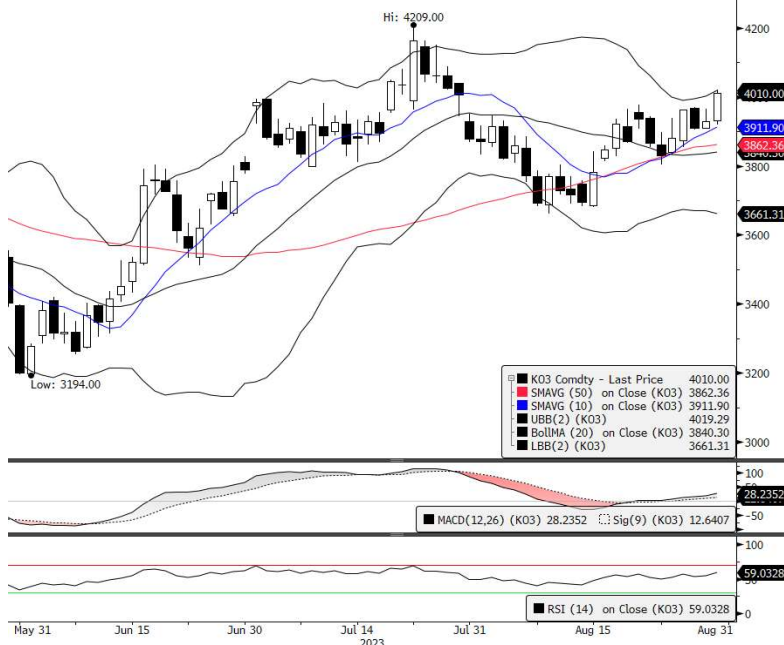


CPO Futures 3rd month daily chart



### Preview

#### Fundamental

Malaysian palm oil futures surged 2.04% on Wednesday, advanced for a second day to its highest level since July 27 fueled by rising soy oil prices due to unfavorable crop prospects and warming weather that heightened concerns about palm oil supply amid the intensifying El Niño and buoyed by expectation of a surge in demand from India during the festive season. Globally, crude oil prices rose on Thursday, rising for a third month in a row, with the U.S. benchmark West Texas Intermediate (WTI) for October settled at \$83.63 a barrel, up \$2, or 2.5%, as OPEC+ group were seen to be extending its 1 mln bpd production cut through the end of 2023 and optimism over U.S. Fed may halt interest rate hike as inflation eases. Meanwhile, the CBOT soy oil extended its loss on Thursday, with December soy oil eased 0.15 cent to 62.48 cents per pound, pressured by consistent profit-taking actions at the close of the month, even in the face of crop challenges and limited U.S. stockpiles. Therefore, palm oil futures are expected to trade on a cautious note today following overnight weakness in rival edible oil prices and a potential of profit taking activities ahead of weekend while losses could be limited by concerns about a potential disrupt of supply in Malaysia as El Niño intensified.

#### Technical

Palm oil futures for the November contract opened higher and trended gradually higher in positive territory as buying activities continued following the rally in the competing soy oil market during Asian trading hour and expectation of rising demand from top importer, India during festive season. At the close, the November contract settled at 4,010 ringgit per tonne with gains of 80 points. Trading activities for the day can be depicted through the formation of a long white-bullied candlestick pattern with extended upper and bottom shadows, indicating that the bulls took control of the trading session aggressively. Technical wise, MACD indicator issued a buy signal while RSI lingered at neutral position. Nevertheless, palm oil futures are expected to trade range bound with slight downward bias today on a potential of profit taking activities ahead of exports data today at noon and mixed overnight competing oils performance while downward pressure could be limited on a potential of disruption to supply as warm weather threatened the supply of palm. Therefore, the support and resistance for November futures contract can be eyed at 3,880 and 4,050 respectively.

K03 Comdty (Generic 3rd 'K0' Future) DAILY REPORT CHART Daily 30MAY2023-30AUG2023 Copyright© 2023 Bloomberg Finance L.P. 30-Aug-2023 19:02:50

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	O/I chg	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg		
SEP 23	3,860	59	3,866	3,790	271	3,627	-9	-1.9 Mn	3,958	3,789	Aug23		3,880	3,880	15.3%	0.0%		
OCT 23	3,958	77	3,969	3,875	6,507	22,537	-950	-20.3 Mn	3,970	3,798	Source: Reuters							
NOV 23	4,010	80	4,020	3,919	28,527	48,706	2,905	62.87 Mn	3,978	3,804								
DEC 23	4,034	78	4,040	3,948	8,854	32,043	1,295	28.19 Mn	3,986	3,815	Spreads	Last	Bid	Offer	Vol	High	Low	Avg
JAN 24	4,061	80	4,070	3,973	7,910	26,173	965	21.15 Mn	3,929	3,702	Sep23-Oct23	-99	-200	-50	147	5	-125	-30
FEB 24	4,082	87	4,090	3,992	3,134	14,045	-33	-7.73 Mn	4,015	3,856	Sep23-Nov23	-150	-	34	58	-2	-154	-46
MAR 24	4,087	80	4,091	3,998	3,831	17,016	443	9.77 Mn	4,017	3,864	Oct23-Nov23	-51	-51	-49	4,175	3	-54	-17
APR 24	4,083	91	4,073	3,993	1,753	9,418	-309	-6.81 Mn	4,010	3,860	Oct23-Dec23	-75	-	-74	410	5	-81	-33
MAY 24	4,064	86	4,065	3,976	2,903	17,311	-143	-3.14 Mn	3,993	3,846	Nov23-Dec23	-24	-27	-25	3,607	1	-33	-16
JUN 24	4,043	89	4,048	3,955	614	5,712	-45	-9.8 Mn	3,947	3,817	Nov23-Jan24	-51	-52	-49	2,287	-3	-64	-35
JUL 24	4,010	87	4,010	3,925	425	7,118	-149	-3.22 Mn	3,931	3,772	Source: Bloomberg							
AUG 24	3,989	87	3,980	3,928	390	527	225	4.84 Mn	3,907	3,780	Refiner's Margin (RBDPO - Cash CPO)							
SEP 24	3,973	87	3,939	3,915	30	2,676	-55	-1.18 Mn	3,890	3,757								
NOV 24	3,954	87	3,918	3,913	10	2,096	1	.02 Mn	3,867	3,759								
JAN 25	3,954	87	3,916	3,916	2	2	2	.04 Mn	3,877	3,810								
MAR 25	3,954	87	-	-	-	-	-	. Mn	-	-								
MAY 25	3,954	87	-	-	-	-	-	. Mn	-	-								
JUL 25	3,954	87	-	-	-	-	-	. Mn	-	-								
SEP 25	3,954	87	-	-	-	-	-	. Mn	-	-								
NOV 25	3,954	87	-	-	-	-	-	. Mn	-	-								
JAN 26	3,954	87	-	-	-	-	-	. Mn	-	-								
MAR 26	3,954	87	-	-	-	-	-	. Mn	-	-								
MAY 26	3,954	87	-	-	-	-	-	. Mn	-	-								
JUL 26	3,954	87	-	-	-	-	-	. Mn	-	-								
<b>Total</b>						<b>65,161</b>	<b>209,007</b>	<b>4,143</b>										

Source: Bloomberg

Export Est Period	Aug-23		Jul-23		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS
1 - 10th days	383,795	395,145	326,569	373,204	17.52%	5.88%	12.99%	-
1 - 15th days	633,585	658,475	510,249	554,054	24.17%	18.85%	29.20%	-
1 - 20th days	806,655	827,975	687,098	754,214	17.40%	9.78%	29.65%	-
1 - 25th days	945,155	974,235	987,414	1,056,830	-4.28%	-7.82%	4.27%	-
<b>Full month</b>	-	-	<b>1,176,912</b>	<b>1,238,438</b>	-	-	-	-

Source: Reuters

Malaysian Palm Oil Board Statistic	2021		2022		2023		Aug Chg (Mean)	KF's Expected August
	July	May	June	July	June	July		
Production	1,573,560	1,517,546	1,447,795	1,610,052	3.68%	1,669,294		
Stocks	1,772,794	1,686,782	1,720,567	1,731,512	-2.41%	1,689,714		
Export	1,321,870	1,079,020	1,171,741	1,353,925	7.49%	1,455,381		
Import	130,615	80,926	135,271	103,837	-1.41%	102,371		

Source: Reuters

Commodity Futures (3rd month)	Relative to FCPO						
	Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	3m Chg	6m Chg
CPO	4010	80	2.04%	17.84%	-3.19%	0.18	-0.03
Dalian Olein	7902	78	1.00%	24.91%	0.15%	1.06	1.03
Soybean Oil	65.52	-1.04	-1.56%	41.82%	9.66%	1.20	1.13
WTI Crude	83.63	2.00	2.45%	19.88%	9.69%	1.05	0.98
CRB Index (realtime)	281.91	0.7575	0.27%	9.53%	3.33%	1.02	1.13

Source: Bloomberg

Currency	Last		1d Chg	3m Chg	6m Chg
	USD/MYR	USD/IDR			
USD/MYR	4.6325		-0.13%	0.54%	3.71%
USD/IDR	15290.0		-0.07%	1.65%	-0.13%

Source: Bloomberg

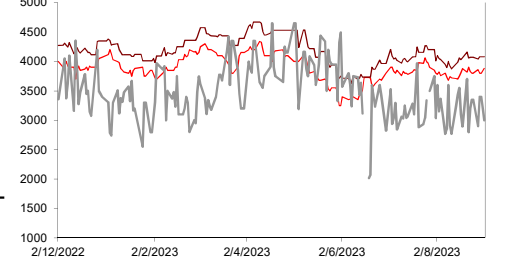
### Overnight Lead

Chicago Board of Trade soybean futures fell for a third consecutive session on Thursday, stepping back from a one-month high set on Monday as traders eye crop stress amid tight U.S. stockpiles, analysts said. - Reuters

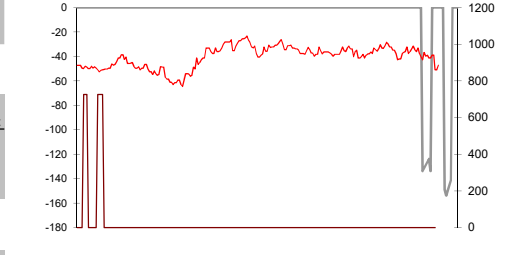
Previous Week

High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
3,958	3,789	Aug23	3,880	3,880	15.3%	0.0%

Refiner's Margin (RBDPO - Cash CPO) MYR 200



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



3rd mth FCPO Volatility 30 Days 60 Days 90 Days

