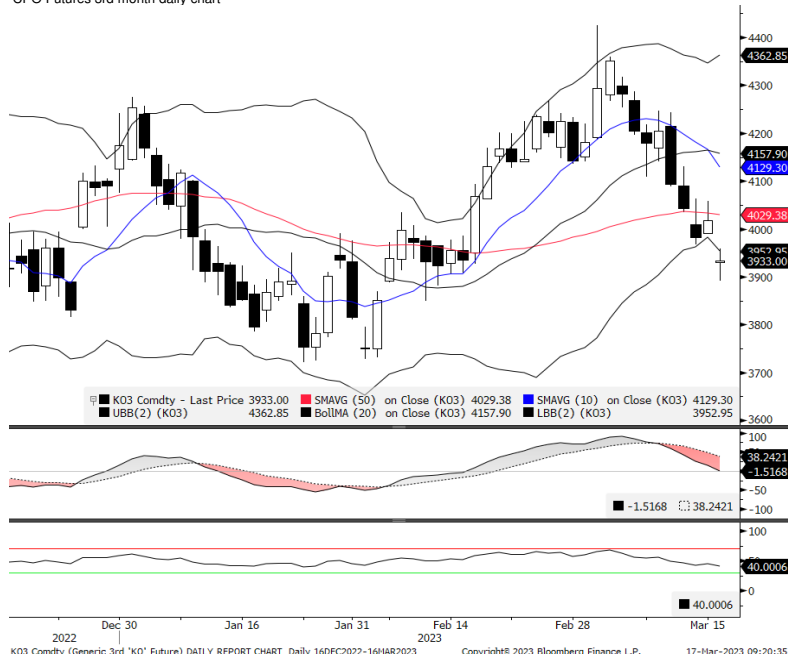


CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures erased previous session's gains to close 0.86% lower on Thursday, after fell to its lowest level in a month following the fall in crude oils amid the jitters over U.S. banking crisis that could spill over to commodities while downside was limited by robust demand after exports data showed a surge in demand by cargo surveyors. Globally, crude oil prices snap a three-session losing streak to close higher on Thursday, with the U.S. benchmark West Texas Intermediate (WTI) gained 74 cents, or 1.1%, to settle at \$68.35 a barrel, after Arab Saudi and Russia committed to OPEC+ production cuts as well as discussing about methods to maintain market balance and supported by recovery in global financial markets as Credit Suisse gets a lifeline by Swiss regulators. In addition, the CBOT soy oil edged higher, with May soy oil rose 1.39 cents to finish at 57.73 cents per pound, lifted by optimism over Chinese demand and following the rebound from its competing crude oil. Therefore, palm oil futures are expected to trade on an optimistic tone today tracking overnight strong performance in competing oils and the surge in exports data by cargo surveyors and a potential of bargain hunting activities after recent rout.

Technical

Palm oil futures for the June contract opened gap down and trended in negative territory for the trading session as profit booking activities emerged following the fall in the rival Dalian soy oil market along with worries over possible banking crisis that could lead to a global selloff. At the close, the June contract settled at 3,933 ringgit per tonne with losses of 84 points. Trading activities for the day can be depicted through the formation of a short white-bodied candlestick pattern with shorter upper and longer bottom shadows, indicating that the bears took control of the trading session. Technical wise, MACD indicator issued a sell signal while RSI lingered at a neutral region. Therefore, palm oil futures are expected to trade with upward bias today on a potential of bargain buying activities after recent rout and supported by the signal of robust demand of palm oil after cargo surveyor showed a surge in the first half of March exports data. Hence, the support and resistance for June futures contract can be found at 3,870 and 4,100 respectively.

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg			
APR 23	4,083	24	4,092	4,000	2,037	9,145	-423	-9.62 Mn	4,301	4,098	Apr23	4,100	4,150	6.8%	0.0%			
MAY 23	4,007	-10	4,021	3,945	14,437	39,014	-2,585	-57.67 Mn	4,317	4,088	Source: Reuters							
JUN 23	3,933	-34	3,959	3,892	28,977	37,283	-2,795	61.2 Mn	4,295	4,056								
JUL 23	3,882	-45	3,915	3,854	7,481	29,318	-1,030	22.26 Mn	4,249	4,017	Spreads	Last	Bid	Offer	Vol	High	Low	Avg
AUG 23	3,839	-57	3,875	3,819	5,843	16,515	332	7.1 Mn	4,202	3,975	Apr23-May23	76	81	82	201	82	-15	6
SEP 23	3,810	-57	3,851	3,794	5,258	14,031	693	14.7 Mn	4,163	3,945	Apr23-Jun23	150	9	154	54	155	-21	30
OCT 23	3,791	-57	3,829	3,782	5,230	8,382	1,913	40.38 Mn	4,130	3,925	May23-Jun23	74	68	71	949	73	-6	24
NOV 23	3,781	-57	3,819	3,771	5,405	12,116	1,596	33.6 Mn	4,118	3,918	May23-Jul23	125	119	121	131	126	-4	57
DEC 23	3,783	-54	3,821	3,770	1,480	3,283	-97	-2.04 Mn	4,116	3,914	Jun23-Jul23	51	50	53	523	54	1	32
JAN 24	3,781	-54	3,823	3,778	1,258	3,885	302	6.36 Mn	4,102	3,913	Jun23-Aug23	94	91	97	216	99	9	67
FEB 24	3,783	-54	3,825	3,779	219	704	34	.72 Mn	4,105	3,909	Source: Bloomberg							
MAR 24	3,774	-54	3,819	3,778	132	2,392	-1	-.02 Mn	4,102	3,918	Refiner's Margin (RBDPO - Cash CPO)							
MAY 24	3,763	-54	3,808	3,775	110	286	63	1.32 Mn	4,102	3,928	7000							
JUL 24	3,763	-54				6	0	. Mn	3,993	3,993								
SEP 24	3,763	-54				-	0	. Mn	-	-	6000							
NOV 24	3,763	-54				-	0	. Mn	-	-								
JAN 25	3,763	-54				-	0	. Mn	-	-	5000							
MAR 25	3,763	-54				-	0	. Mn	-	-								
MAY 25	3,763	-54				-	0	. Mn	-	-								
JUL 25	3,763	-54				-	0	. Mn	-	-	4000							
SEP 25	3,763	-54				-	0	. Mn	-	-								
NOV 25	3,763	-54				-	0	. Mn	-	-	3000							
JAN 26	3,763	-54				-	0	. Mn	-	-								
MAR 26	3,763	-54				-	-	. Mn	-	-	2000							
Total					77,867	176,360	5,652											

Source: Bloomberg

Export Est Period	Mar-23 AMSPEC	SGS	Feb-23 AMSPEC	SGS	Change (m-o-m) AMSPEC	SGS	Change (y-o-y) AMSPEC	SGS
1 - 10th days	474,830	-	312,092	323,280	52.14%	-	28.16%	-
1 - 15th days	750,530	715,230	437,327	449,703	71.62%	59.04%	32.22%	24.41%
1 - 20th days	-	-	723,482	712,740	-	-	-	-
1 - 25th days	-	-	949,082	985,780	-	-	-	-
Full month	-	-	1,062,057	1,131,939	-	-	-	-

Source: Reuters

Malaysian Palm Oil Board Statistic

	2021 February	2022 December	2023 January	2023 February	Feb Chg (Mean)	KF's Expected Feb
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	3933	0	0.00%	0.38%	0.00	0.06
Dalian Olein	7750	-72	-0.92%	-1.40%	0.98	0.93
Soybean Oil	57.73	1.39	2.47%	-8.89%	0.91	0.80
WTI Crude	68.35	0.74	1.09%	-8.28%	0.87	0.90
CRB Index (realtime)	256.65	2.6138	1.03%	-5.43%	0.91	0.81

Source: Bloomberg

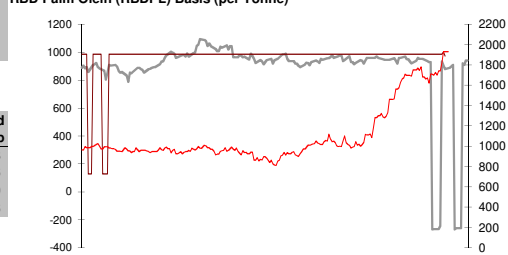
Currency	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.4902	-0.28%	1.71%	-1.04%
USDIDR	15389.0	0.05%	-1.38%	2.86%

Source: Bloomberg

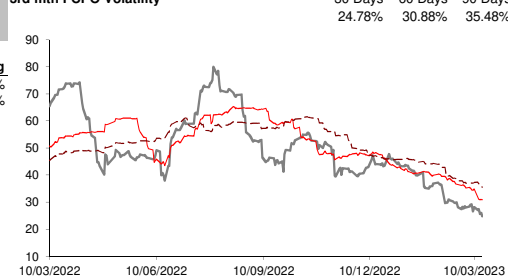
Overnight Lead

Chicago Board of Trade soybean futures clawed back some ground to end slightly higher on Thursday on hopes for U.S. sales to China, analysts said. Reuters

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



3rd mth FCPO Volatility



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