**kenanga** 

Mar 15

Mar 31

Apr 14

2023

Apr 28

KENANGA FUTURES SDN BHD Company No. 353603-X



100

May 31

May 15

41.7754 100

> 41.7754 -0

CPO FUTURES DAILY PREVIEW June 7, 2023

## Preview Fundamental

Malaysian palm oil futures ended Tuesday trading session on a weaker note to finish nearly 2% lower, halting its two-consecutive session of advance as participant locked in profit after recent rally amid anticipations of higher tropical oil supply and tracking softer competing oils during Asian trading hours while weaker Ringit provide some supportive tone. In the overnight competing oils market, crude oil prices slipped on Tuesday, with the U.S. West Texas Intermediate crude (WTI) ended at \$71.74 a barrel, down 41 cents, or 0.6% on fears about sluggish global economic growth could reduce energy demand outweighed Saudi Arabia's pledge to deepen output cuts. Meanwhile, the CBOT soy oil reverse course and closed higher, with July soy oil climbed 1.66 cents south a settle at 50-92 cents per Ib, as participants squaring out positions ahead of the U.S. Agriculture Department supply and demand report on Friday offset the soybean good to excellent crop rate. However, palm oil futures are expected to trade on a supportive tone today following strong rebound in overnight competing soy oil and weakening Ringgit while uncertainties about tropical oil export demand and expectations of ample tropical oil supplies might cap gains.

**Technical** Palm oil futures for the August contract opened gap up but lack of follow through buying succumbed to long liquidations and speculative selling activities due to anticipations of tropical oil ample supply and softer rival oils during Asian trading hours while weaker Ringgit capped losses. At the close, the August contract settled at 3,316 ringgit per tonne with losses of 65 points, forming a black-bodied candlestick pattern with short upper and short bottom shadows, indicating that the bears took control of the trading session aggressively. Technical wise, MACD indicator issued a sell signal while RSI lingered at a neutral region. Nevertheless, palm oil futures are expected to trade cautiously higher today tracking strong rebound in overnight rival soy oils and weaker support and resistance for August futures contract can be found at 3,260 and 3,400 respectively. -85.4708 respectively.

K03 Comdty (Gene	ric 3rd 'KO' Euture)	DATLY REPORT CHART	2023 Daily 08MAR2023-06JU	IN2023 Converight®	2023 Bloomberg Finance	L.P. 06-10	un-2023 19:08:58			
Source: Bloon	mberg						O/I chg		evious Week	
Contract	Sett	Chg	High		ol Open Int	O/I chg	Value USD	High		v Cash CPO (MYR/MT) Last Bid Last Offer 3m Chg 6m Chg
JUN 23 JUL 23	3,356 3,346	-60 -60	3,460 3,452	3,375 62 3,329 2,05		-486 -430	-8.86 Mn -7.81 Mn	3,592 3,611	3,232 3,223	
AUG 23	3,346 3,316	-60	3,452	3,297 22,92		-430	-7.61 Mn	3,564	3,223	Source: Reuters 30 Day
SEP 23	3,315	-64	3,427	3,295 12,70		93	1.67 Mn	3,555	3,208	
OCT 23	3,317	-67	3,415	3,299 5,46		50	.9 Mn	3,557	3,229	Jun23-Jul23 10 15 58 5 220 -28 119
NOV 23	3,326	-62	3,421	3,309 4,54	8 17,300	174	3.14 Mn	3,562	3,250	Jun23-Aug23 40 69 337 9 192
DEC 23	3,345	-63	3,433	3,326 4,62		1,063	19.31 Mn	3,565	3,270	
JAN 24	3,368	-63	3,468	3,349 3,72		98	1.79 Mn	3,577	3,295	
FEB 24 MAR 24	3,382 3,385	-67 -50	3,462 3,436	3,367 2,27 3,376 1,88		238 5	4.37 Mn .09 Mn	3,576 3,584	3,318 3,321	Aug23-Sep23 1 3 5 581 63 -24 18   Aug23-Oct23 -1 -2 2 53 94 -49 20
APR 24	3,385	-50	3,430	3,377 46		21	.39 Mn	3,554	3,321	Aug23-0023 -1 -2 2 55 94 -49 20 Source: Bloomberg
MAY 24	3,382	-55	3,442	3,370 1,23		414	7.61 Mn	3,564	3,337	Refiner's Margin (RBDPO - Cash CPO) -
JUL 24	3,385	-55	3,398	3,385 11		66	1.21 Mn	3,570	3,347	5000
SEP 24	3,392	-55			3 416	3	.06 Mn	3,368	3,352	
NOV 24	3,392	-55			69	0	. Mn	3,368	3,368	
JAN 25 MAR 25	3,392 3.392	-55 -55			-	0	. Mn . Mn	-	-	
MAY 25	3,392	-55			-	0	. Mn	-	-	
JUL 25	3,392	-55			-	ő	. Mn	-	_	3500
SEP 25	3,392	-55			-	0	. Mn	-	-	
NOV 25	3,392	-55			-	0	. Mn	-	-	
JAN 26	3,392	-55			-	0	. Mn	-	-	2500
MAR 26	3,392	-55			-	0	. Mn	-	-	2000 -
MAY 26	3,392	-55			-	-		-	-	
Total Source: Bloon	nbera			62,64	3 200,226	-256				1500 -
econoc. Dicon	libolg									1000
Export Est		May-23		Apr-2		Change (I		Change		7/9/2022 7/11/2022 7/1/2023 7/3/2023 7/5/2023
Period		AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS	AMSPEC	SGS	
1 - 10th days 1 - 15th days		333,779 523,042	-	328,133 497,353	408,663 566,995	1.72% 5.17%	-	-11.36% -7.20%	-	Crude Degummed Soybean Oil (CDSBO)/ USD 1113.67 RBD Palm Olein (RBDPL) Basis (per Tonne)
1 - 15th days 1 - 20th days		716,760		696,463	740,545	2.91%	-	-9.79%		
1 - 25th days		933,615	-	927,331	-	0.68%	-	-15.53%	-	1200
Full month		1,085,070	-	1,104,726	-	-1.78%	-	-20.31%	-	1000
Source: Reute	ers									800 + 1 1 1600
Malaysian Palm Oil Board Statistic		Statistic	2021 2022		2023	2023 Apr Ch		KF's Expected		600 + 1200
malaysian ra	init on Board e	Julistic	May	February	March	April	(Mean)	, N	Apr	
Production			1,460,972	1,251,313	1,288,354	1,196,450	4.08%		1,245,244	
Stocks			1,521,766	2,119,509	1,673,044	1,497,535	3.96%		1,556,782	+ 600
Export			1,359,174	1,114,343	1,486,233	1,074,447	-4.64%		1,024,576	0 400
Import			50,768	52,446	39,772	33,678	-25.37%		25,132	-200 - 200
Source: Reute	ers									-400 L
Commodity F	Futures (3rd m	onth)					Re	lative to FCPC	)	-400
	Overnight clos		+/-	1d Chg (%)	3m Chg	6m Chg	3m Chg	6m (		
CPO		3316	0	0.00%	-21.14%	-16.45%	-0.21	-0.1		
Dalian Olein		6500	-22	-0.34%	-19.45%	-18.97%	1.02	0.9		and math FORD Maladility
Soybean Oil WTI Crude		50.92 71.74	1.66 -0.41	3.37% -0.57%	-12.45% -7.47%	-19.37% -1.70%	1.11 1.02	0.9 0.9		3rd mth FCPO Volatility 30 Days 60 Days 90 Days   44.63% 38.79% 35.88%
CRB Index (re	ealtime)	260.68	0.2357	0.09%	-4.72%	-2.53%	1.17	1.1		90 1
Source : Bloor										90
Source . Dioor	mbei				1d Chg		3m Chg		6m Chg	80
Currency	mbei			Last						
Currency USDMYR	mbei			4.6027	-0.11%		3.03%		4.78%	
Currency USDMYR USDIDR							3.03% -2.64%		4.78% -4.65%	70
Currency USDMYR				4.6027	-0.11%					
Currency USDMYR USDIDR				4.6027	-0.11%					70
Currency USDMYR USDIDR Source : Bloon	<sup>mberg</sup>			4.6027 14860.0	-0.11% -0.21%		-2.64%		-4.65%	50 50 50 50 50 50 50 50 50 50 50 50 50 5
Currency USDMYR USDIDR Source : Bloon	<sup>mberg</sup>	ade soybean	futures rose	4.6027 14860.0	-0.11% -0.21%	king out pos	-2.64%	d of a U.S.	-4.65%	TO CONTRACT TO CONTRACT.
Currency USDMYR USDIDR Source : Bloon	<sup>mberg</sup>	ade soybean d demand rep	futures rose port on Friday.	4.6027	-0.11% -0.21%	ing out pos	-2.64%	d of a U.S.	-4.65%	50 50 50 50 50 50 50 50 50 50 50 50 50 5
Currency USDMYR USDIDR Source : Bloon	<sup>mberg</sup>	ade soybean d demand rep	futures rose port on Friday.	4.6027 14860.0	-0.11% -0.21%	ing out pos	-2.64%	d of a U.S.	-4.65%	to the the transformed to the tr
Currency USDMYR USDIDR Source : Bloon	<sup>mberg</sup>	ade soybean d demand rep	futures rose port on Friday.	4.6027 14860.0	-0.11% -0.21%	ing out pos	-2.64%	d of a U.S.	-4.65%	TO CONTRACT TO CONTRACT.
Currency USDMYR USDIDR Source : Bloor Overnigl Chicago E governmen	<sup>mberg</sup> h <b>t Lead</b> Board of Tra nt supply an		futures rose port on Friday.	4.6027 14860.0	-0.11% -0.21%	ting out pos	-2.64%	d of a U.S.	-4.65%	TO GO TO
Currency USDMYR USDIDR Source : Bloor Overnigh Chicago E governmen	mberg h <b>t Lead</b> Board of Tra nt supply an			4.6027 14860.0	-0.11% -0.21%	ting out pos	-2.64%	d of a U.S.	-4.65%	70 60 50 40 30 20

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