PALM OIL WEEKLY ON 01 – 07 FEB 2017

1st Week 2017

Palm Oil Prices in the Domestic Market were Traded Mixed.

CPO prices were traded lower this week, down by RM2.50 to RM3,297.50/tonne against RM3,300.00/tonne attained the previous week. The highest and lowest traded prices were at RM3,350.00/tonne and RM3,180.00/tonne respectively. However, RBD palm olein (FOB) prices were traded higher at US$767.00/tonne. The weaker CPO prices were mainly influenced by:

- Weaker soybean oil prices on the Chicago Board of Trade & China's Dalian Commodity Exchange due to expectation of soybean harvest in the Americas will surpass target. Palm oil prices are impacted by soyoil's performance, as they compete for a share of the global vegetable oils market.
- Stronger Ringgit as against the US Dollar. A stronger Ringgit usually made palm oil more expensive for holders of foreign currencies.

CUSTOMS ACT 1967 CUSTOMS (VALUES) (PALM OIL)

ORDER 2013 Customs (Values) (Palm Oil) (No. 2) Order 2013 will take effect for the period **01 FEBRUARY 2017 to 28 FEBRUARY 2017** as follows:

Crude Palm Oil 1511.10.000(Subheading) - **RM3,279.76/tonne** (with duty payable of 7.5% or equivalent to RM245.98/tonne)

Palm Oil Prices in Europe were Traded mixed.

- CPO price was traded lower by US$3.00 to US$807.00/tonne. CPO discount vis-à-vis SBO widened at US$41.50/tonne this week.
- RBD palm olein price was traded higher by US$8.50 at US$844.50/tonne with discount of US$4.00/tonne against SBO price.

WEEKLY PALM OIL PRICE PROFILE

	01/02/2017	02/02/2017	03/02/2017	06/02/2017	07/02/2017	Weekly Average Present	Previous	Diff (+/-)
1. LOCAL PHYSICAL PRICES (RM/TONNE)								
CPO (Lcl Deld)	NT	3,285.00	3,298.00	3,292.00	3,316.50	**3,297.50**	3,300.00	-2.50
PK (Ex-mill)	NT	3,950.00	3,926.00	3,874.50	3,883.00	**3,911.50**	3,933.50	-22.00
CPKO(Lcl Deld)	NT	8,186.50	8,064.50	8,048.00	8,031.50	**8,077.00**	8,234.00	-157.00
2. EXPORT PRICES (US$/TONNE)								
RBD P. Oil (Fob M'sia)	NT	NT	765.50	NT	NT	**765.50**	765.50	0.00
RBD P.Olein (Fob M'sia)	NT	771.50	757.00	766.50	NT	**767.00**	765.50	1.50
RBD P.Stearin (Fob M'sia)	NT	746.00	749.00	754.00	NT	**753.00**	753.00	0.00
3. N.W. EUROPE PRICES (US$/TONNE)								
RBD P.Olein (Cif Rott)	872.00	832.00	832.50	840.50	845.00	**844.40**	836.00	8.40
RBD P. Oil (Cif Rott)	835.00	830.00	830.00	837.50	842.50	**835.00**	830.50	4.50
CPO (Cif Rott)	812.50	815.00	795.00	805.00	807.50	**807.00**	810.00	-3.00
SBO (Dutch Fob Ex-Mill)	838.66	853.28	857.88	842.54	850.09	**848.49**	838.00	10.49
Sun Oil (Fob NWE)	805.00	815.00	810.00	815.00	815.00	**812.00**	818.00	-6.00
RSO (Dutch Fob Ex-Mill)	865.54	896.48	892.42	887.62	883.24	**885.06**	908.50	-23.44
RBD P.Stearin (Cif Rott)	832.50	822.50	825.00	825.00	825.00	**826.00**	826.00	0.00
Tallow	890.00	890.00	890.00	890.00	890.00	**890.00**	920.00	-30.00
PKO (Cif Rott)	1,740.00	1,760.00	1,740.00	1,730.00	1,730.00	**1,740.00**	1,761.00	-21.00
CNO (Cif Rott)	1,780.00	1,800.00	1,810.00	1,790.00	1,785.00	**1,793.00**	1,818.00	-25.00
4. PRICE PREMIUM / DISCOUNT IN N.W. EUROPE (US$/TONNE)								
CPO/SBO	-26.16	-38.28	-62.88	-37.54	-42.59	**-41.49**	-28.00	-13.49
CPO/RSO	-53.04	-81.48	-97.42	-82.62	-75.74	**-78.06**	-98.50	20.44
RBD P.Olein/SBO	33.34	-21.28	-25.38	-2.04	-5.09	**-4.09**	-7.00	2.91
RBD P.Olein/Sun Oil	30.00	15.00	20.00	22.50	30.00	**23.50**	14.50	9.00
RBD P.Stearin/Tallow	-53.04	-81.48	-97.42	-82.62	-75.74	**-78.06**	-98.50	20.44
PKO/CNO	-40.00	-40.00	-70.00	-60.00	-55.00	**-53.00**	-57.00	4.00
5. FUTURES PRICES (TONNE)								
BMD CPO 3rd Month (RM)	PH	3,029.00	3,055.00	3,068.00	3,082.00	**3,058.50**	3,098.00	-39.50
CBOT SBO 3rd Month (US$)	786.50	757.24	760.54	750.42	758.56	**762.65**	767.50	-4.85
6. LANDED INDONESIA CPO PRICE IN MALAYSIA								
FOB Belawan US$ (Offered Price)	743.00	770.00	766.00	770.00	773.00	**764.40**	782.00	-17.60
Landed Indonesia CPO (US$)	756.00	783.00	779.00	783.00	786.00	**777.40**	795.00	-17.60
Landed Indonesia CPO (RM)	3,350.59	3,470.26	3,449.02	3,464.78	3,488.27	**3,444.58**	3,528.00	-83.42
Premium/Discount Vs Lcl Deld CPO (RM)	3,350.59	185.26	151.02	172.78	171.77	**806.28**	894.50	-88.22

Note : NT : No Transaction ; N.A : Not Available; PH : Public Holiday; UNQ : Unquote; Rott: Rotterdam.

Source : MPOB Registration of Contracts, Oilworld, Reuters, BMD, CBOT, Dow Jones News, Massey Company

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