

CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures put its two-day consecutive of losses to an end and rose 2.67% higher on Friday, lifted by bargain hunting activities tracking the rebound in rival Dalian edible oil as well as U.S. rival soy oil but still logged for a weekly drop. Globally, crude oil prices rebounded from previous session rot to end higher on Monday, with the U.S. benchmark West Texas Intermediate (WTI) gained 72 cents, or 1%, to \$74.11 per barrel, after hitting a high of \$74.41 and a low of \$72.25, buoyed by the return of Chinese demand against supply concern and worries about U.S. economic recovery. In addition, the CBOT soy oil edged higher, with March soy oil gained 0.25 cent to 59.31 cents per lb, tracking the gains in rival crude oil despite the weaker soybean prices dragged by profit taking activities. Therefore, palm oil futures are expected to trade higher today on a potential of extended buying activities tracking overnight gains in rival oils while upside could be limited by slower tropical export demand from key buyer India as they switched to rival sunflower oil as the discount of local palm oil to soy oil has narrowed.

Technical

Palm oil futures for the April contract opened higher and trended gradually higher in positive territory as bargain buying activities emerged following the rally in the competing soy oil market and mild short covering activities ahead of holiday extended weekend. At the close, the April contract settled at 3,851 ringgit per tonne with gains of 100 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 aggressively. Technical wise, MACD indicator issued a sell signal while RSI lingered at neutral position. Nevertheless, palm oil futures are expected to trade range bound with an upward bias today on a potential of extended buying activities tracking strong overnight competing oils performance while upward could be limited on worries over the jump in stockpiles. Therefore, the support and resistance for April futures contract can be eyed at 3,800 and 4,000 respectively.

KO3 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 05NOV2022-03FEB2023 Copyright© 2023 Bloomberg Finance L.P. 03-Feb-2023 19:09:54

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	Previous Week			Last Bid	Last Offer	3m Chg	6m Chg
									High	Low	Cash CPO (MYR/MT)				
FEB 23	3,725	73	3,725	3,640	169	1,580	-32	-69 Mn	3,955	3,620	Feb23	3,800	3,900	-5.9%	0.0%
MAR 23	3,833	95	3,850	3,718	5,250	21,144	-1,452	-32.27 Mn	3,988	3,717	Source: Reuters				
APR 23	3,851	100	3,870	3,731	21,405	44,786	-619	-13.82 Mn	3,991	3,728					
MAY 23	3,862	100	3,881	3,745	9,623	36,898	-1,183	-26.49 Mn	3,990	3,739					
JUN 23	3,864	99	3,882	3,749	4,700	14,526	-1,365	-30.58 Mn	3,979	3,743					
JUL 23	3,856	96	3,873	3,743	3,923	16,254	390	8.72 Mn	3,962	3,742					
AUG 23	3,843	93	3,852	3,730	2,190	7,879	-142	-3.16 Mn	3,940	3,730					
SEP 23	3,831	96	3,846	3,716	2,467	10,367	-133	-2.95 Mn	3,920	3,715					
OCT 23	3,814	96	3,827	3,703	1,146	2,570	54	1.19 Mn	3,881	3,699					
NOV 23	3,816	108	3,820	3,698	1,684	6,848	-219	-4.85 Mn	3,867	3,690					
DEC 23	3,809	108	3,799	3,702	1,239	1,678	294	6.49 Mn	3,869	3,701					
JAN 24	3,808	108	3,796	3,705	466	2,649	-66	-1.46 Mn	3,863	3,693					
MAR 24	3,808	108	3,797	3,702	198	975	86	1.9 Mn	3,836	3,695					
MAY 24	3,813	108	3,715	3,715	5	86	4	.09 Mn	3,715	3,710					
JUL 24	3,813	108	-	-	-	1	0	. Mn	-	-					
SEP 24	3,813	108	-	-	-	-	0	. Mn	-	-					
NOV 24	3,813	108	-	-	-	-	0	. Mn	-	-					
JAN 25	3,813	108	-	-	-	-	0	. Mn	-	-					
MAR 25	3,813	108	-	-	-	-	0	. Mn	-	-					
MAY 25	3,813	108	-	-	-	-	0	. Mn	-	-					
JUL 25	3,813	108	-	-	-	-	0	. Mn	-	-					
SEP 25	3,813	108	-	-	-	-	0	. Mn	-	-					
NOV 25	3,813	108	-	-	-	-	0	. Mn	-	-					
JAN 26	3,813	108	-	-	-	-	0	. Mn	-	-					
Total					54,465	168,241	-4,383								

Source: Bloomberg

Export Est Period	Jan-23		Dec-22		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS
1 - 10th days	235,529	262,201	480,404	473,086	-50.97%	-44.58%	-26.15%	-19.47%
1 - 15th days	401,749	453,771	631,401	634,618	-36.37%	-28.50%	-18.49%	-0.55%
1 - 20th days	566,561	654,888	921,811	923,642	-38.54%	-29.10%	-10.57%	4.61%
1 - 25th days	823,376	876,193	1,226,966	1,224,122	-32.89%	-28.42%	-0.68%	3.38%
Full month	1,066,287	1,113,292	1,456,986	1,512,468	-26.82%	-26.39%	-3.54%	-2.41%

Source: Reuters

Malaysian Palm Oil Board Statistic

	2021		2022		2022		Jan Chg (Mean)	KF's Expected Jan
	January	October	November	December	January	December		
Production	1,126,629	1,813,591	1,680,743	1,618,853	-8.16%	-8.16%	1,486,710	
Stocks	1,324,963	2,403,719	2,288,473	2,194,809	-8.46%	-8.46%	2,009,038	
Export	947,395	1,503,779	1,517,731	1,468,448	3.60%	3.60%	1,521,349	
Import	165,198	66,349	47,047	47,114	10.73%	10.73%	52,172	

Source: Reuters

Commodity Futures (3rd month)

Commodity	Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	Relative to FCPO	
						3m Chg	6m Chg
CPO	3851	100	2.67%	-11.21%	-0.34%	-0.11	0.00
Dalian Olein	7820	132	1.72%	-7.72%	-1.41%	1.04	0.99
Soybean Oil	59.31	0.25	0.42%	-22.30%	-13.53%	0.88	0.87
WTI Crude	74.11	0.72	0.98%	-16.15%	-11.65%	1.03	0.98
CRB Index (realtime)	266.21	0.0207	0.01%	-7.42%	-5.27%	0.94	0.89

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USDIDR	15055.0	1.08%	-5.18%	0.12%

Source: Bloomberg

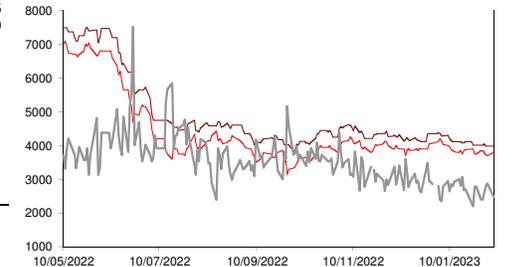
Overnight Lead

Chicago Board of Trade soybean futures fell on Monday, pressured by technical selling after rising near the high end of their recent trading range last week. - Reuters

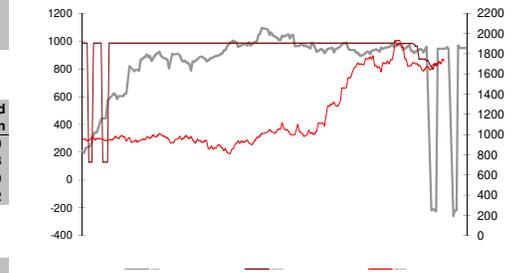
Previous Week		30 Day	
High	Low	High	Low
3,955	3,620	8	-130
3,988	3,717	38	-137
3,991	3,728	29	-20
3,990	3,739	62	-32
3,979	3,743	34	-17
3,962	3,742	73	-21

Spreads		30 Day	
Last	Bid	High	Low
-108	-	8	-130
-126	-	38	-137
-18	-19	29	-20
-29	-39	62	-32
-11	-13	34	-17
-13	-15	73	-21

Refiner's Margin (RBDPO - Cash CPO)



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



3rd mth FCPO Volatility

