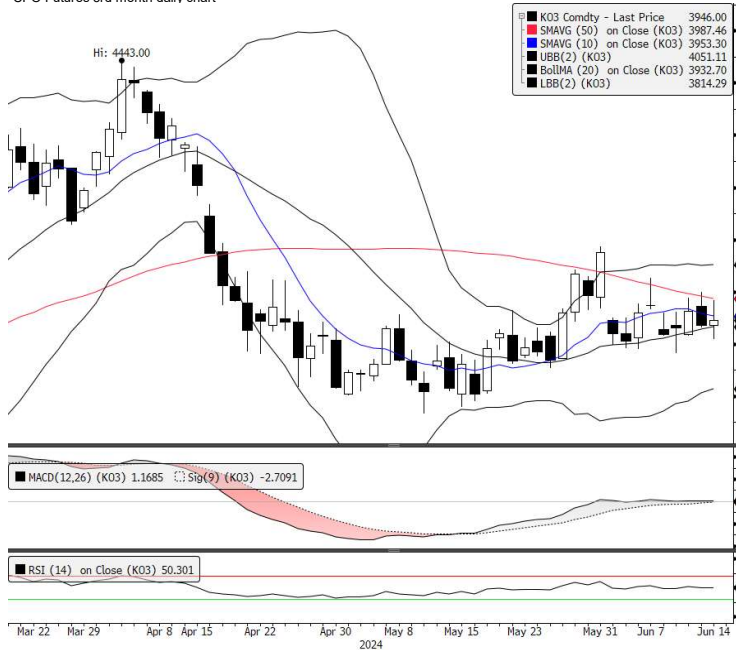


CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures edged 0.25% higher on Friday following a day of lacklustre trading ahead of the long weekend, as lower competing oil prices were offset by a weaker Ringgit while palm oil futures registered its second consecutive weekly decline due to worries over production forecasts and diminishing export demand from Malaysia, the world's second-largest palm oil producer. Globally, crude oil prices surged on Monday, with the U.S. benchmark West Texas Intermediate (WTI) gained by \$1.88, or 2.4%, to settle at \$80.33 a barrel, the highest level since late April, fueled by optimism about the rising demand outlook in the coming months by OPEC+, IEA, and EIA and increased manufacturing investments in China during the first five months contributed to the bullish sentiment. In addition, the CBOT soy oil inched higher on Monday, with July soy oil finished 0.05 cent higher at 43.73 cents per pound, driven by spill over strength from rising crude oil prices which offset the impact of favourable weather forecasts that alleviated concerns about a U.S. heatwave. Therefore, palm oil futures are expected to trade higher today tracking stronger overnight rival oils along with a potential of bargain hunting activities while upside could be capped by lacklustre June export data from cargo surveyors and expectations of favorable weather conditions boosting production.

Technical

Palm oil futures for the August contract swung between gains and losses and closed above positive territory as the retreat in rival oils during Asian trading hours were erased by weaker Malaysian Ringgit and short covering activities ahead of holiday extended weekend. At the close, the August contract settled at 3,946 ringgit per tonne with gains of 10 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 bears tried to control over the trading session while bulls managed to defend it. Technical wise, MACD indicator is approaching to a sell signal while RSI is lingering in a neutral region. Nevertheless, palm oil futures are expected to trade range bound with slight upward bias today tracking stronger overnight rival oil prices and a potential of bargain hunting activities while upside could be capped by worries over slower demand data during June 1-15. Therefore, the support and resistance for the newly listed September futures contract can be eyed at 3,900 and 4,000 respectively.

KO3 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 20MAR2024-17JUN2024 Copyrights 2024 Bloomberg Finance L.P. 18-Jun-2024 09:49:02

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD
JUL 24	3,961	27	3,980	3,910	5,411	14975	-1,786	-37.5 Mn
AUG 24	3,946	10	3,983	3,910	31,952	54909	1,580	33.05 Mn
SEP 24	3,928	-4	3,974	3,907	23,115	53689	5,074	105.64 Mn
OCT 24	3,911	-18	3,965	3,904	10,748	24293	2,981	61.79 Mn
NOV 24	3,911	-20	3,965	3,904	7,585	19101	1,414	29.31 Mn
DEC 24	3,924	-16	3,975	3,919	4,543	16096	505	10.5 Mn
JAN 25	3,944	-22	3,992	3,941	2,513	13948	236	4.93 Mn
FEB 25	3,962	-28	4,013	3,961	1,461	6341	197	4.14 Mn
MAR 25	3,974	-30	4,030	3,972	2,317	13535	641	13.5 Mn
APR 25	3,970	-30	4,001	3,974	712	4021	113	2.38 Mn
MAY 25	3,962	-30	3,987	3,963	405	3931	110	2.31 Mn
JUN 25	3,962	-	-	-	-	0	0	. Mn
JUL 25	3,932	-30	3,956	3,931	51	1885	28	.58 Mn
SEP 25	3,910	-30	3,906	3,906	3	374	2	.04 Mn
NOV 25	3,898	-30	-	-	1	143	0	. Mn
JAN 26	3,898	-30	-	-	0	0	0	. Mn
MAR 26	3,898	-30	-	-	0	0	0	. Mn
MAY 26	3,898	-30	-	-	0	0	0	. Mn
JUL 26	3,898	-30	-	-	0	0	0	. Mn
SEP 26	3,898	-30	-	-	0	0	0	. Mn
NOV 26	3,898	-30	-	-	0	0	0	. Mn
JAN 27	3,898	-30	-	-	0	0	0	. Mn
MAR 27	3,898	-30	-	-	0	0	0	. Mn
MAY 27	-	-	-	-	0	0	-	-
Total					90,817	227,241	11,095	

Source: Bloomberg

Export Est Period	Jun-24		May-24		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS
1 - 10th days	284,540	294,516	362,790	369,920	-21.57%	-20.38%	3.39%	-
1 - 15th days	450,513	481,689	574,760	600,777	-21.62%	-19.82%	3.07%	-
1 - 20th days	-	-	814,031	830,608	-	-	-	-
1 - 25th days	-	-	1,073,429	1,125,451	-	-	-	-
Full month	-	-	1,404,719	1,481,916	-	-	-	-

Source: Reuters

Malaysian Palm Oil Board Statistic	2023		2024		Jun Chg (Mean)	KF's Expected June
	May	March	April	May		
Production	1,517,546	1,392,471	1,501,941	1,704,455	8.67%	1,852,248
Stocks	1,686,782	1,714,973	1,744,459	1,753,544	1.35%	1,777,190
Export	1,079,020	1,317,628	1,234,208	1,378,443	8.80%	1,499,745
Import	80,926	21,894	34,762	20,761	2.55%	21,290

Source: Reuters

Commodity Futures (3rd month)	Relative to FCPO						
	Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	3m Chg	6m Chg
CPO	3928	-4	-0.10%	-8.54%	6.51%	-0.09	0.07
Dalian Olein	7580	-98	-1.28%	0.29%	9.16%	1.10	1.02
Soybean Oil	43.73	0.05	0.11%	-10.21%	-13.65%	0.98	0.81
WTI Crude	80.33	1.88	2.40%	-0.78%	9.06%	1.05	0.87
CRB Index (realtime)	293.07	-0.9600	-0.33%	2.03%	10.22%	1.08	1.02

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USIDR	16412.0	0.87%	4.43%	4.95%

Source: Bloomberg

Overnight Lead

Chicago Board of Trade soybean futures fell sharply on Monday, as fund selling pressure seen on Friday continued to roll into a short holiday trading week, traders said. - Reuters

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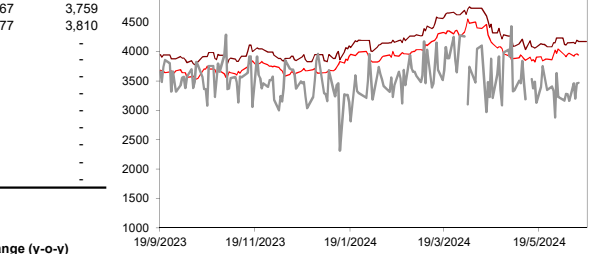
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Previous Week		High		Low		Cash CPO (MYR/MT)		Last Bid		Last Offer		3m Chg		6m Chg	
High	3,996	3,885	3,885	3,724	3,798	3,978	3,804	3,940	3,980	-6.5%	0.0%				

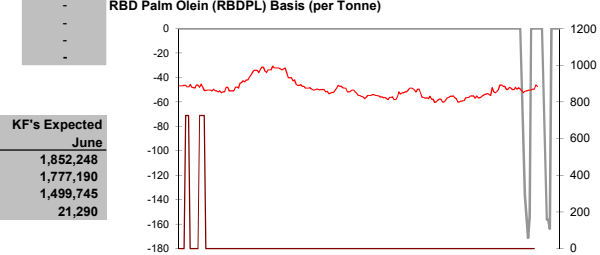
Spreads		Last		Bid		Offer		Vol		High		Low		Avg	
Jul24-Aug24	15	14	17	3,486	22	-8	4								
Jul24-Sep24	33	32	36	948	40	-17	3								
Aug24-Sep24	18	17	18	10,287	20	-11	1								
Aug24-Oct24	35	33	37	1,188	37	-21	-2								
Sep24-Oct24	17	15	17	3,652	17	-11	-2								
Sep24-Nov24	17	15	17	1,253	18	-28	-10								

Source: Bloomberg

Refiner's Margin (RBDPO - Cash CPO)



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



3rd mth FCPO Volatility

