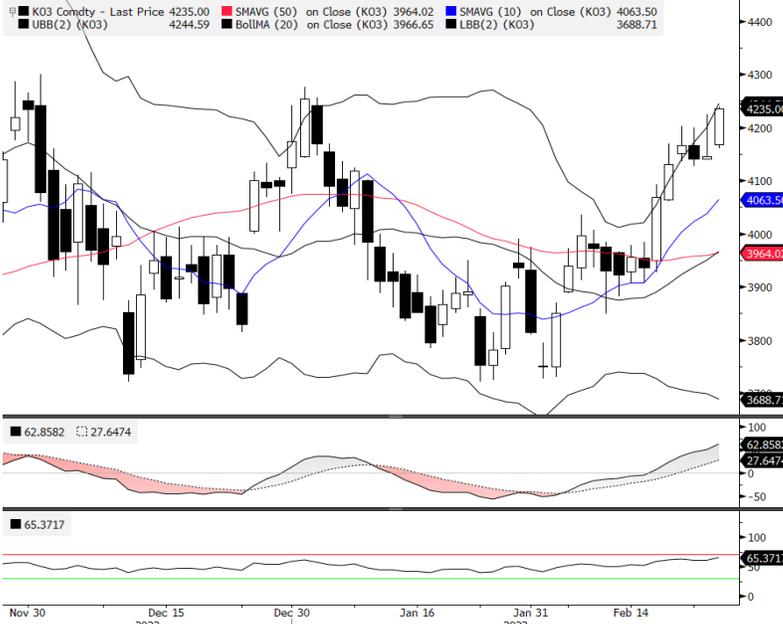


CPO Futures 3rd month daily chart



Preview Fundamental

Malaysian palm oil futures hit its seven-week high and extended its rally to second consecutive session on Thursday, rose 2.15% with the help on the rally in rival oil prices along with fresh demand from top buyer China and expectations of slowing production from key planters Indonesia and Malaysia. Globally, crude oil prices rebounded from previous session's rout on Thursday, with the U.S. benchmark West Texas Intermediate (WTI) settled up \$1.44, or 2%, to \$75.39 a barrel, boosted by tightening Russian supplies next month while gains were supported by strengthening US Dollar as well as sharper-than-expected increase in U.S. stockpiles. Meanwhile, the CBOT soy oil retreated on Thursday, with March soy oil fell 0.79 cent to end at 62.04 cents per pound, following the fall in its soybean market tracking the selling activities in corn market and U.S. export sales worries. Therefore, palm oil futures are expected to remain cautious today tracking overnight mixed performance in rival oils and a potential of profit taking activities after recent rally while anticipations of encouraging Malaysia tropical oil demand and weakening Malaysian Ringgit might cap losses.

Technical

Palm oil futures for the May contract opened gap up 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 supply tightness worries as top planters Indonesia and Malaysia were expecting a decline in production. At the close, the May contract settled at 4,235 ringgit per tonne with gains of 89 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 buy signal while RSI is approaching to an overbought position. Nevertheless, palm oil futures are expected to trade range bound with slight downward bias on a potential of mild profit taking activities ahead of weekend and mixed overnight competing oils performance while downward pressure could be limited on anticipations of improving tropical oil export demand and supply tightness worries. Therefore, the support and resistance for May futures contract can be eyed at 4,100 and 4,300 respectively.

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		
MAR 23	4,190	91	4,191	4,120	1,006	2,922	-436	-10.3 Mn	4,122	3,854	Mar23	4,200	4,250	9.0%	0.0%			
APR 23	4,229	90	4,232	4,152	6,222	28,151	-1,739	-41.46 Mn	4,164	3,882	Source: Reuters							
MAY 23	4,235	89	4,238	4,160	25,455	51,590	2,299	54.89 Mn	4,170	3,887								
JUN 23	4,212	88	4,214	4,138	5,660	21,527	706	16.77 Mn	4,153	3,875	Spreads	Last	Bid	Offer	Vol	High	Low	Avg
JUL 23	4,173	82	4,174	4,103	6,042	20,260	241	5.67 Mn	4,127	3,856	Mar23-Apr23	-39	-44	-41	22	6	-54	-18
AUG 23	4,131	69	4,132	4,067	4,594	10,399	782	18.21 Mn	4,097	3,834	Mar23-May23	-45	-60	-47	61	8	-60	-23
SEP 23	4,094	68	4,095	4,037	4,174	10,974	231	5.33 Mn	4,074	3,820	Apr23-May23	-6	-7	-6	231	8	-17	-4
OCT 23	4,069	65	4,070	4,016	2,267	4,632	294	6.74 Mn	4,062	3,809	Apr23-Jun23	17	16	17	76	23	-21	9
NOV 23	4,055	65	4,060	4,008	2,469	8,358	338	7.73 Mn	4,056	3,807	May23-Jun23	23	23	25	150	26	-6	9
DEC 23	4,047	65	4,050	4,007	1,335	2,232	372	8.49 Mn	4,045	3,821	May23-Jul23	47	60	62	94	66	-4	28
JAN 24	4,043	60	4,053	4,020	444	3,119	142	3.24 Mn	4,040	3,794	Source: Bloomberg							
FEB 24	4,042	60	4,042	4,038	18	374	0	. Mn	4,007	3,896	Refiner's Margin (RBDPO - Cash CPO)							
MAR 24	4,033	53	4,038	4,032	38	1,912	11	.25 Mn	4,019	3,794								
MAY 24	4,022	53				150	0	. Mn	4,000	3,980								
JUL 24	4,022	53				5	0	. Mn	-	-								
SEP 24	4,022	53				-	0	. Mn	-	-								
NOV 24	4,022	53				-	0	. Mn	-	-								
JAN 25	4,022	53				-	0	. Mn	-	-								
MAR 25	4,022	53				-	0	. Mn	-	-								
MAY 25	4,022	53				-	0	. Mn	-	-								
JUL 25	4,022	53				-	0	. Mn	-	-								
SEP 25	4,022	53				-	0	. Mn	-	-								
NOV 25	4,022	53				-	0	. Mn	-	-								
JAN 26	4,022	53				-	0	. Mn	-	-								
Total						59,724	166,605	3,241										

Source: Bloomberg

Export Est Period	Feb-23		Jan-23		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS
1 - 10th days	312,092	323,280	235,529	262,201	32.51%	23.29%	-2.63%	6.20%
1 - 15th days	437,327	449,703	401,749	453,771	8.86%	-0.90%	-12.00%	-11.42%
1 - 20th days	723,482	712,740	566,561	654,888	27.70%	8.83%	-11.59%	-12.77%
1 - 25th days	-	-	823,376	876,193	-	-	-	-
Full month	-	-	1,066,287	1,113,292	-	-	-	-

Source: Reuters

Malaysian Palm Oil Board Statistic	2021		2022		2023		Feb Chg (Mean)	KF's Expected Feb
	February	November	December	January	February			
Production	1,137,448	1,680,743	1,618,853	1,380,410	-12.07%	1,213,766		
Stocks	1,518,293	2,288,473	2,194,809	2,268,198	-2.61%	2,209,084		
Export	1,097,857	1,517,731	1,468,448	1,135,498	-14.88%	966,556		
Import	149,833	47,047	47,114	144,937	140.07%	347,954		

Source: Reuters

Commodity Futures (3rd month)	Overnight close	+/-	Relative to FCPO				
			1d Chg (%)	3m Chg	6m Chg	3m Chg	6m Chg
CPO	4235	0	0.00%	4.83%	-1.69%	0.05	-0.02
Dalian Olein	8252	12	0.15%	0.36%	-5.43%	0.96	0.96
Soybean Oil	62.04	-0.79	-1.26%	-17.18%	-9.79%	0.79	0.92
WTI Crude	75.39	1.44	1.95%	-3.41%	-15.96%	0.97	1.00
CRB Index (realtime)	266.94	0.8359	0.31%	-3.59%	-10.68%	0.92	0.85

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USDIDR	15192.0	-0.05%	-3.10%	2.44%

Source: Bloomberg

Overnight Lead

Chicago Board of Trade soybean futures closed lower on Thursday on spillover selling from the weak corn market and concerns about stiff competition for export sales, traders said. - Reuters

Previous Week	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg			
Mar23	4,122	3,854	4,200	4,250	9.0%	0.0%				
Apr23	4,164	3,882	Source: Reuters							
May23	4,170	3,887								
Jun23	4,153	3,875	Spreads	Last	Bid	Offer	Vol	High	Low	Avg
Jul23	4,127	3,856	Mar23-Apr23	-39	-44	-41	22	6	-54	-18
Aug23	4,097	3,834	Mar23-May23	-45	-60	-47	61	8	-60	-23
Sep23	4,074	3,820	Apr23-May23	-6	-7	-6	231	8	-17	-4
Oct23	4,062	3,809	Apr23-Jun23	17	16	17	76	23	-21	9
Nov23	4,056	3,807	May23-Jun23	23	23	25	150	26	-6	9
Dec23	4,045	3,821	May23-Jul23	47	60	62	94	66	-4	28

Source: Bloomberg

