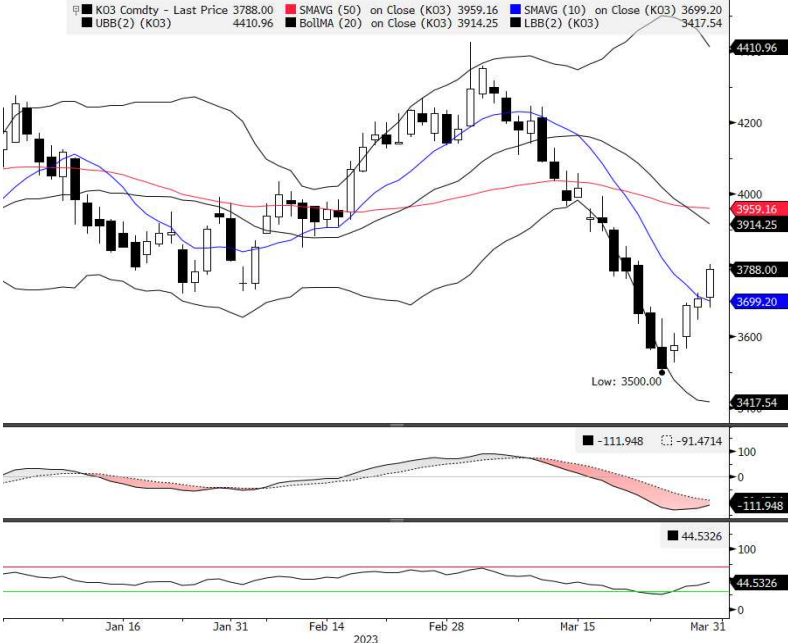


CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures continued its bullish run to fourth consecutive session on Thursday, surges to highest in one week and rose 2.19%, propelled by expectations of declining March production in world's second largest producer, Malaysia due to unfavorable weather condition and underpinned by firmer competing oils. Globally, crude oil prices erased previous session's losses to end higher on Thursday, with the U.S. benchmark West Texas Intermediate (WTI) rose \$1.40, or 1.9%, to \$74.37 a barrel, lifted by the unexpected fall in US crude stockpiles as imports hit 2-year low and on Iraqi supply risks that offset the bearish sentiment due to lower than expected cut to Russian crude oil production. Meanwhile, the CBOT soy oil retreated on Thursday, with May soy oil fell 1.01 cents to settle at 54.37 cents per pound, as participants took profit ahead of USDA planting intentions and quarterly inventories reports that due on Friday. Thus, palm oil futures are expected to trade on a softer note today following mixed overnight rival oils market and a potential of profit taking activities ahead of weekend while downside could be limited by expectations of encouraging tropical oil exports demand in March.

Technical

Palm oil futures for the June contract opened lower but trended gradually higher thereafter as buying activities continued following the stronger competing soy oil market that recouped earlier losses during Asian trading hour and anticipation of declining production in Malaysia due to flood. At the close, the June contract settled at 3,788 ringgit per tonne with gains of 81 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 lingered at neutral position. Therefore, palm oil futures are expected to trade range bound with slight downward bias on a potential of mild profit taking activities after recent rallies and mixed overnight competing oils performance while downward pressure could be limited on anticipations of improving tropical oil export demand and Indonesia that stated they will stick with their biodiesel target. Therefore, the support and resistance for June futures contract can be eyed at 3,630 and 3,830 respectively.

KO3 Comdy (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 30DEC2022-30MAR2023 Copyright© 2023 Bloomberg Finance LP. 30-Mar-2023 19:05:55

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD
APR 23	4,112	82	4,034	3,958	678	2,063	-572	-13.34 Mn
MAY 23	3,935	78	3,864	3,783	3,750	23,306	-1,328	-29.65 Mn
JUN 23	3,788	81	3,723	3,646	23,938	58,566	173	3.72 Mn
JUL 23	3,700	68	3,644	3,580	5,986	32,560	711	14.93 Mn
AUG 23	3,649	59	3,605	3,550	4,038	17,687	-315	-6.52 Mn
SEP 23	3,625	54	3,586	3,539	4,454	17,336	571	11.74 Mn
OCT 23	3,608	51	3,573	3,525	1,659	9,855	-569	-11.65 Mn
NOV 23	3,600	50	3,567	3,517	1,342	13,604	429	8.76 Mn
DEC 23	3,599	50	3,565	3,520	587	6,021	-32	-6.5 Mn
JAN 24	3,601	50	3,569	3,516	784	4,462	77	1.57 Mn
FEB 24	3,605	50	3,567	3,550	48	1,069	3	.06 Mn
MAR 24	3,618	50	3,575	3,523	908	4,121	146	3. Mn
MAY 24	3,616	50	3,570	3,535	129	861	77	1.58 Mn
JUL 24	3,616	50	-	-	10	105	0	. Mn
SEP 24	3,616	50	-	-	-	-	0	. Mn
NOV 24	3,616	50	-	-	-	-	0	. Mn
JAN 25	3,616	50	-	-	-	-	0	. Mn
MAR 25	3,616	50	-	-	-	-	0	. Mn
MAY 25	3,616	50	-	-	-	-	0	. Mn
JUL 25	3,616	50	-	-	-	-	0	. Mn
SEP 25	3,616	50	-	-	-	-	0	. Mn
NOV 25	3,616	50	-	-	-	-	0	. Mn
JAN 26	3,616	50	-	-	-	-	0	. Mn
MAR 26	3,616	50	-	-	-	-	0	. Mn
Total					48,311	191,616	-629	

Source: Bloomberg

Export Est Period	Mar-23		Feb-23		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS	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%	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%
Full month	-	-	1,062,057	1,131,939	-	-	-	-

Source: Reuters

Malaysian Palm Oil Board Statistic	2021		2022		2023		2023		Feb Chg (Mean)	KF's Expected Feb
	February	December	January	February	January	February				
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	3788	0	0.00%	-9.25%	10.89%	-0.09	0.11
Dalian Olein	7540	16	0.21%	-8.09%	6.05%	1.01	0.96
Soybean Oil	54.37	-1.01	-1.82%	-14.79%	-16.80%	0.94	0.75
WTI Crude	74.37	1.40	1.92%	-7.56%	0.81%	0.98	0.81
CRB Index (realtime)	264.38	1.6738	0.64%	-4.81%	-1.46%	1.02	0.91

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USDIDR	15047.0	-0.06%	-3.32%	-1.12%

Source: Bloomberg

Overnight Lead

Chicago Board of Trade soybean futures closed mostly lower on Thursday as traders adjusted positions ahead of a pair of key U.S. crop reports due on Friday from the U.S. Department of Agriculture (USDA). Reuters

Previous Week		High		Low		Cash CPO (MYR/MT)		Last Bid		Last Offer		3m Chg		6m Chg	
4,035	3,695	Apr23	4,150	4,250	2.4%	0.0%	4,150	4,250	2.4%	0.0%					

