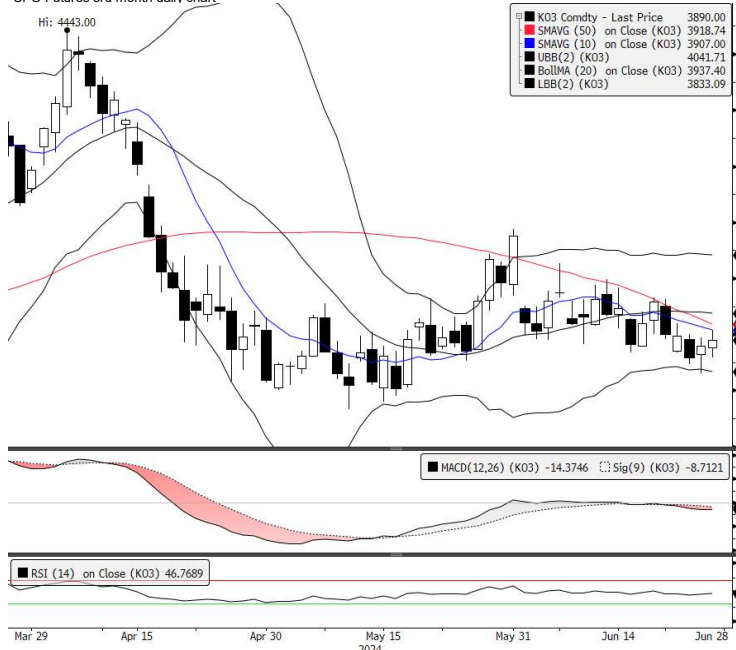


CPO Futures 3rd month daily chart



**Preview**

**Fundamental**

Malaysian palm oil futures shrugged off early losses and ended 0.28% higher on Thursday, as initial declines pressured by concerns over sluggish shipments from Malaysia along with India's duty concessions on edible oil imports and a significant drop in competing oils were erased by projections of lower production helped mitigate these concerns and boosting the prices. Globally, crude oil prices closed settled higher on Thursday, with the U.S. benchmark West Texas Intermediate (WTI) settled 0.84 cents, or 1.04%, higher at \$81.74 per barrel, fueled by fears of potential global crude supply disruptions amid rising geopolitical tensions in the Middle East and Europe while an unexpected rise in U.S. crude and gasoline inventories capped further gains. In addition, the CBOT soy oil prices edged higher, with the August soy oil finished 0.01 cent higher at \$43.73 per pound, supported by steadier crude oil prices, although gains were restrained by low demand forecasts and positioning ahead of the U.S. Department of Agriculture's acreage report. Hence, palm oil futures are expected to trade higher today in sync with the overnight gains in competing oils and anticipation of slowing production along with softer Malaysian Ringgit that increase the appeal of palm oil from overseas buyer while upside may be capped by sluggish export demand from top importer, India due to its duty concessions for imports of edible oils to bring down food inflation.

**Technical**

Palm oil futures for the September contract swung between gains and losses before ended above positive territory as early losses due to worries over sluggish demand and weaker rival edible oil prices during Asian hours were erased by projections of lower tropical oil output. At the close, the September contract settled at 3,890 ringgit per tonne with gains of 11 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 seized control over the trading session despite bears trying to take over. Technical wise, MACD indicator remained issue a sell signal while RSI lingered at a neutral region. However, palm oil futures are expected to trade cautiously higher today following overnight rival oils gains and expectations of declining tropical oil productions while a potential of profit taking activities ahead of weekend and subdued tropical oil demand could cap the gains. Thus, the support and resistance for the September futures contract are envisaged at 3,850 and 3,950 respectively.

KO3 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 26MAR2024-27JUN2024 Copyright © 2024 Bloomberg Finance L.P. 27-Jun-2024 19:30:49

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	O/I chg Value USD
JUL 24	3,945	19	3,969	3,910	2,271	4978	-859	-17.95 Mn
AUG 24	3,910	16	3,924	3,876	5,438	30474	-741	-15.34 Mn
SEP 24	3,890	11	3,908	3,858	30,059	58006	-1,287	-26.51 Mn
OCT 24	3,884	13	3,901	3,852	7,599	27908	229	4.71 Mn
NOV 24	3,886	10	3,904	3,856	4,642	16595	-13	-27 Mn
DEC 24	3,901	8	3,920	3,873	2,040	15758	137	2.83 Mn
JAN 25	3,923	5	3,942	3,896	1,828	15270	115	2.39 Mn
FEB 25	3,945	5	3,964	3,919	1,282	7199	-93	-1.94 Mn
MAR 25	3,955	5	3,974	3,928	1,353	14857	-34	-71 Mn
APR 25	3,950	4	3,964	3,926	1,196	5066	370	7.74 Mn
MAY 25	3,942	4	3,954	3,919	1,643	5322	554	11.56 Mn
JUN 25	3,927	4	3,940	3,906	296	174	164	3.41 Mn
JUL 25	3,912	4	3,924	3,894	219	2146	76	1.57 Mn
SEP 25	3,889	4	3,890	3,878	30	625	7	.14 Mn
NOV 25	3,891	4	3,923	3,880	52	322	33	.68 Mn
JAN 26	3,891	4			0	0	0	. Mn
MAR 26	3,891	4			0	0	0	. Mn
MAY 26	3,891	4			0	0	0	. Mn
JUL 26	3,891	4			0	0	0	. Mn
SEP 26	3,891	4			0	0	0	. Mn
NOV 26	3,891	4			0	0	0	. Mn
JAN 27	3,891	4			0	0	0	. Mn
MAR 27	3,891	4			0	0	0	. Mn
MAY 27	3,891	4			0	0	0	. Mn
<b>Total</b>					<b>59,948</b>	<b>204,700</b>	<b>-1,342</b>	

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	708,873	763,129	814,031	830,608	-12.92%	-8.12%	13.55%	-
1 - 25th days	891,570	994,009	1,073,429	1,125,451	-16.94%	-11.68%	0.02%	-
<b>Full month</b>	-	-	<b>1,404,719</b>	<b>1,481,916</b>	-	-	-	-

Source: Reuters

**Malaysian Palm Oil Board Statistic**

	2023	2024	2024	2024	Jun Chg	KF's Expected
	May	March	April	May	(Mean)	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)**

Commodity	Overnight close	+/-	1d Chg (%)	Relative to FCPO			
				3m Chg	6m Chg	3m Chg	6m Chg
CPO	3890	0	0.00%	-5.95%	4.04%	-0.06	0.04
Dalian Olein	7612	36	0.48%	1.44%	7.42%	1.08	1.03
Soybean Oil	43.49	0.04	0.09%	-9.30%	-8.42%	0.96	0.88
WTI Crude	81.74	0.84	1.04%	1.05%	13.70%	1.00	0.86
CRB Index (realtime)	291.30	0.0100	0.00%	0.35%	9.36%	1.07	1.09

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USD/IDR	16405.5	-0.05%	3.50%	6.37%

Source: Bloomberg

**Overnight Lead**

Chicago Board of Trade most active soybean Sv1 futures dipped on Thursday on low demand and positioning ahead of the U.S. Department of Agriculture's acreage report. - Reuters

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**Previous Week**

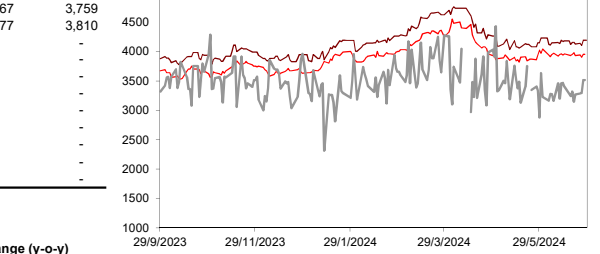
High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
3,985	3,916	Jul24	3,950	4,000	-9.6%	0.0%

Source: Reuters

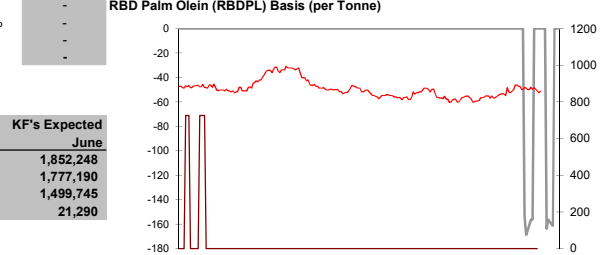
Spreads		Last	Bid	Offer	Vol	High	Low	Avg
Jul24-Aug24	35	38	47	956	48	-8	7	
Jul24-Sep24	55	53	66	827	68	-17	10	
Aug24-Sep24	20	17	18	648	28	-11	5	
Aug24-Oct24	26	25	27	74	48	-21	7	
Sep24-Oct24	6	8	10	299	20	-11	2	
Sep24-Nov24	4	7	10	100	22	-28	-3	

Source: Bloomberg

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



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



**3rd mth FCPO Volatility**

