

# Crude Palm Oil Weekly

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## Market Commentary

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Malaysian palm oil futures slipped on Monday, as weakness in soyoil prices and a lower palm oil exports estimates in the first two weeks of February pressured the market, while India potentially raising vegetable oils import taxes caused further concerns.

The benchmark palm oil contract for May delivery on the Bursa Malaysia Derivatives Exchange slid 14 ringgit, or 0.31%, to 4,485 ringgit (\$1,013.10) a metric ton at the midday break. The contract rose 0.83% in the previous session.

Crude palm oil futures were trading lower due to weakness in soyoil markets and a weaker Malaysian palm oil export performance for the first half of February, said Anilkumar Bagani, commodity research head at Mumbai-based Sunvin Group.

Dalian's most-active soyoil contract fell 1.11%, while its palm oil contract rose 0.13%. The Chicago Board of Trade is closed for a public holiday on Monday.

Oil prices fell for a fourth day on expectations a Russia-Ukraine peace deal could ease sanctions disrupting supply flows and on concerns that global tariff wars could slow economic growth and weaken energy demand.

Exports of Malaysian palm oil products for February 1-15 fell 19.9% to 454,895 metric tons from 567,703 metric tons shipped during January 1-15, cargo surveyor Intertek Testing Services said on Saturday. On the same period, AmSpec Agri Malaysia also reported drop in palm oil products shipped, fell 12.3% to 441,632 tonnes from 503,813 tonnes.

The Council of Palm Oil Producing Countries forecasts an increase in palm oil production this year across Malaysia, Indonesia, Honduras, and Papua New Guinea compared to 2024 levels. On the demand side, CPOPC expects strong palm oil demand this year, driven by higher domestic use in Indonesia for biodiesel, stock replenishment in major importers like China and India, and a limited supply of other vegetable oils like sunflower oil.

In its Annual Report Market & Outlook 2025, the council noted that although Indonesia's production is expected to recover, factors such as stagnating and declining yields, an increasing number of old and unproductive oil palm trees, and low replanting rates are likely to result in marginal growth in palm oil production.

For the week, FCPO market likely trading range bound as lower export and weak performance from rival oils.

Call of The Week:

**Range Bound**

17/02/2025

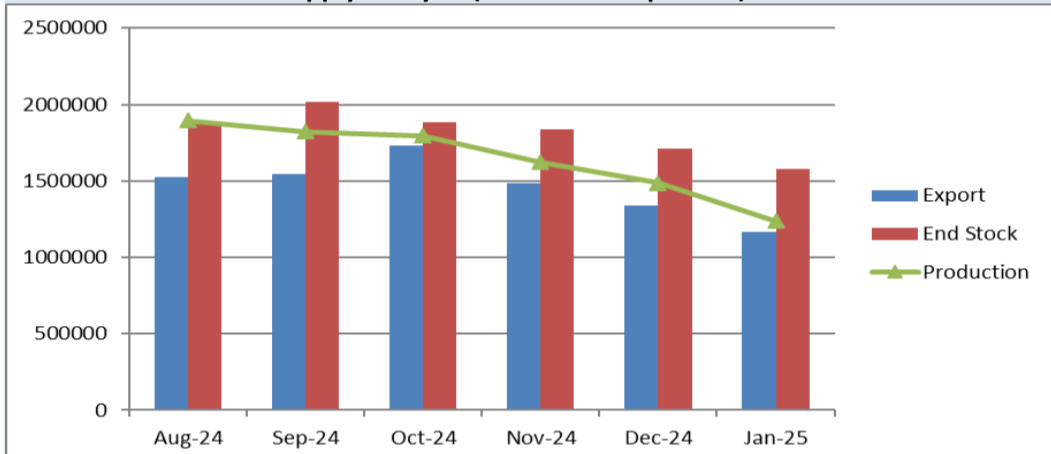
### Fundamental Data

#### Malaysia Palm Oil Board Data ('000 tonnes)

	Jan-25	Dec-24	Diff.	MoM%	Jan-24	YoY%
Opening Stocks	1708	1836	-128	-6.97%	2291	-25.45%
Production	1237	1486	-249	-16.76%	1402	-11.77%
Imports	88	37	51	137.84%	29	203.45%
<b>Total Supply</b>	<b>3033</b>	<b>3359</b>	<b>-326</b>	<b>-9.71%</b>	<b>3722</b>	<b>-18.51%</b>
Exports	1168	1341	-173	-12.90%	1350	-13.48%
Dom Disapp	286	310	-24	-7.74%	352	-18.75%
<b>Total Demand</b>	<b>1454</b>	<b>1651</b>	<b>-197</b>	<b>-11.93%</b>	<b>1702</b>	<b>-14.57%</b>
End Stocks	1579	1708	-129	-7.55%	2020	-21.83%
<b>Stock/Usage Ratio</b>	<b>9.05%</b>	<b>8.09%</b>			<b>10.90%</b>	

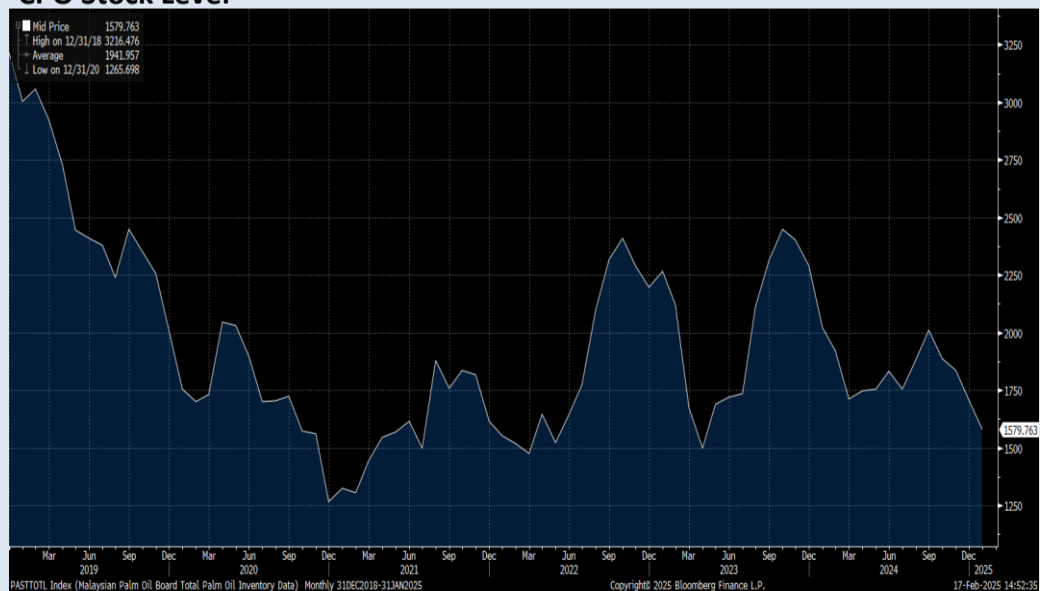
Source: MPOB/ Phillip Capital

#### MPOB Demand and Supply Analysis (6 Month Comparison)



Source: MPOB/ Phillip Capital

#### CPO Stock Level



Source: Bloomberg/ Phillip Capital

Chart of the Day - Crude Palm Oil Daily Chart

Crude Palm Oil Futures (May 2025) · 1D · MYX ● D O4,473 H4,498 L4,457 C4,485 -14 (-0.31%)

4,485 SELL 4,489 BUY

Vol 12.44K

EMA 20/50/100/200



TradingView

Stoch RSI 3 3 14 14 close 80.48 86.73

Mar Apr May Jun Jul Aug Sep Oct Nov Dec 2025 Feb

Source: Phillip Nova/Phillip Capital

Based on the Nova daily chart, FCPO continue to be in a bullish signal right now, with nearest resistance at RM4,541, 78.6% on the fibonacci scale. Now the price is facing a "higher low" candle, a potential downtrend will happen if the price band is breached. FCPO is likely to trade within range of 4100 to 4790, with potential fluctuation in between.

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