



PALM OIL WEEKLY ON 31st MAY – 4th JUN 2021

(1st Week of Jun 2021)

PALM OIL PRICES IN LOCAL MARKET EASIER

Crude Palm Oil (CPO) prices were easier this week, lower by **RM135.50 to RM4,161.50/tonne** as against to **RM4,297.00/tonne** in the previous week. The highest and lowest traded CPO prices were at **RM4,287.00/tonne** (3rd June) and **RM4,027.50/tonne** (1st Jun) respectively. Meanwhile, **RBD Palm Olein (FOB) prices were traded easier this week at US\$1,099.00/tonne** as compared to **US\$1,111.50/tonne** in the previous week. The lower CPO prices were mainly due to:

- Weaker soyabean oil prices on the Chicago Board of Trade (CBOT) and China's Dalian Commodity Exchange. Palm oil prices are affected by the movement of soyabean oil prices as they compete for a share in the global vegetable oils market.
- Expectations of higher CPO production in May due to good weather condition and seasonal trend.
- Firmer Ringgit as against US Dollar makes palm oil prices less competitive as against other competing vegetable oil prices.
- Weaker Brent crude oil prices in the world market makes palm oil less attractive option for biodiesel feedstock.

CUSTOMS ACT 1967 CUSTOMS (VALUES) (PALM OIL)

Notification of Values of Crude Palm Oil under Section 12 for the period **1st to 30th June 2021** as follows:

- Crude Palm Oil 1511.10.0000 – **RM4,627.40** (with 8% export duty and RM370.19/tonne duty payable).

PALM OIL PRICES IN THE EUROPE MARKET TRADED EASIER

- CPO price was traded **easier, lower by US\$26.00 to US\$1,160.00/tonne**, with discount vis-à-vis SBO price widened at **US\$464.00/tonne** this week.
- **RBD Palm Olein** price was traded **easier, lower by US\$40.50 to US\$1,137.00/tonne**, with discount of **US\$487.00/tonne** as against SBO price.