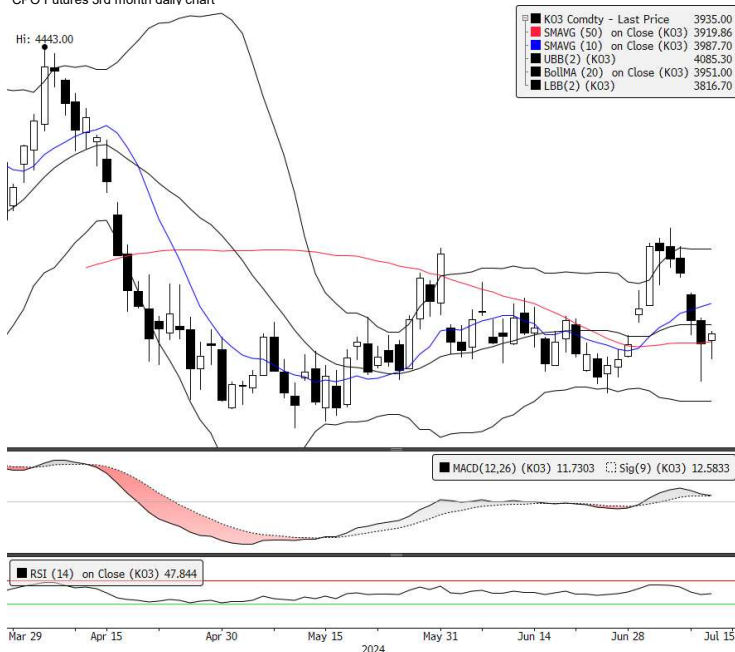


CPO Futures 3rd month daily chart



## Preview

## Fundamental

Malaysian palm oil futures halted their sixth consecutive session of decline to settle 0.43% higher on Thursday, despite an industry regulator indicating that June inventories had climbed to a four-month high, which pressured prices earlier in the day as optimism over increased palm oil imports by India provided support. Globally, crude oil prices rose for the second consecutive session on Thursday, with the U.S. benchmark West Texas Intermediate (WTI) rose 52 cents, or 0.6%, to \$82.62 a barrel driven by heightened optimism for U.S. interest rate cuts following data showing an unexpected slowdown in inflation which is likely to spur economic activity and enhance oil demand. In addition, the CBOT soy oil rebounded on Thursday, with August soy oil finished 0.78 cents higher at 47.12 cents per pound, supported by the strength in crude oil prices and indications of short covering activities after being pressured by subdued export demand and projections of a substantial U.S. crop. Thus, palm oil futures are expected to trade higher today on a potential of extended bargain hunting activities following stronger overnight rival oils and optimism over recovery in export demand as India's palm oil imports in June hit a six-month peak while a potential of profit taking activities ahead of weekend could cap the gains.

## Technical

Palm oil futures for the September contract traded lower during the morning session but reversed its course to trade gradually higher and ended above positive column as early losses pressured by bundle inventories were shrugged off by rising imports from strong demand from Indian refiners ahead of upcoming festivals. At the close, the September contract settled at 3,935 ringgit per tonne with gains of 17 points. Trading activities for the day can be depicted through the formation of a short white-bodied candlestick pattern with short upper and long bottom shadows, indicating that the bears intended to take control over the trading session while bulls managed to defend it. Technical wise, MACD indicator remained issue a buy signal while RSI is lingering in a neutral region. Therefore, palm oil futures are expected to trade cautiously higher today on a potential of extended bargain hunting activities following the stronger overnight rival oil prices and bullish export demand data in July while strengthening Malaysian Ringgit could limit the gains. Hence, the support and resistance for the September futures contract can be eyed at 3,900 and 4,020 respectively.

K03 Comdty (Generic 3rd 'K0' Future) DAILY REPORT CHART Daily 12APR2024-11JUL2024 Copyright© 2024 Bloomberg Finance L.P. 11-Jul-2024 19:22:47

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD
JUL 24	4,005	7	4,009	3,995	81	2376	-167	-3.58 Mn
AUG 24	3,983	20	3,986	3,937	3,348	16245	-1,039	-22.16 Mn
SEP 24	3,935	17	3,940	3,890	23,786	61106	-3,436	-72.4 Mn
OCT 24	3,906	9	3,911	3,868	8,236	40550	415	8.68 Mn
NOV 24	3,898	7	3,906	3,862	4,478	21068	102	2.13 Mn
DEC 24	3,905	7	3,910	3,871	1,912	18812	-200	-4.18 Mn
JAN 25	3,921	7	3,930	3,887	1,801	17783	-2	-.04 Mn
FEB 25	3,941	9	3,950	3,905	1,498	8642	381	8.04 Mn
MAR 25	3,945	9	3,948	3,910	1,042	17489	-61	-1.29 Mn
APR 25	3,933	6	3,935	3,899	594	7989	124	2.61 Mn
MAY 25	3,921	8	3,921	3,888	1,167	7918	49	1.03 Mn
JUN 25	3,903	8	3,902	3,872	140	1095	14	.29 Mn
JUL 25	3,892	8	3,892	3,857	963	3179	186	3.88 Mn
SEP 25	3,870	9	3,876	3,847	549	1243	207	4.29 Mn
NOV 25	3,872	9				442	0	. Mn
JAN 26	3,872	9				0	0	. Mn
MAR 26	3,872	9				0	0	. Mn
MAY 26	3,872	9				0	0	. Mn
JUL 26	3,872	9				0	0	. Mn
SEP 26	3,872	9				0	0	. Mn
NOV 26	3,872	9				0	0	. Mn
JAN 27	3,872	9				0	0	. Mn
MAR 27	3,872	9				0	0	. Mn
MAY 27	3,872	9				0	-	-
Total					49,595	225,937	-3,427	

Source: Bloomberg

Export Est Period	Jul-24 AMSPEC	ITS	Jun-24 AMSPEC	ITS	Change (m-o-m) AMSPEC	ITS	Change (y-o-y) AMSPEC	ITS
1 - 10th days	528,843	536,193	284,540	294,516	85.86%	82.06%	61.94%	43.67%
1 - 15th days	-	-	450,513	481,689	-	-	-	-
1 - 20th days	-	-	708,873	763,129	-	-	-	-
1 - 25th days	-	-	891,570	994,009	-	-	-	-
Full month	-	-	1,188,180	1,306,689	-	-	-	-

Source: Reuters

Malaysian Palm Oil Board Statistic	2023 June	2024 April	2024 May	2024 June	Jul Chg (Mean)	KF's Expected July
Production	1,447,795	1,501,941	1,704,455	1,615,283	2.47%	1,655,127
Stocks	1,720,567	1,744,459	1,753,544	1,829,469	2.26%	1,871,118
Export	1,171,741	1,234,208	1,378,443	1,205,214	4.18%	1,255,611
Import	135,271	34,762	20,761	11,738	19.80%	14,063

Source: Reuters

## Commodity Futures (3rd month)

Overnight close	3935	+/-	1d Chg (%)	3m Chg	6m Chg	3m Chg	6m Chg
CPO		0	0.00%	-8.10%	2.05%	-0.08	0.02
Dalian Olein	7654	6	0.08%	-2.02%	9.47%	1.07	1.07
Soybean Oil	47.11	0.25	0.53%	2.37%	-2.60%	1.11	0.95
WTI Crude	82.62	0.52	0.63%	-1.23%	14.05%	1.03	0.95
CRB Index (realtime)	290.41	0.7000	0.24%	-2.50%	9.85%	1.07	1.12

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.6690	-0.39%	-1.74%	0.86%
USDIDR	16194.5	-0.29%	2.48%	4.45%

Source: Bloomberg

## Overnight Lead

Chicago Board of Trade soybean futures ended slightly higher Thursday on signs of short covering, after lackluster export demand and predictions of a large U.S. crop sent prices to lows not seen since mid-November 2020, traders said.- Reuters

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## Previous Week

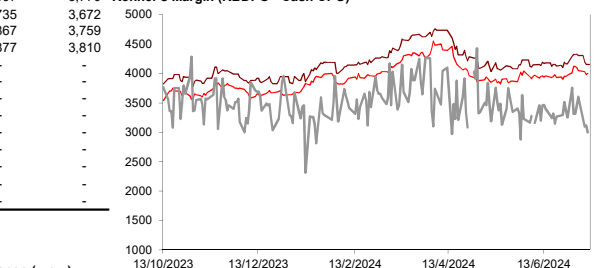
High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
4,155	4,021	Aug24	4,000	4,050	-11.0%	0.0%

Source: Reuters

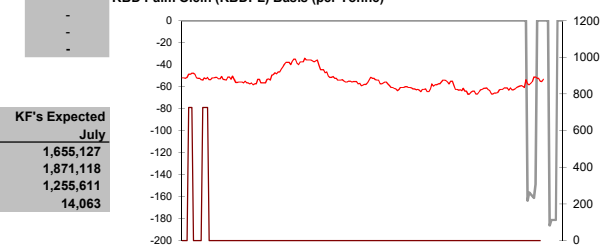
Spreads	Last	Bid	Offer	Vol	30 Day High	Low	Avg
Jul24-Aug24	22	-5	-	2	78	-5	16
Jul24-Sep24	70	-	-	9	71	-7	29
Aug24-Sep24	48	38	40	484	49	-4	14
Aug24-Oct24	77	62	66	6	77	-6	24
Sep24-Oct24	29	24	25	496	30	-4	10
Sep24-Nov24	37	30	33	299	39	-16	11

Source: Bloomberg

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



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



## 3rd mth FCPO Volatility

30 Days 60 Days 90 Days

21.67% 22.06% 21.85%

