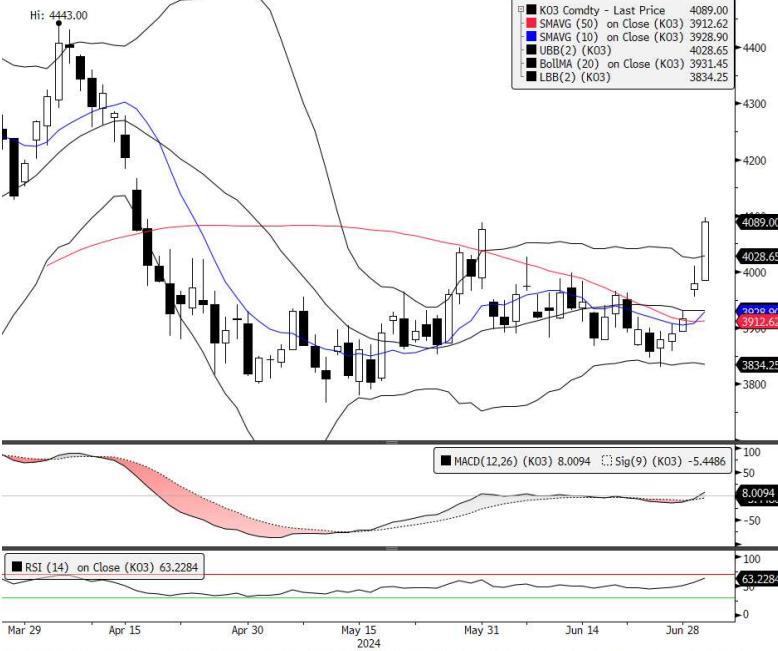


CPO Futures 3rd month daily chart



## Preview

### 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 weather in key soybean-growing areas of the central U.S. and speculation that China 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 profit taking activities after recent surge and following the mixed performance in overnight rival oils while lingering concerns over slowing production in both top growers Indonesia and Malaysia could cushion the downside.

### Technical

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 contract settled at 4,089 ringgit per tonne with gains of 110 points. Trading activities for 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 remaind issue a buying signal while RSI lingered at a neutral region. Nevertheless, palm oil futures are expected to trade lower today following the mixed performance in overnight rival oils and a potential of profit taking activities after recent rallies while 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 respectively.

KO3 Comdty (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 03APR2024-02JUL2024 Copyright© 2024 Bloomberg Finance L.P. 03-Jul-2024 09:46:36

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	4,140	116	4,145	4,068	355	3980	-343	-7.52 Mn	3,994	3,879	Jul24	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					
OCT 24	4,071	106	4,079	3,972	9,552	31227	1,146	24.72 Mn	3,986	3,815					
NOV 24	4,058	99	4,069	3,968	7,316	17734	1,124	24.16 Mn	3,929	3,702					
DEC 24	4,056	93	4,068	3,972	5,158	17921	820	17.62 Mn	3,933	3,851					
JAN 25	4,064	85	4,079	3,992	4,352	15877	-369	-7.94 Mn	3,994	3,919					
FEB 25	4,075	82	4,093	4,006	2,700	7940	385	8.31 Mn	4,010	3,860					
MAR 25	4,072	73	4,095	4,005	4,413	16682	755	16.29 Mn	3,993	3,846					
APR 25	4,054	65	4,080	4,020	2,672	6910	867	18.62 Mn	3,947	3,817					
MAY 25	4,038	61	4,066	3,993	2,600	6159	334	7.15 Mn	3,931	3,782					
JUN 25	4,020	58	4,050	4,000	1,262	732	478	10.18 Mn	3,907	3,770					
JUL 25	4,005	58	4,030	3,954	790	2622	108	2.29 Mn	3,735	3,672					
SEP 25	3,982	58	4,010	3,972	361	612	-22	-46 Mn	3,867	3,759					
NOV 25	3,984	58	3,996	3,983	70	322	0	. Mn	3,877	3,810					
JAN 26	3,984	58	0	0	0	0	0	. Mn	-	-					
MAR 26	3,984	58	0	0	0	0	0	. Mn	-	-					
MAY 26	3,984	58	0	0	0	0	0	. Mn	-	-					
JUL 26	3,984	58	0	0	0	0	0	. Mn	-	-					
SEP 26	3,984	58	0	0	0	0	0	. Mn	-	-					
NOV 26	3,984	58	0	0	0	0	0	. Mn	-	-					
JAN 27	3,984	58	0	0	0	0	0	. Mn	-	-					
MAR 27	3,984	58	0	0	0	0	0	. Mn	-	-					
MAY 27	3,984	58	0	0	0	0	0	. Mn	-	-					
<b>Total</b>					<b>78,058</b>	<b>218,410</b>	<b>7,562</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>1,188,180</b>	<b>1,306,689</b>	<b>1,404,719</b>	<b>1,481,916</b>	<b>-15.42%</b>	<b>-11.82%</b>	<b>8.82%</b>	-

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)	Overnight close	+/-	Relative to FCPO			
			1d Chg (%)	3m Chg	6m Chg	3m Chg 6m Chg
CPO	4089	0	0.00%	-7.22%	12.92%	-0.07 0.13
Dalian Olein	7934	154	1.98%	0.13%	15.52%	1.08 1.02
Soybean Oil	46.93	3.16	7.22%	-3.44%	-1.80%	1.04 0.87
WTI Crude	82.81	-0.57	-0.68%	-0.08%	13.97%	1.06 0.86
CRB Index (realtime)	292.35	0.0000	0.00%	-0.97%	10.21%	1.08 1.01

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.7188	-0.05%	-0.73%	1.91%
USDIDR	16396.0	0.46%	2.67%	5.50%

Source: Bloomberg

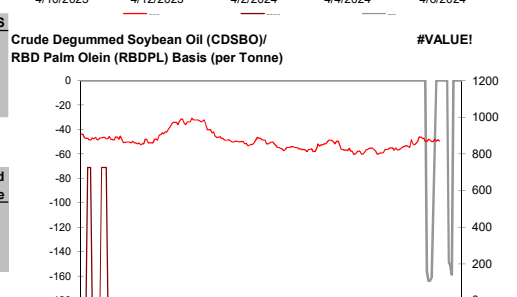
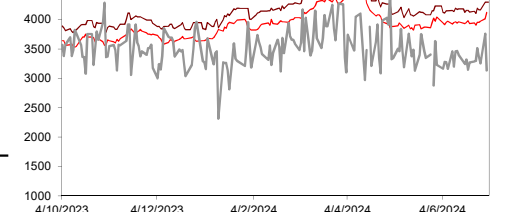
## Overnight Lead

Chicago Board of Trade (CBOT) most active soybean Sv1 futures extended gains on Tuesday on technical trading and unfavorable weather in some soybean growing areas of the central U.S., traders said. - Reuters

Previous Week		High		Low		Cash CPO (MYR/MT)		Last Bid		Last Offer		3m Chg		6m Chg	
Jul24	4,120	4,150	3,970	3,798	Jul24	4,120	4,150	-3.5%	0.0%						

Spreads		Last	Bid	Offer	Vol	High	Low	Avg
Jul24-Aug24	35	44	76	55	-8	10		
Jul24-Sep24	51	49	55	245	71	-17	15	
Aug24-Sep24	16	17	18	581	28	-11	7	
Aug24-Oct24	34	37	38	194	48	-21	11	
Sep24-Oct24	18	19	20	539	20	-11	5	
Sep24-Nov24	31	32	33	389	34	-28	1	

Refiner's Margin (RBDPO - Cash CPO)	
	-



30 Days	60 Days	90 Days
22.67%	22.13%	21.62%