

Crude Palm Oil Weekly

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Market Commentary

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Malaysian palm oil futures extended losses to a second session on Monday, tracking weakness in crude oil while a stronger ringgit added pressure to the contract.

The benchmark palm oil contract for May delivery on the Bursa Malaysia Derivatives Exchange lost 21 ringgit, or 0.51%, to 4,071 ringgit (\$1,047.34) a metric ton in early trade.

Palm oil tracks price movements of rival edible oils, as it competes for a share of the global vegetable oils market.

Exports of Malaysian palm oil products for February 1-20 were estimated to fall between 8.9% and 12.6%, according to data from cargo surveyors Interlek Testing Services (ITS) and AmSpec Agri Malaysia.

The ringgit (MYR), palm's currency of trade, strengthened 0.33% against the dollar, making the commodity more expensive for buyers holding foreign currencies.

Chicago soybean futures slid on Monday, falling further from last week's three-month high as uncertainty over U.S. tariffs added pressure, after the Supreme Court struck down President Donald Trump's sweeping tariffs.

Oil prices slid 1% on Monday with the U.S. and Iran headed for a third round of nuclear talks, easing concerns about a potential conflict, while President Donald Trump created uncertainty for global growth and fuel demand with a new round of tariff hikes.

Weaker crude oil futures make palm a less attractive option for biodiesel feedstock.

Based on the Oil World Report, world supplies of palm oil are still ample in the Jan/March quarter with Malaysian export supplies up sharply thanks to the high stocks of 3.05 Mn T at the beginning of the of January and the prospective year-on-year increase in production by at least 0.5 Mn T from a year earlier, showing reducing in Indonesia palm oil exports.

For this week, FCPO is likely to trade with a range bound mode but downtrend bias following the recent decline. Persistent macro weakness and export slowdown may keep rallies capped, while oversold conditions and competitive pricing could prevent aggressive downside continuation.

Call of The Week:

Range Bound

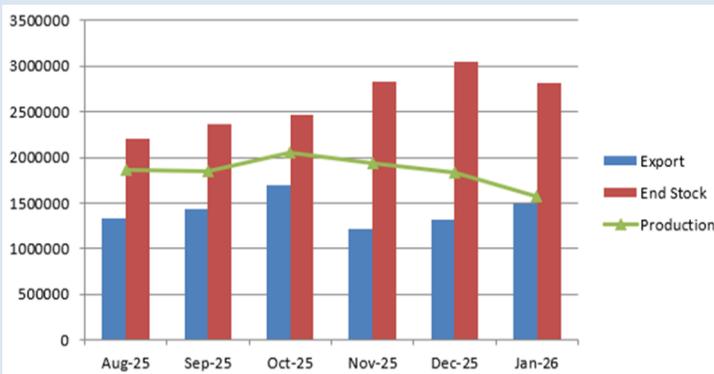
23/02/2026

Fundamental Data

Malaysia Palm Oil Board Data ('000 tonnes)

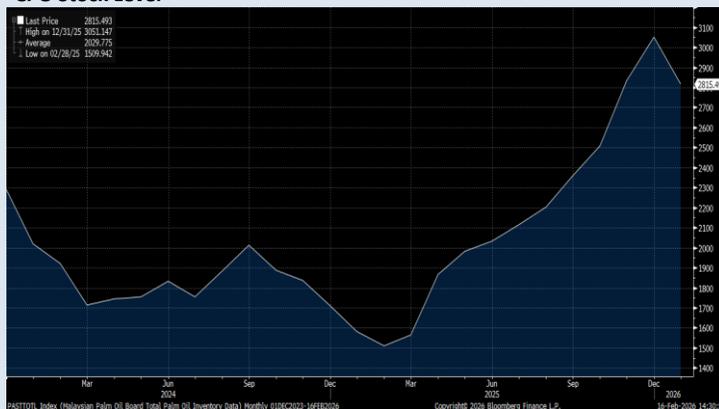
	Jan-26	Dec-25	Diff.	MoM%	Jan-25	YoY%
Opening Stocks	3050	2835	215	7.58%	1708	78.57%
Production	1577	1829	-252	-13.78%	1237	27.49%
Imports	32	33	-1	-3.03%	88	-63.64%
Total Supply	4659	4697	-38	-0.81%	3033	53.61%
Exports	1484	1316	168	12.77%	1168	27.05%
Dom Disapp	360	331	29	8.76%	286	25.87%
Total Demand	1844	1647	197	11.96%	1454	26.82%
End Stocks	2815	3050	-235	-7.70%	1579	78.28%
Stock/Usage Ratio	12.72%	15.43%			9.05%	

Source: MPOB/ Phillip Capital



Source: MPOB/ Phillip Capital

CPO Stock Level



Source: Bloomberg/ Phillip Capital

Chart of the Day - Crude Palm Oil Daily Chart

BMD CRUDE PALM OIL ACTIVE : MAY26 · 1D · BMD ● O4090 H4092 L4068 C4071 -19 (-0.46%)



Source: Phillip Nova/Phillip Capital

Based on the NOVA daily chart, FCPO is sitting just below the key 4100 pivot, keeping the short-term bias slightly bearish. The recent rejection near 4200 has formed a lower high, indicating that upside momentum is fading. As long as price remains below 4100, downward risk toward 4000–3950 support zone stays elevated, with 3950 acting as the critical floor to watch. A firm reclaim and daily close above 4100 would ease the downside pressure and potentially pave the way for another retest of 4200.

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