

CPO Futures 3rd month daily chart



Preview

Fundamental

Malaysian palm oil futures unable to sustain previous session gains to end 0.86% lower on Monday, tracking the weakness in competing Dalian vegetable oils and a stronger Malaysian Ringgit along with concerns over demand from major importer India's as its overall consumption remains subdued despite significant purchases made ahead of India's budget announcement this month. Globally, crude oil prices continued its decline on Monday, with the U.S. benchmark West Texas Intermediate (WTI) ended \$1.35, or 1.8% lower at \$75.81 a barrel, after statements from Israeli officials emphasizing their intent to prevent a full-scale war in the Middle East, in response to a deadly rocket strike in the Israeli-occupied Golan Heights over the weekend. In addition, the CBOT soy oil fell on Monday, with August soy oil ended the day 0.82 cents lower to finish at 42.84 cents per pound, followed the downturn in rival crude oil prices and expectations of beneficial rainfall for crops in the central United States along with cautious stance ahead of the U.S. Department of Agriculture's weekly crop progress and condition report. Thus, palm oil futures are expected to trade lower today following the weakness in overnight rival oil prices along with concerns over strengthening Malaysian Ringgit that reduce the appeal of tropical oil while a potential of bargain hunting activities could cushion the selling pressure.

Technical

Palm oil futures for the October contract opened gap down during morning trading session and spent most part of the trading session in negative territory tracking the slump in rival edible oil prices during Asian hours and strengthening Malaysian Ringgit while bargain hunting activities cushioned the losses while robust tropical oil exports demand in July capped losses. At the close, the October contract settled at 3,908 ringgit per tonne with losses of 34 points. Trading activities for the day can be depicted through the formation of a long, white-bodied candlestick pattern with longer upper and shorter bottom shadows, indicating that the bears took control of the trading session but bulls managed to cover some losses. Technical wise, MACD indicator issued a sell signal while RSI is lingering in a neutral region. Therefore, palm oil futures are expected to trade lower today due to a potential of extending selling activity following the sharp decline in overnight rival oil prices and the strengthening Malaysian Ringgit which reduces the appeal of tropical oils while a potential of bargain hunting activities could cushion the downside. Hence, the support and resistance for the October futures contract can be eyed at 3,815 and 3,950 respectively.

K03 Comdty (Generic 3rd 'K0' Future) DAILY REPORT CHART Daily 30APR2024-29JUL2024 Copyright © 2024 Bloomberg Finance L.P. 29-Jul-2024 18:57:54

Source: Bloomberg

Contract	Sett	Chg	High	Low	Vol	Open Int	O/I chg	Value USD	Previous Week		Last Bid	Last Offer	3m Chg	6m Chg	
									High	Low					
AUG 24	4,021	-23	4,051	3,968	1,392	6187	-666	-14.42 Mn	4,057	3,954	Aug24	4,010	4,050	2.0%	0.0%
SEP 24	3,944	-31	3,986	3,896	8,901	34906	-795	-16.89 Mn	4,037	3,907	Source: Reuters				
OCT 24	3,908	-34	3,950	3,861	34,525	56635	3,784	79.64 Mn	4,017	3,878					
NOV 24	3,889	-38	3,934	3,847	9,693	27562	647	13.55 Mn	4,002	3,864					
DEC 24	3,881	-44	3,929	3,847	6,410	20030	523	10.93 Mn	4,000	3,864					
JAN 25	3,887	-46	3,930	3,857	5,290	18963	544	11.39 Mn	4,006	3,876					
FEB 25	3,898	-48	3,939	3,874	2,510	10072	93	1.95 Mn	4,014	3,892					
MAR 25	3,900	-49	3,939	3,878	2,436	19702	299	6.28 Mn	4,012	3,900					
APR 25	3,885	-49	3,923	3,870	663	9538	176	3.68 Mn	3,993	3,888					
MAY 25	3,866	-49	3,909	3,861	923	10206	95	1.98 Mn	3,974	3,882					
JUN 25	3,853	-49	3,869	3,840	172	1568	70	1.45 Mn	3,954	3,866					
JUL 25	3,841	-49	3,871	3,836	337	4650	38	.79 Mn	3,940	3,875					
SEP 25	3,836	-49	3,850	3,839	247	2949	82	1.69 Mn	3,930	3,866					
NOV 25	3,833	-49	3,841	3,835	80	518	35	.72 Mn	3,923	3,857					
JAN 26	3,833	-49	0	0	0	0	0	. Mn	-	-					
MAR 26	3,833	-49	0	0	0	0	0	. Mn	-	-					
MAY 26	3,833	-49	0	0	0	0	0	. Mn	-	-					
JUL 26	3,833	-49	0	0	0	0	0	. Mn	-	-					
SEP 26	3,833	-49	0	0	0	0	0	. Mn	-	-					
NOV 26	3,833	-49	0	0	0	0	0	. Mn	-	-					
JAN 27	3,833	-49	0	0	0	0	0	. Mn	-	-					
MAR 27	3,833	-49	0	0	0	0	0	. Mn	-	-					
MAY 27	3,833	-49	0	0	0	0	0	. Mn	-	-					
JUL 27	3,833	-49	0	0	0	0	0	. Mn	-	-					
<b>Total</b>					<b>73,579</b>	<b>223,486</b>	<b>4,925</b>								

Source: Bloomberg

Export Est Period	Jul-24		Jun-24		Change (m-o-m)		Change (y-o-y)	
	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS	AMSPEC	ITS
1 - 10th days	528,843	536,193	284,540	294,516	85.86%	82.06%	61.94%	43.67%
1 - 15th days	791,020	799,268	450,513	481,689	75.58%	65.93%	55.03%	44.26%
1 - 20th days	1,002,572	1,062,238	708,873	763,129	41.43%	39.20%	45.91%	40.84%
1 - 25th days	1,173,224	1,240,593	891,570	994,009	31.59%	24.81%	18.82%	17.39%
<b>Full month</b>	-	-	<b>1,188,180</b>	<b>1,306,689</b>	-	-	-	-

Source: Reuters

Malaysian Palm Oil Board Statistic	2023	2024	2024	2024	Jul Chg	KF's Expected
	June	April	May	June	(Mean)	July
Production	1,447,795	1,501,941	1,704,455	1,615,283	2.47%	1,655,127
Stocks	1,720,567	1,744,459	1,753,544	1,829,469	2.28%	1,871,118
Export	1,171,741	1,234,208	1,378,443	1,205,214	4.18%	1,255,611
Import	135,271	34,762	20,761	11,738	19.80%	14,063

Source: Reuters

Commodity Futures (3rd month)

Commodity	Overnight close	+/-	Relative to FCPO			
			1d Chg (%)	3m Chg	6m Chg	3m Chg
CPO	3908	0	0.00%	2.36%	1.72%	0.02
Dalian Olein	7778	-50	-0.64%	5.25%	12.76%	1.03
Soybean Oil	42.84	-0.82	-1.88%	1.30%	-6.87%	0.99
WTI Crude	75.81	-1.35	-1.75%	-5.13%	-0.14%	1.03
CRB Index (realtime)	274.94	-2.4600	-0.89%	-5.67%	0.34%	0.93

Source: Bloomberg

Currency	Last	1d Chg	3m Chg	6m Chg
USD/IDR	16281.0	-0.12%	0.28%	3.11%

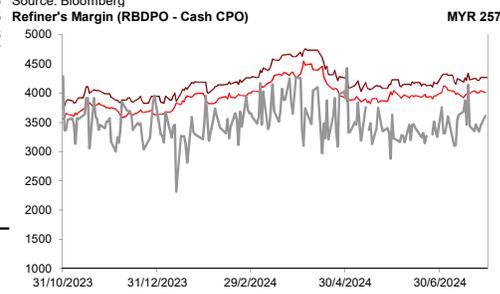
Source: Bloomberg

Overnight Lead

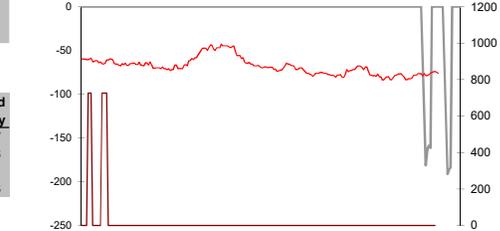
Chicago Board of Trade soybean futures plummeted on Monday on expectations of rain benefiting the crop in the central United States while traders awaited the results of the U.S. Department of Agriculture's weekly crop progress and condition report. - Reuters

Spreads		Last	Bid	Offer	Vol	High	Low	Avg
Aug24-Sep24	77	87	114	145	95	7	30	
Aug24-Oct24	113	129	135	49	132	15	49	
Sep24-Oct24	36	38	40	863	40	5	19	
Sep24-Nov24	55	62	69	103	64	-2	27	
Oct24-Nov24	19	23	24	999	24	-7	8	
Oct24-Dec24	27	34	37	107	37	-25	2	

Refiner's Margin (RBDPO - Cash CPO)		MYR 257	
High	4,057	Low	3,954
Vol	3,907	High	4,037
Low	3,878	Vol	79.64 Mn
Open Int	4,017	High	4,002
Value USD	13.55 Mn	Low	3,864
Change	3,784	Vol	10.93 Mn
Previous Week	647	High	4,006
Source: Reuters	93	Low	4,014
	299	Vol	3,876
	176	High	4,012
	95	Low	3,993
	70	Vol	3,974
	38	High	3,954
	82	Low	3,866
	35	Vol	3,940
	0	High	3,875
	0	Low	3,857
	0	Vol	3,857
	0	High	-
	0	Low	-
	0	Vol	-
	0	High	-
	0	Low	-
	0	Vol	-
	0	High	-
	0	Low	-
	0	Vol	-
	0	High	-
	0	Low	-
	0	Vol	-



Crude Degummed Soybean Oil (CDSBO)  
RBD Palm Olein (RBDPL) Basis (per Tonne) #VALUE!



30 Days	60 Days	90 Days
15.69%	19.73%	20.73%