



## PALM OIL WEEKLY ON 21<sup>st</sup> - 25<sup>th</sup> DEC 2020

*(4<sup>th</sup> Week of December 2020)*

### PALM OIL PRICES IN LOCAL MARKET TRADED FIRM

**CPO prices were traded firm this week, higher by RM80.00 to RM3,712.50/tonne** as against RM3,632.50/tonne in the previous week. The highest and lowest traded CPO prices were at RM3,855.00/tonne (24<sup>th</sup> Dec) and RM3,615.00/tonne (21<sup>st</sup> Dec) respectively. Meanwhile, **RBD Palm Olein (FOB) prices were traded firm this week at US\$928.50/tonne** compared to US\$925.00/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.
- Weaker Ringgit as against the U.S. Dollar makes the palm oil more competitive as against other competing vegetable oils.
- Expectations of higher palm oil exports in December in line with stronger palm oil demand from major importing countries e.g. China and India.

### CUSTOMS ACT 1967 CUSTOMS (VALUES) (PALM OIL)

Notification of Values of Crude Palm Oil under Section 12 for the period **1<sup>st</sup> to 31<sup>st</sup> January 2021** as follows:

- Crude Palm Oil 1511.10.0000 – **RM3,475.44/tonne** (with 8% export duty and RM278.04/tonne duty payable).

### PALM OIL PRICES IN THE EUROPE MARKET TRADED FIRM

- **CPO** price was traded firm, higher by US\$53.00 to **US\$985.00/tonne**, with discount vis-à-vis SBO price narrowed at US\$86.00/tonne this week.
- **RBD Palm Olein** price was traded firm, higher by US\$25.50 to **US\$1,000.50/tonne**, with discount of US\$70.50/tonne as against SBO price.

<b>WEEKLY PALM OIL PRICE PROFILE</b>									
						Weekly Average			
	21/12/2020	22/12/2020	23/12/2020	24/12/2020	25/12/2020	Present	Previous	Diff (+/-)	
<b>1. LOCAL PHYSICAL PRICES (RM/TONNE)</b>									
CPO (Lcl Deld)	3,651.00	3,661.00	3,701.50	3,835.50	PH	<b>3,712.50</b>	<b>3,632.50</b>	80.00	
PK (Ex-Mill)	NT	2,446.50	2,488.00	2,600.00	PH	<b>2,479.00</b>	<b>2,441.50</b>	37.50	
CPKO (Lcl Deld)	4,944.00	4,960.50	5,185.00	5,320.00	PH	<b>5,062.00</b>	<b>4,740.50</b>	321.50	
<b>2. EXPORT PRICES (US\$/TONNE)</b>									
RBD P.Oil (Fob M'sia)	917.50	NT	NT	NT	PH	<b>917.50</b>	<b>924.00</b>	-6.50	
RBD P.Olein (Fob M'sia)	NT	928.50	NT	NT	PH	<b>928.50</b>	<b>925.00</b>	3.50	
RBD P.Stearin (Fob M'sia)	NT	NT	NT	NT	PH	<b>NT</b>	<b>915.00</b>	0.00	
<b>3. N.W. EUROPE PRICES (US\$/TONNE)</b>									
RBD P.Olein (cif Rott)	970.00	977.50	1,015.00	1,040.00	PH	<b>1,000.50</b>	<b>975.00</b>	25.50	
RBD P.Oil (cif Rott)	967.50	975.00	1,012.50	1,037.50	PH	<b>998.00</b>	<b>972.50</b>	25.50	
CPO (cif Rott)	955.00	960.00	1,010.00	1,015.00	PH	<b>985.00</b>	<b>932.00</b>	53.00	
SBO (fob ex-mill)	1,063.75	1,058.53	1,090.29	UNQ	PH	<b>1,071.00</b>	<b>1039.50</b>	31.50	
Sun Oil (fob ex-tank)	1,210.00	1,215.00	1,225.00	1,240.00	PH	<b>1,222.50</b>	<b>1,195.00</b>	27.50	
RSO (fob ex-mill)	1,075.98	1,075.98	1,078.11	UNQ	PH	<b>1,076.50</b>	<b>1095.00</b>	-18.50	
RBD P.Stearin (cif Rott)	960.00	965.00	987.50	1,012.50	PH	<b>981.00</b>	<b>968.50</b>	12.50	
T allow (US, edible, fob Gulf)	881.00	881.00	881.00	881.00	PH	<b>881.00</b>	<b>915.00</b>	-34.00	
PKO (cif Rott)	1,275.00	1,250.00	1,300.00	1,325.00	PH	<b>1,287.50</b>	<b>1,249.00</b>	38.50	
CNO (cif Rott)	1,500.00	1,490.00	1,490.00	1,515.00	PH	<b>1,498.50</b>	<b>1,488.00</b>	10.50	
<b>4. PRICE PREMIUM / DISCOUNT IN N.W. EUROPE (US\$/TONNE)</b>									
CPO/SBO	-108.75	-98.53	-80.29	0.00	PH	<b>-86.00</b>	<b>-107.50</b>	21.50	
CPO/RSO	-120.98	-115.98	-68.11	0.00	PH	<b>-91.50</b>	<b>-163.00</b>	71.50	
RBD P.Olein/SBO	-93.75	-81.03	-75.29	0.00	PH	<b>-70.50</b>	<b>-64.50</b>	-6.00	
RBD P.Olein/Sun Oil	-240.00	-237.50	-210.00	-200.00	PH	<b>-222.00</b>	<b>-220.00</b>	-2.00	
RBD P.Stearin/T allow	79.00	84.00	106.50	131.50	PH	<b>100.00</b>	<b>53.50</b>	46.50	
PKO/CNO	-225.00	-240.00	-190.00	-190.00	PH	<b>-211.00</b>	<b>-239.00</b>	28.00	
<b>5. FUTURES PRICES</b>									
BMD CPO 3rd Month (RM/Tonne)	3,405.00	3,416.00	3,536.00	3,569.00	PH	<b>3,417.00</b>	<b>3,417.00</b>	0.00	
CBOT SBO 3rd Month (US\$/Tonne)	870.10	879.12	893.42	904.86	PH	<b>887.00</b>	<b>860.50</b>	26.50	
<b>6. LANDED INDONESIA CPO PRICE IN MALAYSIA</b>									
FOB Belawan US\$/T (Offered Price)	975.25	977.75	997.75	1,012.75	PH	<b>991.00</b>	<b>947.00</b>	44.00	
Landed Indonesia CPO (US\$/Tonne)	988.25	990.75	1,010.75	1,025.75	PH	<b>1,004.00</b>	<b>960.00</b>	44.00	
Landed Indonesia CPO (RM/Tonne)	4,000.44	4,020.46	4,106.68	4,166.60	PH	<b>4,074.00</b>	<b>3,889.00</b>	185.00	
M'sian (Lcl Deld) Disct. Vs. Indon (landed) (RM/T)	-349.44	-359.46	-405.18	-331.10	PH	<b>-361.50</b>	<b>-256.50</b>	-105.00	
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									

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