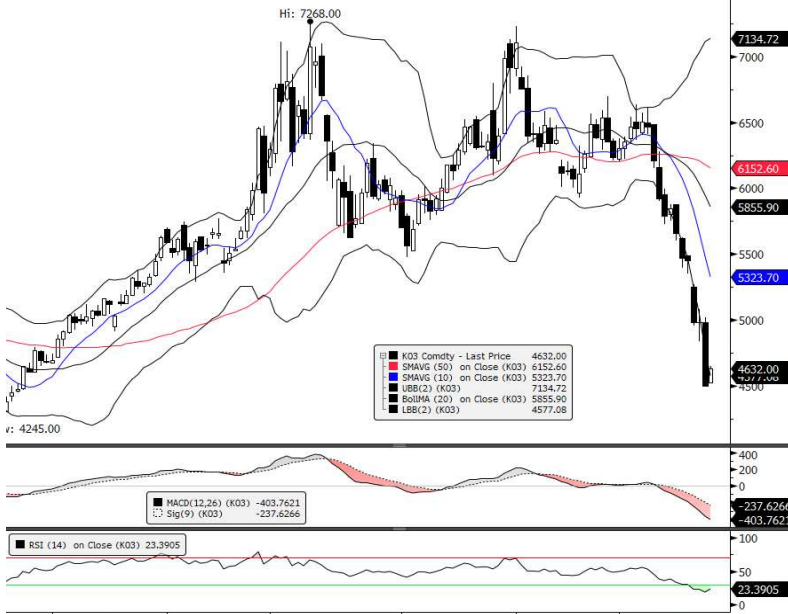


CPO Futures 3rd month daily chart



Preview Fundamental

Malaysian palm oil futures failed to sustain previous session resilient mood to close nearly 10% lower on Wednesday, recorded the longest losing streak since March and lowest since December for the most active contract, as world largest grower, Indonesia ramped up its tropical oil exports and plunged in competing crude oil reduces its biofuel appeal. In the external competing oil markets, crude oil prices extended its losses, with the U.S. benchmark West Texas Intermediate (WTI) losing \$3.33, or 3%, at \$106.19 per barrel, on persistent long liquidation and speculative selling as participants worried that rate hikes by the Federal Reserve could push the U.S. economy into recession, dampening demand for fuel. In addition, the CBOT soy oil edged lower to end 2.90 cents, or 3.8% softer at 67.47 cents per pound, extending its losses for nine straight session on continued selling pressure drive by weakness in crude oil market dampens demand for soy-based biofuels. Therefore, palm oil futures are expected to trade range bound with downward bias today following overnight competing oil price weakness and anticipations of higher tropical oil inventories due to sluggish tropical oil export demand from Malaysia.

Technical

Palm oil futures for the September contract opened gap down and trended lower in negative territory as selloff activities continued following the slumped in the crude oil market dampened biofuel appeal and Indonesia ramped up its exports. At the close, the September contract settled at 4,499 ringgit per tonne with losses of 481 points. Trading activities for the day can be depicted through the formation of a long black-bodied candlestick pattern with longer upper and shaven bottom shadows, indicating that the bears took control of the trading session aggressively. Technical wise, MACD indicator issued a sell signal while RSI oscillated at an oversold position. Therefore, palm oil futures are expected to trade downwards today following the tumbled in rival edible oil prices and expectations of rising tropical oil stocks pile due to discouraging Malaysia exports demand while losses might be capped by bargain buying after recent selloff. The support and resistance for today can be eyed at 4,300 and 4,600 respectively.

2021 | Jan Feb Mar 2022 Apr May Jun
K03 Comdy (Generic 3rd 'KO' Future) DAILY REPORT CHART Daily 21DEC2021-22JUN2022 Copyright © 2022 Bloomberg Finance L.P. 23-Jun-2022 10:16:36

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	O/I chg	High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg		
JUL 22	4,688	-522	5,211	4,682	2,395	11,891	-1,241	-33.01 Mn	6,211	5,566	July22	4,700	5,000	-36.0%	0.0%			
AUG 22	4,566	-499	5,092	4,559	7,023	38,713	-1,424	-36.89 Mn	5,996	5,418	Source: Reuters							
SEP 22	4,499	-481	5,020	4,493	35,155	59,482	-734	-18.74 Mn	5,842	5,353								
OCT 22	4,469	-471	4,980	4,459	12,100	24,664	1,481	37.55 Mn	5,762	5,327	Spreads	Last	Bid	Offer	Vol	High	Low	Avg
NOV 22	4,477	-467	4,992	4,468	10,276	25,134	320	8.13 Mn	5,740	5,329	Jun22-Jul22	122	84	-	84	369	85	221
DEC 22	4,518	-458	5,023	4,511	7,358	18,704	3,955	101.38 Mn	5,721	5,331	Jun22-Aug22	189	-	-	23	610	151	357
JAN 23	4,547	-458	5,036	4,563	4,474	16,839	142	3.66 Mn	5,707	5,341	Jul22-Aug22	67	59	62	441	245	31	135
FEB 23	4,591	-439	5,079	4,586	3,213	6,859	519	13.52 Mn	5,687	5,346	Jul22-Sep22	97	82	99	57	380	35	209
MAR 23	4,632	-408	5,066	4,631	4,982	7,600	1,583	41.6 Mn	5,662	5,341	Aug22-Sep22	30	29	31	737	149	-8	74
APR 23	4,650	-390	5,046	4,650	1,772	2,470	527	13.9 Mn	5,640	5,340	Sep22-Oct22	-8	-8	-7	578	77	-57	28
MAY 23	4,662	-351	5,031	4,658	1,841	4,071	331	8.76 Mn	5,635	5,330	Source: Bloomberg							
JUN 23	4,647	-351	5,000	4,677	326	211	41	1.08 Mn	5,468	5,340	Refiner's Margin (RBDPO - Cash CPO)							
JUL 23	4,607	-340	4,972	4,654	474	1,840	157	4.1 Mn	5,557	5,329	MYR 1475							
SEP 23	4,567	-340	4,875	4,600	198	1,247	23	.6 Mn	5,503	5,282								
NOV 23	4,546	-340	4,917	4,615	239	1,576	141	3.64 Mn	5,495	5,273								
JAN 24	4,491	-340	4,780	4,750	66	393	1	.03 Mn	-	-								
MAR 24	4,343	-340	4,680	4,680	39	321	31	.76 Mn	-	-								
MAY 24	4,293	-340	-	-	-	-	0	. Mn	-	-								
JUL 24	4,293	-340	-	-	-	-	0	. Mn	-	-								
SEP 24	4,293	-340	-	-	-	-	0	. Mn	-	-								
NOV 24	4,293	-340	-	-	-	-	0	. Mn	-	-								
JAN 25	4,293	-340	-	-	-	-	0	. Mn	-	-								
MAR 25	4,293	-340	-	-	-	-	0	. Mn	-	-								
MAY 25	4,293	-340	-	-	-	-	0	. Mn	-	-								
Total					91,931	222,015	5,853											

Export Est Period	Jun-22		May-22		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS
1 - 10th days	363,732	408,070	376,573	371,295	-3.41%	9.90%	-9.64%	-0.72%
1 - 15th days	529,480	529,423	563,633	613,649	-6.06%	-13.73%	-18.89%	-19.48%
1 - 20th days	659,768	734,231	794,527	613,649	-16.96%	19.65%	-29.60%	-23.69%
1 - 25th days	-	-	1,105,307	1,112,175	-	-	-	-
Full month	-	-	1,361,634	1,329,186	-	-	-	-

Malaysian Palm Oil Board Statistic	2021		2022		2022		2022		Apr Chg (Mean)	KF's Expected Apr
	June	March	March	April	May	May	May			
Production	1,606,187	1,411,215	1,462,050	1,462,050	1,460,972	1,460,972	0.45%	1,467,600		
Stocks	1,613,657	1,472,810	1,642,811	1,642,811	1,521,766	1,521,766	-3.37%	1,470,406		
Export	1,418,825	1,265,379	1,073,038	1,359,174	1,359,174	1,359,174	4.30%	1,417,639		
Import	113,126	84,871	76,770	76,770	50,768	50,768	-19.06%	41,092		

Commodity Futures (3rd month)	Overnight close	+/-	Relative to FCPO		
			1d Chg (%)	3m Chg	6m Chg
CPO	4499	0	0.00%	-27.34%	0.47%
Dalian Olein	9950	-110	-1.09%	-1.29%	30.82%
Soybean Oil	70.66	-2.71	-3.69%	-6.99%	27.45%
WTI Crude	106.19	-3.33	-3.04%	0.88%	50.28%
CRB Index (realtime)	304.65	-4.3493	-1.41%	-0.54%	31.94%

Overnight Lead
Chicago Board of Trade soybean futures fell for the seventh time in eight sessions on Wednesday, facing pressure from weakness in the crude oil market. -Reuters

Previous Week		Last Bid		Last Offer		3m Chg		6m Chg	
High	Low	Cash CPO (MYR/MT)	High	Low	High	Low	High	Low	Avg
6,211	5,566	July22	4,700	5,000	-36.0%	0.0%			

