

Preview **Fundamental**

Fundamental Malaysian palm oil futures slipped, snapping its four consecutive trading session of advance to settle 0.71% lower on Friday, weighed down by profit taking activities on concerns over weaker demand from top buyers after heavy purchases as well as stronger Ringgit and a drop-in prices of competing vegetable oils while the benchmark contract post a weekly rise amid output concerns. Globally, crude oil prices surged higher on Friday, recorded their second-straight weekly gains with the U.S. benchmark West Texas Intermediate (WTI) gaining \$1.30, or 1.8%, to \$75.67 per barrel as supplies tightened in comparator of the world and U.S. inflating data inclined price rises were tightened in some parts of the world and U.S. inflation data indicated price rises were slowing. In addition, the CBOT soy oil reverse course and close sharply higher, with May soy oil rose 1.12 cents to settle at 55.49 cents per pound, as participant sentiments were propelled by U.S. Department of Agriculture's forecast for 2023 plantings and its March 1 soy stockpiles estimate both came in at the low end of trade expectations. Therefore, palm oil futures are expected to trade on a steady note today on a potential of bargain buying activities following strong gains in overnight rival oils market and tropical oil supply tightness concerns while expectations of discouraging tropical oil exports demand in April might cap gains.

Technical
Palm oil futures for the June contract opened on a back foot and trapped in the negative column for most part of the trading session as participants locked in profit after recent rallies amid concerns about slowing demand and stronger local currency. At the close, the June futures contract settled at 3,761 ringgit per tonne with losses of 27 points, forming a black-bodied candlestick pattern with short upper and long bottom shadows, indicating that the bears seize control over the trading session. Technical wise, MACD indicator remained issue a selling signal while RSI oscillated in the neutral region. Nevertheless, palm oil futures are expected to trade on a supportive tone today following the strength in overnight competing oils and a potential of bargain hunting activities on concerns about tightening tropical oil supply while upside could be limited on uncertainties over tropical oil export demand. Hence, the support and resistance for today can be found at 3,715 and 3,850 respectively.

| K02 C h /C | - i- p-1 lyal p 1 - i | DATE OF DEPOSIT CHART D. 3 | 2023 | 22022 | C i lun nonn | Bloomberg Finance L.P. | 24 11 | ar-2023 19:02:22 | | | | | | | | | | |
|--------------|-----------------------|----------------------------|-------------------|-------|-----------------|------------------------|---------|------------------|-------|-----------|-----------------|----------|----------|---------|----------------------------------------------------------------------------------------------------------------|------------------|----------|--------|
| Source: Bloc | | DAILY REPORT CHART Dail | y 310EC2022-31FIA | K2U23 | Copyrights 2023 | Bloomberg Finance L.P. | 31-14 | O/I chg | Provi | ious Week | | | | | | | | |
| Contract | Sett | Chg | High | Low | Vol | Open Int | O/I chg | Value USD | High | | Cash CPO (MY | R/MT) | L | ast Bid | Li | ast Offer | 3m Cha | 6m Chg |
| APR 23 | 4,058 | -54 | 4,132 | 4,010 | 397 | 1,851 | -212 | -4.86 Mn | 4,132 | | Apr23 | | | 4,150 | | 4,200 | 2.1% | 0.0% |
| MAY 23 | 3,908 | -27 | 3,952 | 3,850 | 3,550 | 23,086 | -220 | -4.86 Mn | 3,952 | 3,630 | Source: Reuters | 3 | | | | | | |
| JUN 23 | 3,761 | -27 | 3,805 | 3,714 | 25,778 | 55,968 | -2,598 | -55.24 Mn | 3,805 | 3,528 | | | | | | | 30 Day | |
| JUL 23 | 3,676 | -24 | 3,714 | 3,635 | 8,844 | 33,956 | 1,396 | 29.01 Mn | 3,716 | 3,482 | Spreads | Last | Bid | Offer | Vol | High | Low | Avg |
| AUG 23 | 3,629 | -20 | 3,661 | 3,587 | 5,258 | 18,416 | 729 | 14.96 Mn | 3,667 | 3,469 | Apr23-May23 | 150 | 157 | 206 | 146 | 261 | -15 | 53 |
| SEP 23 | 3,603 | -22 | 3,631 | 3,563 | 4,430 | 17,514 | 178 | 3.63 Mn | 3,646 | 3,456 | Apr23-Jun23 | 297 | - | - | 164 | 345 | -1 | 110 |
| OCT 23 | 3,586 | -22 | 3,602 | 3,550 | 2,080 | 9,828 | -27 | 55 Mn | 3,628 | 3,445 | May23-Jun23 | 147 | 139 | 144 | 1,640 | 154 | 13 | 57 |
| NOV 23 | 3,578 | -22 | 3,594 | 3,544 | 2,549 | 14,014 | 410 | 8.29 Mn | 3,619 | 3,437 | May23-Jul23 | 232 | 223 | 240 | 660 | 246 | 42 | 101 |
| DEC 23 | 3,577 | -22 | 3,593 | 3,545 | 399 | 6,026 | 5 | .1 Mn | 3,613 | 3,436 | Jun23-Jul23 | 85 | 84 | 89 | 3,879 | 93 | 26 | 45 |
| JAN 24 | 3,579 | -22 | 3,592 | 3,550 | 218 | 4,501 | 39 | .79 Mn | 3,612 | 3,439 | Jun23-Aug23 | 132 | 130 | 141 | 1,026 | 146 | 43 | 81 |
| FEB 24 | 3,583 | -22 | 3,558 | 3,555 | 13 | 1,072 | 3 | .06 Mn | 3,572 | 3,453 | Source: Bloomb | erg | | | | | | |
| MAR 24 | 3,593 | -25 | 3,599 | 3,554 | 606 | 4,379 | 258 | 5.24 Mn | 3,631 | 3,456 | Refiner's Marg | in (RBDI | PO - Cas | sh CPO) | | | - | |
| MAY 24 | 3,603 | -13 | 3,603 | 3,568 | 39 | 870 | 9 | .18 Mn | 3,643 | 3,465 | 6000 ¬ | | | | | | | 1 |
| JUL 24 | 3,603 | -13 | | | | 105 | 0 | . Mn | - | - | 5500 | | | | | | | |
| SEP 24 | 3,603 | -13 | | | | - | 0 | . Mn | - | - | 1 / | | | | | | | |
| NOV 24 | 3,603 | -13 | | | | - | 0 | . Mn | - | - | 5000 - | | | | | | | |
| JAN 25 | 3,603 | -13 | | | | - | 0 | . Mn | - | - | 4500 | 1~~ | ١l | ~\ | | | _ | |
| MAR 25 | 3,603 | -13 | | | | - | 0 | . Mn | - | - | | مرکم آه | 7~~ | | ᠘᠊ᢆᢦᠬ | 7 2 ~ | ~~~~ | ~ ~ |
| MAY 25 | 3,603 | -13 | | | | - | 0 | . Mn | - | - | 4000 | K. | Yinh | V ~~\ " | $\sqrt{\sqrt{\sqrt{\sqrt{\sqrt{\sqrt{\sqrt{\sqrt{\sqrt{\sqrt{\sqrt{\sqrt{\sqrt{\sqrt{\sqrt{\sqrt{\sqrt{\sqrt{$ | ~~ ~~ | <u> </u> | \vee |

Mn Mn

. Mn

Export Est Mar-23 Feb-23 Change (m-o-m) AMSPEC SGS AMSPEC 312,092 Period 323,280 1 - 10th days 474.830 52.14% 28.16% 1 - 15th days 750,530 715,230

54.161

191.586

Change (y-o-y) AMSPEC Crude Degummed Sovbean Oil (CDSBO)/ 449,703 712,740 437.327 71.62% 59.04% 32.22% 24.41% RBD Palm Olein (RBDPL) Basis (per Tonne) 723,482 29.75% 30.38% 26.03% 28.35% 949 082 985 780 19.78% 18.53% 12.70% 1,062,057 32.02% 8.54%

0

0

0

-30

| 10.0470 | | ш | ш | D. |
|-----------|--------|---|----|--------|
| - | 1000 - | Ш | Ш | ~~~~~~ |
| | 800 - | / | V | ~ |
| | 600 - | | Ш | |
| Expected | | Ш | Ш | |
| Feb | 400 - | ₩ | H | ~~~~~ |
| 1,198,608 | 200 - | Ш | II | |
| 2,063,096 | 200 | _ | _ | |
| 1,015,120 | 0 | | | |
| 48,406 | 200 | | | |
| | | | | |

3rd mth FCPO Volatility

30 20 31/3/2022 4/9/2022

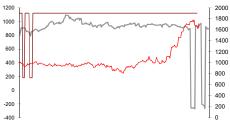
| | 800 |
|------------------------|------|
| | 600 |
| F's Expected Feb | 400 |
| 1,198,608 | 200 |
| 2,063,096 1.015,120 | 0 |
| 48,406 | -200 |
| | -200 |

3000

2500

2000

1500 1000 4/7/2022



4/11/2022

4/1/2023

4/3/2023

USD 893.67

30 Days 60 Days 90 Days

30/9/2022 30/11/2022 31/1/2023 31/3/2023

29.41% 35.53%

| Malaysian Palm Oil Board Statistic | 2021 | 2022 | 2023 | 2023 | Feb Chg | KF's Expected | |
|------------------------------------|-----------|-----------|-----------|-----------|---------|---------------|--|
| | February | December | January | February | (Mean) | 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) Relative to FCPO 6m Chg Overnight close 1d Chg (%) 3m Chg 6m Chg CPO -27 78 1.12 -9.89% -7.37% 10.10% 7.14% -17.03% -0.10 1.03 0.98 0.10 0.97 0.75 3761 Dalian Oleir 1.03% Soybean Oil 55.49 -12.14% 2.06% 1.75% -1.12% -1.87% 0.99 0.81 WTI Crude 75.67 1.30 -2 15% CRB Index (realtime) 6m Chg

Source : Bloomber Currency 1d Chg 4.4220 USDMYR 0.15% -0.34% 0.15% USDIDR 14995.5 -3.38% Source : Bloomberg



31/5/2022

31/7/2022

Overnight Lead

JUL 25

SEP 25

NOV 25

JAN 26

MAR 26

1 - 20th days

1 - 25th days

Source: Reuters

Full month

Total

3,603

3,603

3 603

3.603

-13

-13

-13

938.690

1,136,825

1.402.142

929.274

Chicago Board of Trade soybean futures ended higher on Friday, climbing back above \$15.a bushel for the first time since mid-March after the U.S. Department of Agriculture's forecast for 2023 plantings and its March 1 soy stockpiles estimate both came in at the low end of trade expectations. - Reuters

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