**kenanga** 

KENANGA FUTURES SDN BHD Company No. 353603-X



## CPO FUTURES DAILY PREVIEW July 3, 2024

## Preview Fundamental

**Fundamental** Malaysian palm oil futures rose above the 4,000-ringgit psychological mark to surge 2.76% on Tuesday, headed for the longest run of gains in six months, tracking a rise in rival oils and underpinned by concerns about weak production due to volatile weather and brighter demand as weaker ringgit helped improve the outlook for the country's exports this month. Globally, crude oil prices retreated from two-month high on Tuesday, with the U.S. benchmark West Texas Intermediate (WTI) settled at \$82.81 a barrel, down 57 cents or 0.68% declined as concerns over supply disruptions due to Hurricane Beryl eased, with markets recognizing that Beryl is unlikely to affect significant offshore oil production. Meanwhile, the CBOT soy oil prices continued its rally on Tuesday, with the August soy oil finished 1.01 cents higher at \$47.04 per pound, achieving the most significant two-day gain in over a year driven by unfavorable may increase imports amid a trade conflict with Indonesia. Therefore, palm oil futures are expected to trade range bound with slight downward bias today on a potential of and a increase imports and a date connect with slight downward bias. Therefore, pain of interest are expected to trade range bound with slight downward bias today on a potential of formation over night rival oils while lingering concerns over slowing production in both top growers indonesia and Malaysia could cushion the downside. Technical

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63.2284 -0

Palm oil futures for the September contract opened gap up and trended gradually higher to close above positive territory lifted by stronger rival edible oil prices during Asian hours and worries over lower tropical oil output. At the close, the September the day can be depicted through the formation of a long white-bodied candlestick pattern with longer upper and shaven bottom shadows, indicating that the bulls seized control over the trading session aggressively. Technical wise, MACD indicator remained issue a buying signal while RSI lingered at a neutral region. Nevertheless, mol futures are expended to trade lower todue following the mixed performance in 50 palm oil futures are expected to trade lower today following the mixed performance in composition of futures are expected to trade lower today following the mixed performance in the source of the source worries over slowing tropical oil productions could limit the downside. Thus, the support and resistance for the September futures contract are envisaged at 4,000 and 4,130 and resistance for the September futures contract are envisaged at 4,000 and 4,130 respectively.

Mar 29	Apr 15	Apr 30	May 15	1	May 31	Jun 14	Jun 28	1								
KO3 Comdty (Ge	eneric 3rd 'KO' Futur	) DAILY REPORT CHA	2024 RT Daily 03APR202	4-02JUL2024	Copyrights 2	24 Bloomberg Fir	nance L.P. 03-Ju	ul-2024 09:46:36								
Source: Bloo	omberg							O/I chg	Pre	evious Week						
Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	High		Cash CPO (MYR/MT)	Last B		Last Offer		
JUL 24	4,140	116	4,145	4,068	355	3980	-343	-7.52 Mn	3,994	3,879		4,	,120	4,150	-3.5%	0.0%
AUG 24	4,105	107	4,113	4,004	4,226	27658	-779	-16.94 Mn	3,970	3,798	Source: Reuters					
SEP 24	4,089	110	4,096	3,985	32,231	62034	3,058	66.25 Mn	3,978	3,804					30 Day	
OCT 24	4,071	106	4,079	3,972	9,552	31227	1,146	24.72 Mn	3,986		Spreads Last	Bid C	Offer Vo		Low	
NOV 24	4,058	99	4,069	3,968	7,316	17734	1,124	24.16 Mn	3,929	3,702	Jul24-Aug24 35	-		6 55	-8	
DEC 24	4,056	93	4,068	3,972	5,158	17921	820	17.62 Mn	3,933	3,851	Jul24-Sep24 51	49	55 24		-17	
AN 25	4,064	85	4,079	3,992	4,352	15877	-369	-7.94 Mn	3,994	3,919	Aug24-Sep24 16	17	18 58		-11	
EB 25	4,075	82	4,093	4,006	2,700	7940	385	8.31 Mn	4,010	3,860	Aug24-Oct24 34	37	38 19		-21	
MAR 25	4,072	73	4,095	4,005	4,413	16682	755	16.29 Mn	3,993	3,846	Sep24-Oct24 18	19	20 53		-11	
APR 25	4,054	65	4,080	4,020	2,672	6910	867	18.62 Mn	3,947	3,817	Sep24-Nov24 31	32	33 38	39 34	-28	
MAY 25	4,038	61	4,066	3,993	2,600	6159	334	7.15 Mn	3,931	3,782	Source: Bloomberg					
JUN 25	4,020	58	4,050	4,000	1,262	732	478	10.18 Mn	3,907	3,770	Refiner's Margin (RBD	PO - Cash CP	'O)		-	
UL 25	4,005	58	4,030	3,954	790	2622	108	2.29 Mn	3,735	3,672	5000					1
SEP 25	3,982	58	4,010	3,972	361	612	-22	46 Mn	3,867	3,759				$\sim$		
NOV 25	3,984	58	3,996	3,983	70	322	0	. Mn	3,877	3,810	4500		r	my	1	
JAN 26	3,984	58				0	0	. Mn	-	-	4000 ~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~		June		m	mar,
MAR 26	3,984	58				0	0	. Mn	-	-	4000	www	$\gamma \sim 100$	1191.111	with	m
MAY 26	3,984	58				0	0	. Mn	-	-	3500	Marth.	1    A M V	N ' N M	11/11	
JUL 26	3,984	58				0	0	. Mn	-	-		1 11 111	NM	' I WI	1111	MAN.
SEP 26	3,984	58				0	0	. Mn	-	-	3000	v v .   1				
NOV 26	3,984	58				0	0	. Mn	-	-		/'				
JAN 27	3,984	58				0	0	. Mn	-	-	2500					
MAR 27	3,984	58				0	0	. Mn	-	-						
MAY 27	3,984	58				0	-		-	-	2000 -					
Fotal					78,058	218,410	7,562				1500 -					
Source: Bloo	omberg					2.0,110	.,				1000					
	5										1000				1 (0)0	
Export Est		Jun-24			May-24		Change (		Change			/2023	4/2/2024	4/4/2024	4/6/2	2024
Period		AMSPEC	ITS	AMSF		ITS	AMSPEC	ITS	AMSPEC	ITS						
I - 10th days		284,540	294,516	362,7		369,920	-21.57%	-20.38%	3.39%	-	Crude Degummed Soy				#VAI	LUE!
1 - 15th days		450,513	481,689	574,7		600,777	-21.62%	-19.82%	3.07%	-	RBD Palm Olein (RBD	PL) Basis (per	r Tonne)			
1 - 20th days	3	708,873	763,129	814,0		830,608	-12.92%	-8.12%	13.55%	-	0					1200
1 - 25th days	6	891,570	994,009	1,073,4		1,125,451	-16.94%	-11.68%	0.02%	-					- 11	
Full month		1,188,180	1,306,689	1,404,7	/19	1,481,916	-15.42%	-11.82%	8.82%	-	-20					- 1000
Source: Reut	ters										-40 -	m				
											-60 +		~~~~	m	m	800
Malavaian D	alm Oil Board St	atiatia	2023	2024		2024	2024	Jun Chg		F's Expected						
vialaysiali F	aini Oli Boaru St	ausuc	May	March		April	Z024 May	(Mean)	NI NI	June					- 11	600
Production			1,517,546	1,392,4	171	1,501,941	1,704,455	8.67%		1,852,248	-100 +				- 11	
Stocks				1,392,4		1,744,459	1,753,544	1.35%			-120 -				- 11	- 400
			1,686,782					8.80%		1,777,190	-120					400
Export			1,079,020	1,317,6		1,234,208	1,378,443			1,499,745	-140 +					
mport			80,926	21,8	394	34,762	20,761	2.55%		21,290	-160 +					- 200
Source: Reut	ters										11111				v	
Commodity	Euturos (3rd mo	nth)						Rel	ative to FCP0	n	-180					1 0
Commodity Futures (3rd month) Overnight close		nun)	+/-	1d Chg	(9/)	3m Chg	6m Chg	3m Chg		Chg						
CPO	overnight close	4089	0		0%	-7.22%	12.92%	-0.07	0.1			-				
Dalian Olein		7934	154		98%	0.13%	15.52%	1.08	1.0							
Soybean Oil		46.93	3.16		22%	-3.44%	-1.80%	1.08	0.8		3rd mth FCPO Volatility			30 Days	60 Days	00 Day
											Sid milli PCPO volatilit	/				
WTI Crude		82.81	-0.57		8%	-0.08%	13.97%	1.06	8.0					22.67%	22.13%	21.62%
CRB Index (r		292.35	0.0000	0.0	00%	-0.97%	10.21%	1.08	1.0	1	45					
Source : Bloc Currency	ombei			Last		1d Chg		2 Ch		Cres Char						
JSDMYR				4.7188		-0.05%		-0.73%		6m Chg 1.91%						
JSDIMTR				16396.0		-0.05%		2.67%		5.50%						
Source : Bloc	omberg			10390.0		0.40%		2.07 %		5.50%						
Source . Dioc	ombolg										30	Ĩ.				
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Overnia	ht Load										25	my las				~
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## Kenanga Futures Sdn Bhd (353603-X)

Fax: (603) 2172 2729 Email: futures@kenanga.com.my

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