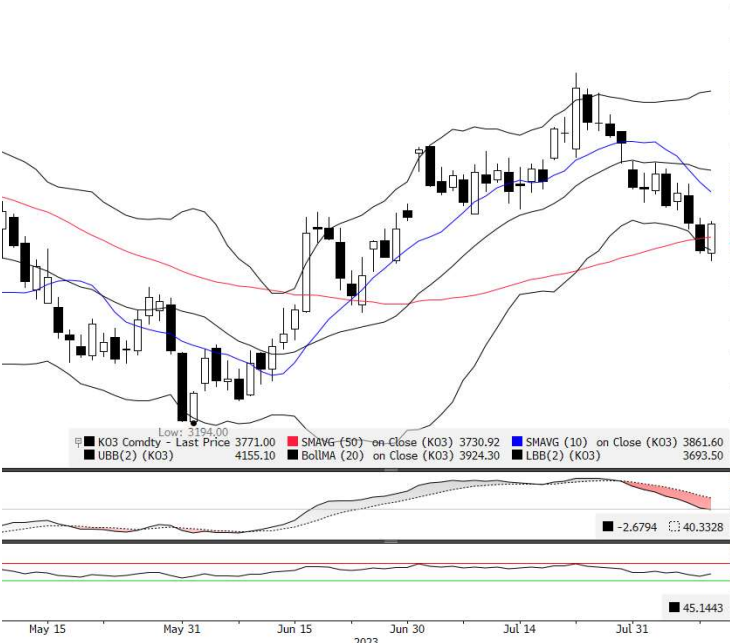


CPO Futures 3rd month daily chart



**Preview Fundamental**

Malaysian palm oil futures recouped previous session losses to close 2.11% higher on Wednesday, rebounding from lowest level in six weeks supported by the recovery in rival soy oil prices while cautious sentiment ahead of crucial MPOB data and elevated production outlook during the peak crop season capped the gains. Globally, crude oil prices continued its hike on Wednesday, hitting its highest level since November 2022 with the U.S. benchmark West Texas Intermediate (WTI) closed \$1.48, or 1.8%, higher at \$84.40 per barrel, propelled by a substantial decline in U.S. fuel stockpiles and a Saudi cabinet statement reaffirming support for OPEC+ production cut measures. In addition, the CBOT soy oil finished higher on Wednesday, with December soy oil rose 0.58 cent to 60.43 cents per lb, supported by the spillover strength in rival crude oil and bargain buying activities. Therefore, palm oil futures are expected to trade cautiously higher today tracking overnight gains in rival oils and a potential of bargain buying activities on improved demand outlook while cautious sentiment ahead of key MPOB data that will be released later today could limit the upside.

**Technical**

Palm oil futures for the October contract opened higher and trended gradually higher in positive territory as bargain buying activities emerged following the rebound in the competing soy oil market and improving demand outlook. At the close, the October contract settled at 3,771 ringgit per tonne with gains of 78 points. Trading activities for the day can be depicted through the formation of a long white-bodied candlestick pattern with shorter upper and longer 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. Therefore, palm oil futures are expected to trade range bound with slight upward bias on a potential of extending bargain buying activities ahead of MPOB data today at noon and stronger overnight competing oils performance while gains could be limited by worries over rising supply during peak crop season. Therefore, the support and resistance for October futures contract can be eyed at 3,700 and 3,880 respectively.

K03 Comdty (Generic 3rd 'K0' Future) DAILY REPORT CHART Daily 09:14V2023-09AUG2023

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg				
AUG 23	3,745	69	3,740	3,670	69	1,279	-346	-7.08 Mn	3,840	3,745	Aug23	3,740	3,780	-2.3%	0.0%				
SEP 23	3,759	73	3,765	3,658	2,734	15,664	-1,214	-24.94 Mn	3,919	3,779	Source: Reuters								
OCT 23	3,771	78	3,778	3,662	25,271	46,397	-562	-11.58 Mn	3,952	3,809									
NOV 23	3,793	83	3,798	3,678	8,858	27,441	784	16.25 Mn	3,961	3,829									
DEC 23	3,819	85	3,821	3,702	6,928	21,748	1,029	21.48 Mn	3,972	3,849	Aug23-Sep23	-14	-20	34	28	26	-117	-30	
JAN 24	3,843	82	3,844	3,725	4,920	25,332	618	12.98 Mn	3,991	3,871	Aug23-Oct23	-26	-	-	5	18	-140	-45	
FEB 24	3,870	87	3,871	3,755	1,628	11,696	38	.8 Mn	4,008	3,893	Sep23-Oct23	-12	-16	-13	313	12	-45	-16	
MAR 24	3,884	102	3,885	3,766	2,324	14,022	53	1.13 Mn	4,010	3,899	Sep23-Nov23	-34	-78	-30	61	19	-68	-25	
APR 24	3,881	96	3,882	3,765	2,329	6,754	535	11.35 Mn	4,000	3,881	Oct23-Nov23	-22	-22	-21	1,000	7	-32	-9	
MAY 24	3,863	101	3,864	3,733	1,125	13,507	157	3.31 Mn	3,973	3,858	Oct23-Dec23	-48	-45	-43	85	5	-65	-22	
JUN 24	3,832	101	3,822	3,720	169	3,715	12	.25 Mn	3,935	3,838	Source: Bloomberg								
JUL 24	3,815	112	3,816	3,694	332	5,393	-40	-.83 Mn	3,887	3,812									
SEP 24	3,794	112	3,768	3,670	137	1,913	4	.08 Mn	3,861	3,778									
NOV 24	3,771	112	3,750	3,660	141	1,514	48	.99 Mn	3,825	3,756									
JAN 25	3,771	112	-	-	-	-	0	. Mn	3,877	3,810									
MAR 25	3,771	112	-	-	-	-	0	. Mn	-	-									
MAY 25	3,771	112	-	-	-	-	0	. Mn	-	-									
JUL 25	3,771	112	-	-	-	-	0	. Mn	-	-									
SEP 25	3,771	112	-	-	-	-	0	. Mn	-	-									
NOV 25	3,771	112	-	-	-	-	0	. Mn	-	-									
JAN 26	3,771	112	-	-	-	-	0	. Mn	-	-									
MAR 26	3,771	112	-	-	-	-	0	. Mn	-	-									
MAY 26	3,771	112	-	-	-	-	0	. Mn	-	-									
JUL 26	3,771	112	-	-	-	-	0	. Mn	-	-									
<b>Total</b>						<b>56,965</b>	<b>196,375</b>	<b>1,116</b>											

Source: Bloomberg

Export Est Period	Jul-23		Jun-23		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS
1 - 10th days	326,569	373,204	275,211	295,990	18.66%	26.09%	5.93%	-
1 - 15th days	510,249	554,054	437,101	464,380	16.73%	19.31%	2.06%	-
1 - 20th days	687,098	754,214	624,306	632,345	10.06%	19.27%	6.22%	-
1 - 25th days	987,414	1,056,830	891,361	897,180	10.78%	17.79%	14.21%	-
<b>Full month</b>	<b>1,176,912</b>	<b>1,238,438</b>	<b>1,091,891</b>	<b>1,085,920</b>	<b>7.79%</b>	<b>14.05%</b>	<b>-4.09%</b>	-

Source: Reuters

Malaysian Palm Oil Board Statistic	2021		2022		2023		2023		Jun Chg (Mean)	KF's Expected
	June	April	June	April	June	June				
Production	1,545,129	1,196,450	1,517,546	1,447,795	1,68%	1,472,112				
Stocks	1,655,073	1,497,535	1,686,782	1,720,567	1.22%	1,741,487				
Export	1,193,861	1,074,447	1,079,020	1,171,741	2.85%	1,205,134				
Import	59,195	33,678	80,926	135,271	41.27%	191,097				

Source: Reuters

Commodity Futures (3rd month)	Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	Relative to FCPO	
						3m Chg	6m Chg
CPO	3771	0	0.00%	1.67%	-4.07%	0.02	-0.04
Dalian Olein	7360	-18	-0.24%	2.71%	-5.59%	1.01	0.98
Soybean Oil	66.79	0.13	0.20%	26.69%	13.13%	1.25	1.18
WTI Crude	84.40	1.48	1.78%	17.19%	7.26%	0.98	0.97
CRB Index (realtime)	282.04	2.8171	1.01%	7.56%	3.44%	1.15	1.12

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.5740	0.02%	2.57%	5.53%
USIDR	15189.5	-0.19%	3.23%	0.80%

Source: Bloomberg

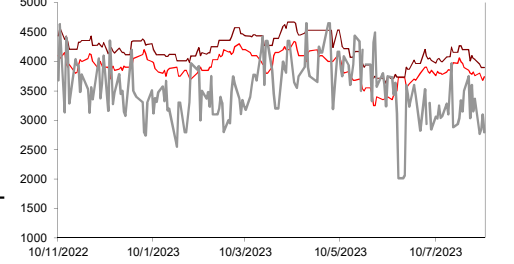
**Overnight Lead**

Chicago Board of Trade soybean futures finished higher on Wednesday, extending a bounce after dropping on Tuesday to their lowest level since June 30, traders said. - Reuters

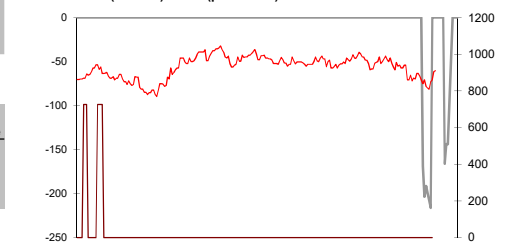
Previous Week			
High	Low	Cash CPO (MYR/MT)	Last Bid
3,745	3,780	Aug23	3,740

Spreads				30 Day		
Last	Bid	Offer	Vol	High	Low	Avg
-14	-20	34	28	26	-117	-30
-26	-	-	5	18	-140	-45
-12	-16	-13	313	12	-45	-16
-34	-78	-30	61	19	-68	-25
-22	-22	-21	1,000	7	-32	-9
-48	-45	-43	85	5	-65	-22

**Refiner's Margin (RBDPO - Cash CPO)**



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



**3rd mth FCPO Volatility**

