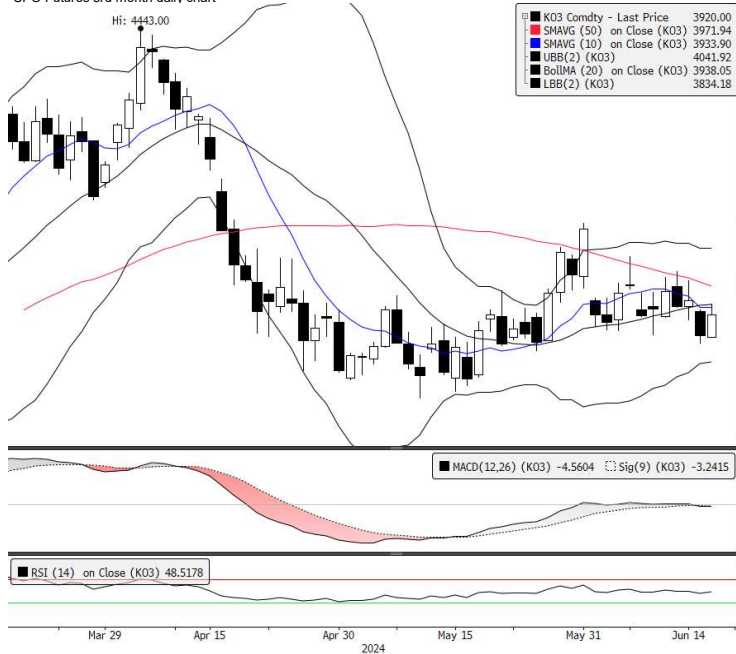


CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures rebounded on Wednesday, advancing by 0.95% for their most substantial gain in a week as the recovery was propelled by overnight gains in competing oils and strong demand from major importing buyers such as India and China, driven by palm oil's favourable pricing compared to sunflower and soybean oils while the appreciation of the Malaysian ringgit tempered the extent of these gains. Globally, crude oil prices halted their bullish run after hitting seven-week highs on Wednesday, with the U.S. benchmark West Texas Intermediate (WTI) slid 10 cents, or 0.1%, at \$81.47 per barrel, as this marginal decline came in response to an API industry report revealing an unexpected increase in U.S. crude inventories while optimism about summer demand and concerns over escalating geopolitical conflicts helped mitigate the losses. The CBOT soy oil market was closed for Juneteenth holiday. Therefore, palm oil futures are expected to trade range bound with slight downward bias today tracking weaker overnight rival crude oil and a potential of profit taking activities after previous session's rebound amid lackluster June export data from cargo surveyors while bargain buying activities from key importers could cushion the losses.

Technical

Palm oil futures for the September contract opened steadier and stayed above positive territory throughout the trading session tracking the strength in overnight competing oils and bargain hunting activities while lingering concerns over sluggish June export demand and firmer Malaysian Ringgit capped the upside. At the close, the September contract settled at 3,920 ringgit per tonne with gains of 37 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 took control over the trading session aggressively. Technical wise, MACD indicator issued a sell signal while RSI is lingering in a neutral region. Therefore, palm oil futures are expected to trade range bound with slight downward bias today tracking the slide in overnight rival crude oil prices and a potential of profit taking activities amid growing concerns over slower June exports demand while the widening discount against other rival edible oils could cushion the losses. Therefore, the support and resistance for the September futures contract can be eyed at 3,850 and 3,955 respectively.

K03 Comdty (Generic 3rd 'K0' Future) DAILY REPORT CHART Daily 20MAR2024-19JUN2024 Copyright © 2024 Bloomberg Finance L.P. 19-Jun-2024 18:44:02

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	O/I chg
JUL 24	3,959	22	3,976	3,932	2,061	11939	-1,308	-27.48 Mn	3,996
AUG 24	3,941	31	3,960	3,908	9,677	40693	-11,258	-235.46 Mn	3,970
SEP 24	3,920	37	3,940	3,880	25,313	58951	-62	-1.29 Mn	3,978
OCT 24	3,904	38	3,922	3,862	6,473	26669	1,346	27.89 Mn	3,986
NOV 24	3,905	43	3,920	3,860	3,410	18452	-372	-7.71 Mn	3,929
DEC 24	3,919	42	3,933	3,875	1,957	16002	7	.15 Mn	3,994
JAN 25	3,944	45	3,954	3,898	964	14675	49	1.03 Mn	3,994
FEB 25	3,965	46	3,973	3,957	1,151	6692	453	9.53 Mn	4,010
MAR 25	3,976	42	3,986	3,972	943	14026	418	8.82 Mn	3,993
APR 25	3,972	42	3,988	3,968	146	4075	59	1.24 Mn	3,947
MAY 25	3,964	42	3,983	3,964	158	4159	37	.78 Mn	3,931
JUN 25	3,949	42	-	-	-	0	0	. Mn	3,770
JUL 25	3,934	42	-	-	2	2002	-1	-.02 Mn	3,735
SEP 25	3,912	42	-	-	1	602	-1	-.02 Mn	3,867
NOV 25	3,911	42	-	-	-	219	0	. Mn	3,877
JAN 26	3,911	42	-	-	-	0	0	. Mn	-
MAR 26	3,911	42	-	-	-	0	0	. Mn	-
MAY 26	3,911	42	-	-	-	0	0	. Mn	-
JUL 26	3,911	42	-	-	-	0	0	. Mn	-
SEP 26	3,911	42	-	-	-	0	0	. Mn	-
NOV 26	3,911	42	-	-	-	0	0	. Mn	-
JAN 27	3,911	42	-	-	-	0	0	. Mn	-
MAR 27	3,911	42	-	-	-	0	0	. Mn	-
MAY 27	3,911	42	-	-	-	0	0	. Mn	-
Total					52,256	219,156	-10,633		

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	-	-	814,031	830,608	-	-	-	-
1 - 25th days	-	-	1,073,429	1,125,451	-	-	-	-
Full month	-	-	1,404,719	1,481,916	-	-	-	-

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)

Overnight close	+/-	1d Chg (%)	Relative to FCPO			
			3m Chg	6m Chg	3m Chg	6m Chg
CPO	3920	0	0.00%	-8.24%	3.76%	0.04
Dalian Olein	7668	74	0.97%	0.37%	1.09	1.05
Soybean Oil	44.30	0.57	1.30%	-9.59%	0.99	0.84
WTI Crude	81.57	1.24	1.54%	1.73%	1.02	0.91
CRB Index (realtime)	295.68	2.6100	0.89%	3.08%	1.11	1.05

Source: Bloomberg

Currency

	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.7108	0.09%	-0.64%	1.04%
USDIR	16365.0	-0.29%	4.42%	5.84%

Source: Bloomberg

Overnight Lead

Chicago Board of Trade soybean futures closed for Juneteenth holiday. - Reuters

Kenanga Futures Sdn Bhd (353603-X)

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

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Previous Week

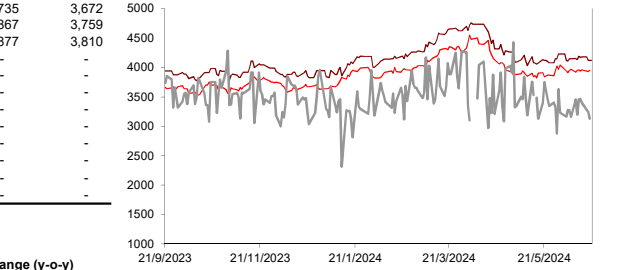
High	Low	Cash CPO (MYR/MT)	Last Bid	Last Offer	3m Chg	6m Chg
3,996	3,885	Jul24	3,950	3,980	-9.8%	0.0%

Source: Reuters

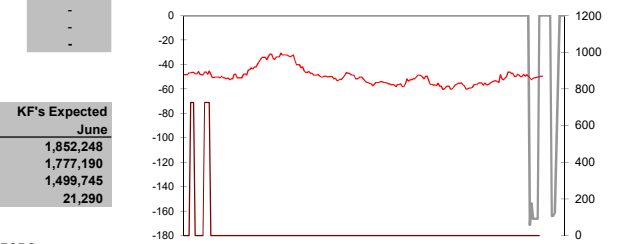
Spreads	Last	Bid	Offer	Vol	High	Low	Avg
Jul24-Aug24	18	12	16	428	29	-8	5
Jul24-Sep24	39	31	32	125	55	-17	5
Aug24-Sep24	21	17	18	378	28	-11	2
Aug24-Oct24	37	33	34	43	48	-21	2
Sep24-Oct24	16	15	17	210	20	-11	0
Sep24-Nov24	15	15	17	29	22	-28	-7

Source: Bloomberg

Refiner's Margin (RBDPO - Cash CPO)



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



3rd mth FCPO Volatility

