



PALM OIL WEEKLY ON 30th NOV - 4th DEC 2020

(1st Week of December 2020)

PALM OIL PRICES IN LOCAL MARKET TRADED FIRM

CPO prices were traded firm this week, higher by RM91.00 to RM3,530.50/tonne as against to RM3,439.50/tonne in the previous week. The highest and lowest traded CPO prices were at RM3,680.00/tonne (4th Dec) and RM3,350.00/tonne (2nd Dec) respectively. Meanwhile, **RBD Palm Olein (FOB) prices were traded firm this week at US\$886.50/tonne** compared to US\$865.50/tonne in the previous week. The higher CPO prices were mainly due to:

- Higher soyabean oil prices on the U.S. Chicago Board of Trade (CBOT) and China's Dalian Commodity Exchange. Palm oil prices are affected by movement in soyabean oil prices, with which it competes for global market share.
- Expectations of lower CPO production due to seasonal trend and La Nina event will disrupt harvesting and collecting activities.
- Weaker Ringgit as against U.S. Dollar makes the palm oil more competitive as against other competing vegetable oils.

CUSTOMS ACT 1967 CUSTOMS (VALUES) (PALM OIL)

Notification of Values of Crude Palm Oil under Section 12 for the period **1st to 31st December 2020** as follows:

- Crude Palm Oil 1511.10.0000 – **RM3,066.86/tonne** (*with 6.5% export duty and RM199.35/tonne duty payable).

**Note: The Malaysian Government announced on 5th June 2020 the fully exemption from export duties for exports of CPO, CPKO and RBDPKO from 1st July 2020 to 31st December 2020 under the National Economic Recovery Plan (PENJANA) Initiatives.*

PALM OIL PRICES IN THE EUROPE MARKET TRADED FIRM

- **CPO** price was traded firm, higher by US\$41.00 to **US\$912.50/tonne**, with discount vis-à-vis SBO price narrowed at US\$115.00/tonne this week.
- **RBD Palm Olein** price was traded firm, higher by US\$10.00 to **US\$943.00/tonne**, with discount of US\$84.50/tonne as against SBO price.

WEEKLY PALM OIL PRICE PROFILE								
	30/11/2020	01/12/2020	02/12/2020	03/12/2020	04/12/2020	Weekly Average		
						Present	Previous	Diff (+/-)
1. LOCAL PHYSICAL PRICES (RM/TONNE)								
CPO (Lcl Deld)	3,475.00	3,500.00	3,485.50	3,502.50	3,599.50	3,530.50	3,439.50	91.00
PK (Ex-Mill)	NT	2,300.00	2,315.00	2,318.00	2,362.50	2,326.00	2,410.00	-84.00
CPKO (Lcl Deld)	4,557.50	4,625.00	4,523.50	4,547.00	4,689.00	4,652.00	4,562.50	89.50
2. EXPORT PRICES (US\$/TONNE)								
RBD P.Oil (Fob M'sia)	NT	NT	NT	NT	NT	NT	859.50	0.00
RBD P.Olein (Fob M'sia)	NT	NT	875.00	880.00	934.50	886.50	865.50	21.00
RBD P.Stearin (Fob M'sia)	NT	862.50	NT	NT	NT	862.50	869.50	-7.00
3. N.W. EUROPE PRICES (US\$/TONNE)								
RBD P.Olein (cif Rott)	930.00	935.00	930.00	935.00	985.00	943.00	933.00	10.00
RBD P.Oil (cif Rott)	917.50	932.50	927.50	932.50	982.50	938.50	924.50	14.00
CPO (cif Rott)	900.00	897.50	900.00	905.00	960.00	912.50	871.50	41.00
SBO (fob ex-mill)	1,012.49	1,035.53	1,021.77	1,038.65	1,029.64	1,027.50	1,028.00	-0.50
Sun Oil (fob ex-tank)	1,185.00	1,165.00	1,160.00	1,165.00	1,160.00	1,167.00	1,198.00	-31.00
RSO (fob ex-mill)	1,101.31	1,110.18	1,088.28	1,105.47	1,129.21	1,107.00	1,099.50	7.50
RBD P.Stearin (cif Rott)	935.00	942.50	935.00	945.00	970.00	945.50	935.00	10.50
T allow (US, edible, fob Gulf)	915.00	915.00	915.00	915.00	915.00	915.00	915.00	0.00
PKO (cif Rott)	1,120.00	1,120.00	1,135.00	1,145.00	1,185.00	1,141.00	1,150.00	-9.00
CNO (cif Rott)	1,440.00	1,440.00	1,425.00	1,435.00	1,475.00	1,443.00	1,450.00	-7.00
4. PRICE PREMIUM / DISCOUNT IN N.W. EUROPE (US\$/TONNE)								
CPO/SBO	-112.49	-138.03	-121.77	-133.65	-69.64	-115.00	-156.50	41.50
CPO/RSO	-201.31	-212.68	-188.28	-200.47	-169.21	-194.50	-228.00	33.50
RBD P.Olein/SBO	-82.49	-100.53	-91.77	-103.65	-44.64	-84.50	-95.00	10.50
RBD P.Olein/Sun Oil	-255.00	-230.00	-230.00	-230.00	-175.00	-224.00	-265.00	41.00
RBD P.Stearin/T allow	20.00	27.50	20.00	30.00	55.00	30.50	20.00	10.50
PKO/CNO	-320.00	-320.00	-290.00	-290.00	-290.00	-302.00	-300.00	-2.00
5. FUTURES PRICES								
BMD CPO 3rd Month (RM/Tonne)	3,295.00	3,349.00	3,313.00	3,329.00	3,437.00	3,344.60	3,288.50	56.10
CBOT SBO 3rd Month (US\$/Tonne)	824.78	814.22	812.24	830.06	845.02	825.22	837.00	-11.78
6. LANDED INDONESIA CPO PRICE IN MALAYSIA								
FOB Belawan US\$/T (Offered Price)	873.75	896.25	890.00	896.25	918.75	895.00	873.00	22.00
Landed Indonesia CPO (US\$/Tonne)	886.75	909.25	903.00	909.25	931.75	908.00	886.00	22.00
Landed Indonesia CPO (RM/Tonne)	3,610.85	3,709.74	3,677.92	3,705.19	3,788.50	3,698.50	3,621.50	77.00
M'sian (Lcl Deld) Disct. Vs. Indon (landed) (RM/T)	-135.85	-209.74	-192.42	-202.69	-189.00	-168.00	-182.00	14.00
Note : NT : No Transaction ; N.A. : Not Available ; PH : Public Holiday ; UNQ : Unquote ; Rott : Rotterdam Source : MPOB Registration of Contracts, Oil World, Reuters, BMD and CBOT								

M. Ayatollah Khomeini Ab Rahman (ayat@mpob.gov.my)/ Khairina Ahmad Khir (khairina@mpob.gov.my)
 Trade Development Unit (TDU)
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