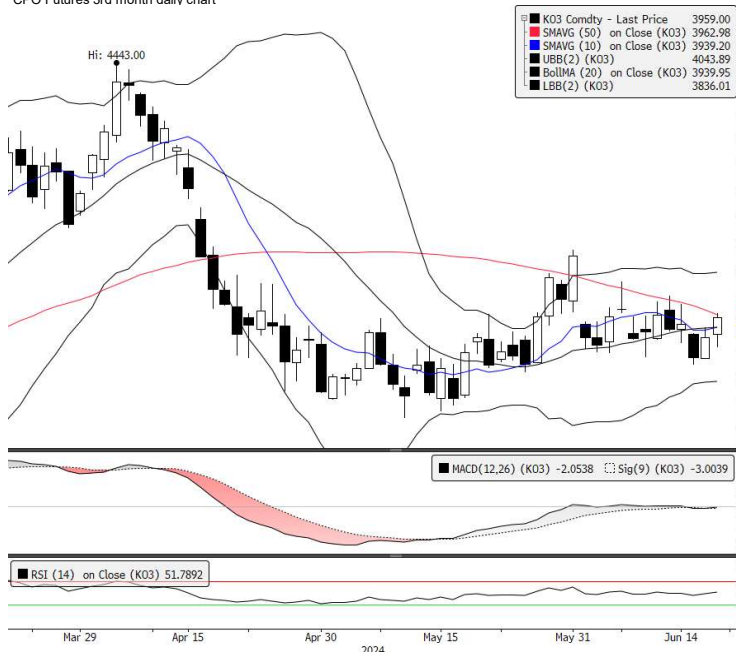


CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures extended gains for a second consecutive session, closing 0.94% higher on Thursday, marking the most significant advance in two weeks driven by the prospects of tighter Malaysian stockpiles and palm oil's position as the most cost-effective option in the edible oil market compared to rapeseed and sunflower oil despite lower export estimates for June 1-20 days. Globally, crude oil prices rose on Thursday, with the U.S. benchmark West Texas Intermediate (WTI) for July, which expire on Thursday, finished at \$82.17 a barrel, up 60 cents, or 0.74%, after the U.S. Energy Information Administration (EIA) reported a fall on crude oil stocks along with cooling jobs market data raised hopes that the Federal Reserve might soon cut interest rates. Meanwhile, the CBOT soy oil slid on Thursday, with July soy oil finished 0.33 cent lower at \$43.97 cents per pound, as forecasted rainfall is anticipated to cushion the impact of a heat wave in the central U.S. Therefore, palm oil futures are expected to trade range bound with slight downward bias today tracking weaker overnight rival soy oil and a potential of profit taking activities ahead of weekend amid lackluster June export data from cargo surveyors while speculation that production may slow in June could cushion the losses.

Technical

Palm oil futures for the September contract opened lower during morning trading session but traded gradually higher thereafter and closed above positive territory tracking the strength in competing oils during Asian trading hour and anticipation of reducing inventories despite concerns over sluggish June export demand data. At the close, the September contract settled at 3,957 ringgit per tonne with gains of 37 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 over the trading session aggressively. Technical wise, MACD indicator is approaching to issue a buy signal while RSI is lingering in a neutral region. Nevertheless, palm oil futures are expected to trade range bound with slight downward bias today tracking the slide in overnight rival soy oil prices and a potential of profit taking activities after recent rallies while the widening discount against other rival edible oils could cushion the losses. Therefore, the support and resistance for the September futures contract can be eyed at 3,875 and 3,985 respectively.

K03 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 20MAR2024-20JUN2024 Copyrights 2024 Bloomberg Finance L.P. 20-Jun-2024 19:39:44

Source: Bloomberg

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
JUL 24	3,980	21	3,985	3,936	2,052	11369	-570	-12.03 Mn	3,996	3,885	Jul24	3,980	4,000	-9.4%	0.0%
AUG 24	3,969	28	3,976	3,918	6,060	38492	-2,201	-46.32 Mn	3,970	3,798	Source: Reuters				
SEP 24	3,959	39	3,966	3,901	26,883	61860	2,909	61.07 Mn	3,978	3,804					
OCT 24	3,949	45	3,954	3,887	6,525	26342	-327	-6.85 Mn	3,986	3,815					
NOV 24	3,950	45	3,955	3,887	3,928	17751	-701	-14.68 Mn	3,929	3,702	Jul24-Aug24	11	8	11	216
DEC 24	3,965	46	3,970	3,902	1,543	15761	-241	-5.07 Mn	3,994	3,919	Jul24-Sep24	21	18	21	31
JAN 25	3,989	45	3,991	3,925	567	14534	-141	-2.98 Mn	3,994	3,919	Aug24-Sep24	10	9	11	242
FEB 25	4,011	46	4,013	3,948	701	6965	273	5.81 Mn	4,010	3,860	Aug24-Oct24	20	19	20	114
MAR 25	4,022	46	4,023	3,966	396	14008	-18	-3.8 Mn	3,993	3,846	Sep24-Oct24	10	9	10	72
APR 25	4,018	46	4,014	4,001	82	4082	7	.15 Mn	3,947	3,817	Sep24-Nov24	9	5	7	58
MAY 25	4,010	46	4,003	3,957	114	4180	21	.45 Mn	3,931	3,782	Source: Bloomberg				
JUN 25	3,995	46			1	1	1	.02 Mn	3,907	3,770					
JUL 25	3,980	46	3,976	3,949	26	2002	0	. Mn	3,735	3,672					
SEP 25	3,957	45	3,931	3,931	4	600	-2	-.04 Mn	3,867	3,759					
NOV 25	3,956	45			219	0	0	. Mn	3,877	3,810					
JAN 26	3,956	45			0	0	0	. Mn	-	-					
MAR 26	3,956	45			0	0	0	. Mn	-	-					
MAY 26	3,956	45			0	0	0	. Mn	-	-					
JUL 26	3,956	45			0	0	0	. Mn	-	-					
SEP 26	3,956	45			0	0	0	. Mn	-	-					
NOV 26	3,956	45			0	0	0	. Mn	-	-					
JAN 27	3,956	45			0	0	0	. Mn	-	-					
MAR 27	3,956	45			0	0	0	. Mn	-	-					
MAY 27	3,956	45			0	0	-	. Mn	-	-					
Total					48,882	218,166	-990								

Source: Bloomberg

Export Est Period	Jun-24 AMSPEC	ITS	May-24 AMSPEC	ITS	Change (m-o-m) AMSPEC	ITS	Change (y-o-y) 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	708,873	763,129	814,031	830,608	-12.92%	-8.12%	13.55%	-
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 May	2024 March	2024 April	2024 May	Jun Chg (Mean)	KF's Expected June
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)

Overnight close	+/-	1d Chg (%)	3m Chg	6m Chg	Relative to FCPO 3m Chg	6m Chg
CPO	3959	0	0.00%	-6.83%	-0.07	0.06
Dalian Olein	7704	36	0.47%	-0.23%	1.07	1.04
Soybean Oil	43.97	-0.33	-0.74%	-9.88%	0.97	0.85
WTI Crude	81.29	0.58	0.72%	2.32%	1.00	0.88
CRB Index (realtime)	295.38	-0.3000	-0.10%	3.08%	1.10	1.04

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USD/MYR	4.7148	0.11%	-0.13%	1.18%
USD/IDR	16430.0	0.40%	4.06%	5.51%

Source: Bloomberg

Overnight Lead

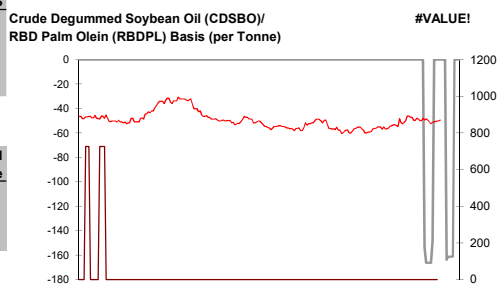
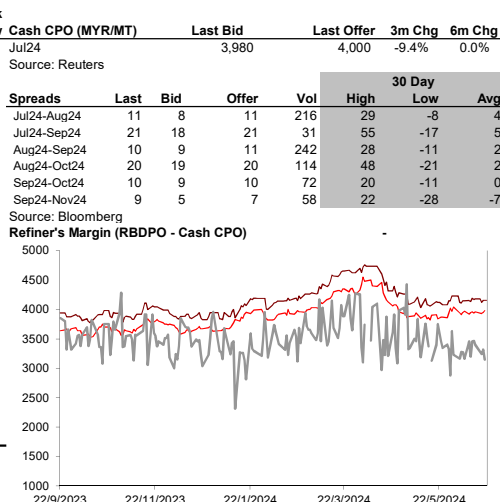
Chicago Board of Trade soybean futures closed at their lowest in two months on Thursday as analysts said rains would limit the impact of a heat wave in the central U.S. - Reuters

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3rd mth FCPO Volatility

30 Days 60 Days 90 Days

22.91% 22.79% 21.38%