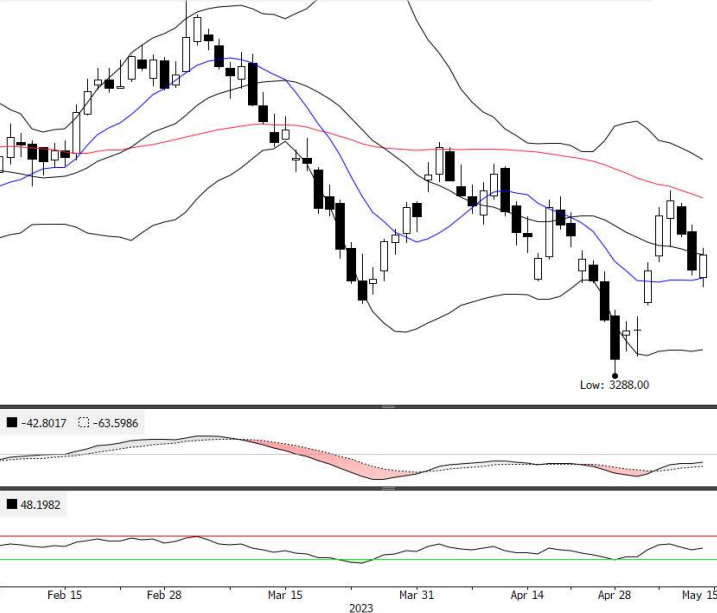


CPO Futures 3rd month daily chart

■ K03 Comdty - Last Price 3648.00 ■ SMAVG (50) on Close (K03) 3815.10 ■ SMAVG (10) on Close (K03) 3576.90  
■ UBB(2) (K03) 3928.32 ■ BollMA (20) on Close (K03) 3645.95 ■ LBB(2) (K03) 3363.58



Preview

Fundamental

Malaysian palm oil futures recouped its early session sharp decline and closed 1.25% higher on Friday, extended its weekly gain to second consecutive week as earlier sharp fall due to expectations of stronger production in both top growers, Indonesia and Malaysia were outweighed by short covering activities ahead of weekend and improving key exports data. In the overnight competing oils market, crude oil prices settled lower on Friday, held for a third weekly loss with the U.S. benchmark West Texas Intermediate (WTI) fell 83 cents, or 1.2%, to \$70.04 a barrel, as concerns over the US economy and China's slower-than-expected recovery weighed on the outlook and further pressured by the strengthening US Dollar. In addition, the CBOT soy nosedived on Friday, with July soy oil lost 1.63 cents to 49.52 cents per lb, after an USDA report forecasted a record high harvest that stirred rising supplies worries and tracking the spillover weakness in rival crude oil. Therefore, palm oil futures are expected to trade lower today tracking overnight losses in rival oils and concerns about rapid recovery in tropical oil production while downside could be limited by reigniting interest of local palm oil from top buyer India as price fell to their favorable price.

Technical

Palm oil futures for the July contract opened lower but trended gradually higher and ended higher as bargain buying activities emerged after the sharp decline on worries over increasing supply during early morning trading and following the rebound in the competing soy oil market amid buying interest of local palm oil from top buyer India. At the close, the July contract settled at 3,648 ringgit per tonne with gains of 45 points. Trading activities for the day can be depicted through the formation of a long white-bodied candlestick pattern with extended upper and 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. Nevertheless, palm oil futures are expected to trade with downward bias today on a potential of profit taking activities ahead of exports data today and weaker overnight competing oils performance while downward pressure could be limited on anticipations of improving tropical oil export demand. Therefore, the support and resistance for July futures contract can be eyed at 3,465 and 3,700 respectively.

K03 Comdty (Generic 3rd 'K0' Future) DAILY REPORT CHART Daily 07FEB2023-12HAY2023 Copyright© 2023 Bloomberg Finance LP. 12-May-2023 19:05:32

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg		Previous Week					
								Value USD	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
MAY 23	3,843	43	3,803	3,751	278	1,735	-60	-1.28 Mn	4,120	3,751	May23	3,830	3,900	-0.5%	0.0%
JUN 23	3,828	43	3,846	3,734	3,888	13,002	-2,933	-62.46 Mn	4,028	3,734	Source: Reuters				
JUL 23	3,648	45	3,666	3,550	25,424	51,348	-3,359	-68.17 Mn	3,837	3,550					
AUG 23	3,552	40	3,569	3,453	13,850	41,717	3,009	59.46 Mn	3,724	3,453					
SEP 23	3,511	34	3,523	3,414	6,793	19,699	453	8.85 Mn	3,683	3,414					
OCT 23	3,495	30	3,500	3,402	2,947	10,608	-8	-16 Mn	3,662	3,402					
NOV 23	3,489	26	3,495	3,402	3,628	15,863	-195	-3.78 Mn	3,648	3,402					
DEC 23	3,489	23	3,492	3,407	3,511	12,473	162	3.14 Mn	3,645	3,407					
JAN 24	3,493	23	3,500	3,410	2,066	8,268	298	5.79 Mn	3,647	3,410					
FEB 24	3,499	23	3,492	3,417	605	2,297	142	2.76 Mn	3,648	3,417					
MAR 24	3,482	2	3,484	3,418	586	8,218	222	4.3 Mn	3,648	3,418					
APR 24	3,486	2	3,427	3,427	15	342	0	. Mn	3,638	3,427					
MAY 24	3,485	2	3,475	3,425	29	3,620	-3	-.06 Mn	3,646	3,425					
JUL 24	3,486	2	3,430	3,430	17	1,330	12	.23 Mn	3,650	3,430					
SEP 24	3,486	2	-	-	-	-	0	. Mn	-	-					
NOV 24	3,486	2	-	-	-	-	0	. Mn	-	-					
JAN 25	3,486	2	-	-	-	-	0	. Mn	-	-					
MAR 25	3,486	2	-	-	-	-	0	. Mn	-	-					
MAY 25	3,486	2	-	-	-	-	0	. Mn	-	-					
JUL 25	3,486	2	-	-	-	-	0	. Mn	-	-					
SEP 25	3,486	2	-	-	-	-	0	. Mn	-	-					
NOV 25	3,486	2	-	-	-	-	0	. Mn	-	-					
JAN 26	3,486	2	-	-	-	-	0	. Mn	-	-					
MAR 26	3,486	2	-	-	-	-	0	. Mn	-	-					
<b>Total</b>						<b>63,637</b>	<b>190,520</b>	<b>-2,260</b>							

Source: Bloomberg

Export Est Period	May-23		Apr-23		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS
1 - 10th days	333,779	-	328,133	408,663	1.72%	-	-11.36%	-
1 - 15th days	-	-	497,353	566,995	-	-	-	-
1 - 20th days	-	-	696,463	740,545	-	-	-	-
1 - 25th days	-	-	927,331	-	-	-	-	-
<b>Full month</b>	-	-	<b>1,104,726</b>	-	-	-	-	-

Source: Reuters

Malaysian Palm Oil Board Statistic

	2021	2022	2023	2023	Apr Chg (Mean)	KF's Expected
	May	February	March	April		
Production	1,460,972	1,251,313	1,288,354	1,196,450	4.08%	1,245,244
Stocks	1,521,766	2,119,509	1,673,044	1,497,535	3.96%	1,556,782
Export	1,359,174	1,114,343	1,486,233	1,074,447	-4.64%	1,024,576
Import	50,768	52,446	39,772	33,678	-25.37%	25,132

Source: Reuters

Commodity Futures (3rd month)

Overnight close	3648	+/-	1d Chg (%)	3m Chg	6m Chg	Relative to FCPO	
						3m Chg	6m Chg
CPO	3648	45	1.25%	-7.20%	-14.91%	-0.07	-0.15
Dalian Olein	6864	-144	-2.05%	-12.18%	-14.35%	0.95	1.01
Soybean Oil	49.52	-1.39	-2.73%	-19.14%	-35.67%	0.87	0.76
WTI Crude	70.04	-0.83	-1.17%	-11.35%	-15.18%	0.93	0.94
CRB Index (realtime)	257.92	-0.0621	-0.02%	-4.61%	-9.30%	0.96	1.00

Source: Bloomberg

Currency

	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.4938	0.31%	2.00%	-1.38%
USDIR	14750.5	0.19%	-3.18%	-5.14%

Source: Bloomberg

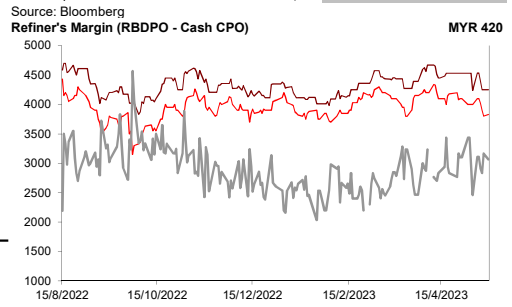
Overnight Lead

Chicago Board of Trade soybean futures fell on Friday on a government forecast for a record U.S. harvest and rising supplies, traders said. - Reuters

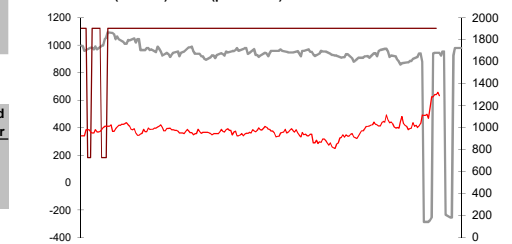
Spreads		Last	Bid	Offer	Vol	High	Low	Avg
May23-Jun23	15	-	-	229	531	10	199	
May23-Jul23	195	-	-	37	745	194	342	
Jun23-Jul23	180	179	189	2,303	220	66	143	
Jun23-Aug23	276	263	300	840	337	97	208	
Jul23-Aug23	96	94	96	5,571	129	30	65	
Jul23-Sep23	137	135	145	1,113	191	34	92	

Source: Bloomberg

Refiner's Margin (RBDPO - Cash CPO)		MYR 420	
High	4,120	Low	3,751
Vol	4,120	Vol	3,751



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



30 Days	60 Days	90 Days
38.92%	34.38%	32.59%

