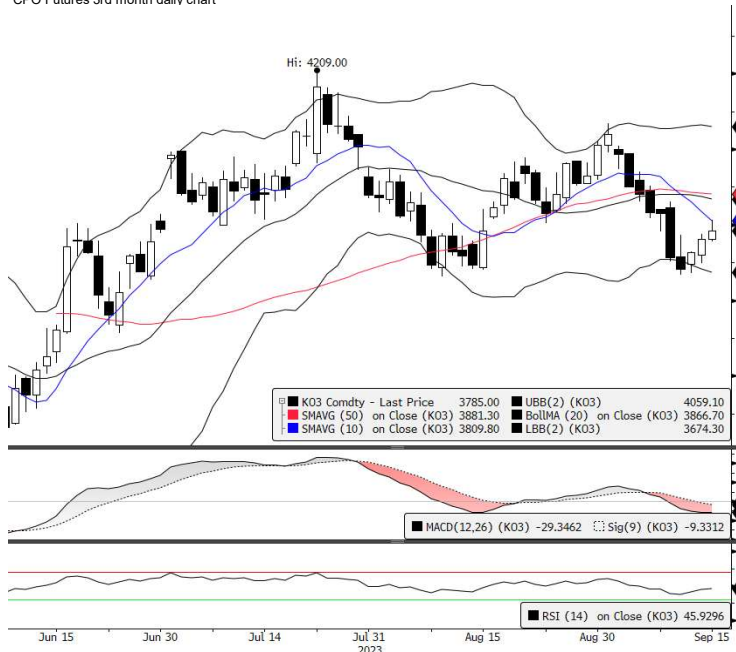


CPO Futures 3rd month daily chart



## Preview

### Fundamental

Malaysian palm oil futures extended its advance for third session and closed 0.64% higher on Friday, despite recording second weekly drop due to mounting stockpiles in Malaysia and slower export demand, the prices recovered most of its losses on concerns over the impact of El Niño on the tropical oil's production and mirroring the gains in rival soy oil. Globally, crude oil prices continued its hike and hit 10-month high on Friday, with the U.S. benchmark West Texas Intermediate (WTI) up 61 cents, or 0.7%, to close at \$90.77 a barrel, rose 4% on weekly basis driven by the tightening of global oil supply as production reductions by OPEC has synergized with a sense of optimism along with robust demand from China. In addition, the CBOT rose on Friday, with December soy oil settled up 0.34 cent at 62.06 cents per pound, as early trading session's losses due to profit taking activities ahead of weekend were pared by hopes over strong demand for soy oil from renewable diesel producers. Therefore, palm oil futures are expected to trend with an upward bias today tracking overnight strong soybean oil performance coupled with rising crude oil prices and optimism over robust China's imports of Malaysian palm oil following the exchange of a memorandum of understanding (MoU) during the 20th China-ASEAN Expo (CAEXPO).

### Technical

Palm oil futures for the November contract opened steadier and trended higher in positive territory as buying activities continued following the rally in the competing edible oils market during Asian trading hour and concerns over the onset of El Niño that could hurt production. At the close, the November contract settled at 3,785 ringgit per tonne with gains of 24 points. Trading activities for the day can be depicted through the formation of a short white-bodied candlestick pattern with longer upper and shorter bottom shadows, indicating that the bulls took control of the trading session. Technical wise, MACD indicator issued a selling signal while RSI lingered at neutral position. Nevertheless, palm oil futures are expected to trade range bound with an upward bias today mirroring overnight gains in competing oils and optimism over recovery in exports demand while a potential of profit taking activities after recent rally might cap the upside. Thus, the support and resistance for newly listed active December futures contract can be eyed at 3,800 and 3,920 respectively.

KO3 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 16JUN2023-15SEP2023 Copyright© 2023 Bloomberg Finance L.P. 15-Sep-2023 18:55:13

Source: Bloomberg									
Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	O/I chg
OCT 23	3,729	25	3,756	3,713	1,723	10,972	-729	-14.5 Mn	3,777
NOV 23	3,785	24	3,812	3,755	17,407	35,873	-2,471	-49.9 Mn	3,970
DEC 23	3,830	16	3,858	3,814	13,182	37,059	2,043	41.75 Mn	3,978
JAN 24	3,871	7	3,903	3,865	6,167	27,227	925	19.11 Mn	3,986
FEB 24	3,910	3	3,942	3,902	2,552	16,118	-19	-4 Mn	3,929
MAR 24	3,934	3	3,966	3,924	4,494	20,770	638	13.39 Mn	3,991
APR 24	3,942	3	3,973	3,936	1,673	11,972	57	1.2 Mn	3,984
MAY 24	3,934	3	3,960	3,927	3,633	20,702	207	4.34 Mn	4,010
JUN 24	3,901	-4	3,928	3,900	814	7,432	-1	-0.2 Mn	3,993
JUL 24	3,878	-4	3,899	3,875	1,162	7,713	91	1.88 Mn	3,947
AUG 24	3,857	-4	3,875	3,860	197	1,499	13	.27 Mn	3,931
SEP 24	3,838	-4	3,860	3,840	363	3,156	68	1.39 Mn	3,907
NOV 24	3,832	-4	3,852	3,830	447	2,548	180	3.68 Mn	3,852
JAN 25	3,832	-4	-	-	-	11	0	. Mn	3,867
MAR 25	3,832	-4	-	-	-	3	0	. Mn	3,877
MAY 25	3,832	-4	-	-	-	-	0	. Mn	-
JUL 25	3,832	-4	-	-	-	-	0	. Mn	-
SEP 25	3,832	-4	-	-	-	-	0	. Mn	-
NOV 25	3,832	-4	-	-	-	-	0	. Mn	-
JAN 26	3,832	-4	-	-	-	-	0	. Mn	-
MAR 26	3,832	-4	-	-	-	-	0	. Mn	-
MAY 26	3,832	-4	-	-	-	-	0	. Mn	-
JUL 26	3,832	-4	-	-	-	-	0	. Mn	-
SEP 26	3,832	-	-	-	-	-	-	-	-
<b>Total</b>					<b>53,814</b>	<b>203,055</b>	<b>1,002</b>		

Source: Bloomberg

Export Est Period	Sep-23		Aug-23		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS
1 - 10th days	305,594	350,823	383,795	395,145	-20.38%	-11.22%	-17.65%	-
1 - 15th days	574,936	580,893	633,585	658,475	-9.26%	-11.78%	-1.46%	-
1 - 20th days	-	-	806,655	827,975	-	-	-	-
1 - 25th days	-	-	945,155	974,235	-	-	-	-
<b>Full month</b>	-	-	<b>1,171,998</b>	<b>1,201,488</b>	-	-	-	-

Source: Reuters

Malaysian Palm Oil Board Statistic	2021		2022		2023		Sep Chg (Mean)	KF's Expected September
	August	June	July	August	July	August		
Production	1,725,781	1,447,795	1,610,052	1,753,472	1,610,052	1,753,472	7.61%	1,886,903
Stocks	2,094,667	1,720,567	1,731,512	2,124,963	1,731,512	2,124,963	12.18%	2,383,832
Export	1,299,654	1,171,741	1,353,925	1,221,814	1,353,925	1,221,814	-4.75%	1,163,744
Import	145,452	135,271	103,837	110,621	103,837	110,621	14.94%	127,152

Source: Reuters

Commodity Futures (3rd month)	Relative to FCPO					
	Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	3m Chg
CPO	3830	16	0.42%	8.78%	-4.66%	0.09
Dalian Olein	7506	64	0.86%	7.20%	0.78%	0.99
Soybean Oil	63.38	-1.05	-1.63%	6.18%	10.30%	0.98
WTI Crude	90.77	0.61	0.68%	26.51%	36.05%	0.96
CRB Index (realtime)	289.61	-0.6788	-0.23%	6.90%	13.72%	1.16

Source: Bloomberg

Currency	Last		3m Chg	6m Chg
	USD/MYR	USD/IDR		
USD/MYR	4.6855	0.05%	1.13%	4.40%
USD/IDR	15355.5	0.00%	2.68%	-0.18%

Source: Bloomberg

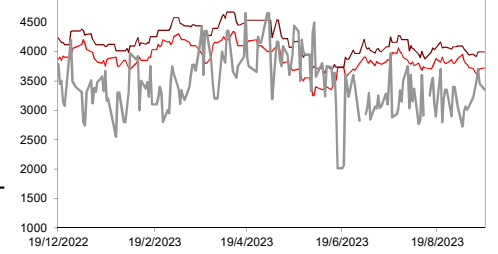
## Overnight Lead

Chicago Board of Trade soybean futures fell on Friday on position squaring ahead of the weekend and on concerns about demand after a monthly industry report showed a slower-than-anticipated U.S. processing pace last month, traders said. - Reuters

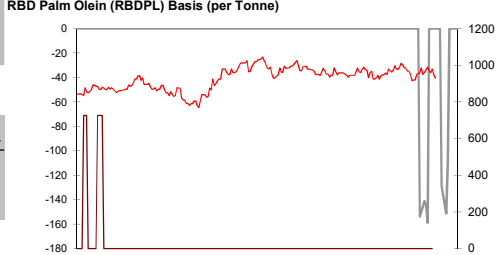
Previous Week									
Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	O/I chg
SEP23	3,720	3,750	-0.2%	0.0%					

Refiner's Margin (RBDPO - Cash CPO)									
Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	O/I chg
SEP23	3,720	3,750	-0.2%	0.0%					

Source: Bloomberg



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



3rd mth FCPO Volatility

Period	30 Days	60 Days	90 Days
Volatility	25.60%	29.03%	34.06%