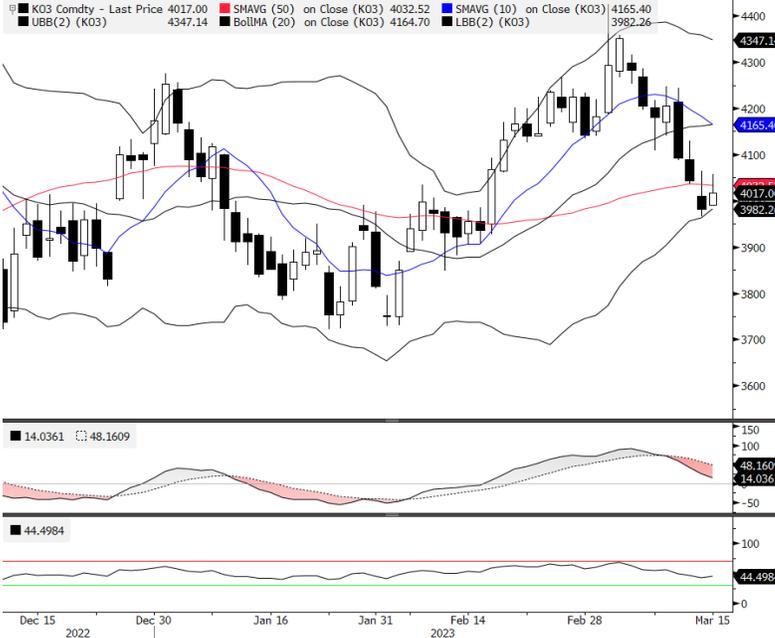


CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures put its three days losing streak to an end and closed 0.88% higher on Wednesday, tracking a recovery in rival soy oil prices and supported by bargain buying activities after recent rout and further lifted by the surge in exports data by cargo surveyors. Globally, crude oil prices nosedived on Wednesday, with the U.S. benchmark West Texas Intermediate (WTI) down \$3.72, or 5.2%, at \$67.61, breaking through psychological technical levels of \$70 and \$68 and extending the sell-off on mounting fears over problems at Credit Suisse that revived fears of a banking crisis and global selloff. Meanwhile, the CBOT soy oil climbed higher, with May soy oil rose 0.16 cent to finish at 56.34 cents per pound on speculative purchases amid slightly below trade expectations in February U.S. Soybean crush reported by National Oilseed Processors Association (NOPA) data released on Wednesday and ahead of the USDA's weekly exports sales due Thursday, despite weaker soy bean prices and crude oils stumbled. Thus, palm oil futures are expected to trade on a cautious note today following the slump in overnight competing crude oil and a potential of profit taking activities on global selloff activities while downside could be limited by stronger shipment data by cargo surveyor and firmer rival soy oil prices.

Technical

Palm oil futures for the May contract opened higher and trended gradually higher in positive territory as bargain buying activities emerged after recent fall following the firmer competing soy oil market during Asian trading hour and a surge in shipment data by cargo surveyor. At the close, the May contract settled at 4,017 ringgit per tonne with gains of 35 points. Trading activities for the day can be depicted through the formation of a short white-bodied candlestick pattern with longer upper and shaven bottom shadows, indicating that the bulls took control of the trading session. Technical wise, MACD indicator issued a sell signal while RSI lingered at neutral position. Hence, palm oil futures are expected to trade range bound with slight downward bias on a potential of mild profit taking activities amid mixed overnight competing oils performance while downward pressure could be limited on anticipations of improving tropical oil export demand. Thus, the newly listed June futures contract support and resistance for June futures contract can be eyed at 3,815 and 4,050 respectively.

KO3 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 12DEC2022-15HAR2023 Copyright© 2023 Bloomberg Finance L.P. 16-Mar-2023 09:26:49

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD
APR 23	4,103	-36			9,568		-1,085	-24.72 Mn
MAY 23	4,044	-36	4,105	4,030	2,693	41,599	-2,002	-44.95 Mn
JUN 23	3,982	-61	4,064	3,967	30,582	34,488	1,453	32.12 Mn
JUL 23	3,934	-66	4,020	3,924	15,262	28,288	380	8.3 Mn
AUG 23	3,898	-63	3,980	3,892	10,055	16,183	68	1.47 Mn
SEP 23	3,869	-55	3,934	3,861	6,280	13,338	48	1.03 Mn
OCT 23	3,845	-51	3,905	3,837	5,707	6,469	518	11.06 Mn
NOV 23	3,827	-49	3,887	3,819	1,742	10,520	847	18. Mn
DEC 23	3,817	-49	3,869	3,808	1,534	3,380	65	1.38 Mn
JAN 24	3,819	-43	3,868	3,817	640	3,583	22	.47 Mn
FEB 24	3,817	-43	3,841	3,822	247	670	-1	-.02 Mn
MAR 24	3,819	-43	3,864	3,829	101	2,393	8	.17 Mn
MAY 24	3,810	-43	3,853	3,821	93	223	0	. Mn
JUL 24	3,799	-43			6	6	0	. Mn
SEP 24	3,799	-43					0	. Mn
NOV 24	3,799	-43					0	. Mn
JAN 25	3,799	-43					0	. Mn
MAR 25	3,799	-43					0	. Mn
MAY 25	3,799	-43					0	. Mn
JUL 25	3,799	-43					0	. Mn
SEP 25	3,799	-43					0	. Mn
NOV 25	3,799	-43					0	. Mn
JAN 26	3,799	-43					0	. Mn
MAR 26	3,799	-43					0	. Mn
<b>Total</b>					<b>74,942</b>	<b>170,708</b>	<b>321</b>	

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	-	437,327	449,703	71.62%	-	32.22%	-
1 - 20th days	-	-	723,482	712,740	-	-	-	-
1 - 25th days	-	-	949,082	985,780	-	-	-	-
<b>Full month</b>	-	-	<b>1,062,057</b>	<b>1,131,939</b>	-	-	-	-

Source: Reuters

Malaysian Palm Oil Board Statistic	2021		2022		2023		2023		Feb Chg (Mean)		KF's Expected	
	February	December	January	February	January	February	January	February	February	February	February	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	3967	0	0.00%	1.25%	6.53%	0.01	0.07
Dalian Olein	7822	58	0.75%	-0.48%	-0.48%	0.98	0.93
Soybean Oil	56.34	0.50	0.90%	-11.08%	-17.94%	0.88	0.77
WTI Crude	67.61	-3.72	-5.22%	-9.27%	-15.90%	0.86	0.89
CRB Index (realtime)	254.03	-7.0438	-2.70%	-6.39%	-8.91%	0.90	0.79

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USDIDR	15381.5	-0.02%	-1.50%	3.27%

Source: Bloomberg

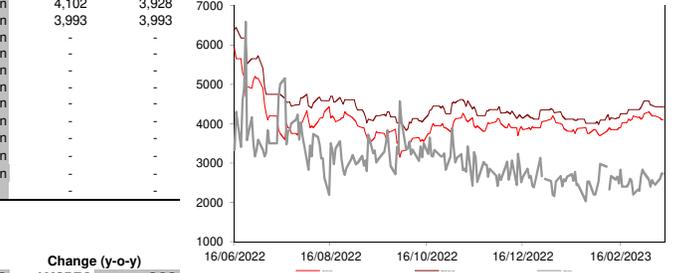
Overnight Lead

Chicago Board of Trade soybean futures edged lower on Wednesday, following stock and oil markets down.  
Reuters

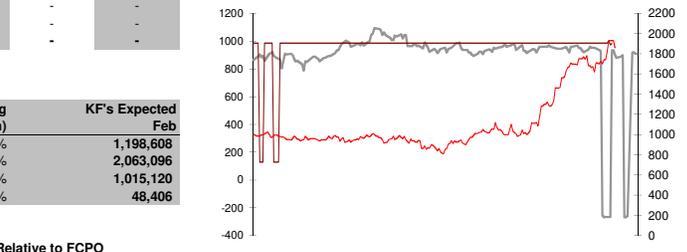
Previous Week		High		Low		CASH CPO (MYR/MT)		Last Bid		Last Offer		3m Chg		6m Chg	
4,301	4,098	Apr23	4,301	4,098	Apr23	4,301	4,098	4,100	4,200	10.7%	0.0%				

Spreads		Last		Bid		Offer		Vol		High		Low		Avg	
3,975	Apr23-May23	42	55	60	96	62	-17	2							
4,163	Apr23-Jun23	92	75	-	69	116	-21	23							
4,130	May23-Jun23	50	54	56	1,054	56	-6	21							
4,118	May23-Jul23	90	94	97	136	97	-4	52							
4,116	Jun23-Jul23	40	41	43	393	47	1	31							
4,102	Jun23-Aug23	71	75	80	128	95	9	63							

Source: Bloomberg



Crude Degummed Soybean Oil (CDSBO)/RBD Palm Olein (RBDPO) Basis (per Tonne) USD 908.67



3rd mth FCPO Volatility 30 Days 60 Days 90 Days 26.34% 31.11% 36.20%