

PALM OIL WEEKLY ON 28th - 31st DEC 2020

(5th Week of December 2020)

PALM OIL PRICES IN LOCAL MARKET TRADED FIRM

CPO prices were traded firm this week, higher by RM73.00 to RM3,785.50/tonne as against RM3,712.50/tonne in the previous week. The highest and lowest traded CPO prices were at RM3,825.00/tonne (28th Dec) and RM3,720.00/tonne (29th Dec) respectively. Meanwhile, no transaction was registered for RBD Palm Olein (FOB) prices this week. The higher CPO prices were mainly due to:

- Expectations of lower CPO production due to seasonal trend and La Nina event will disrupt harvesting and collecting activities.
- Higher Brent crude oil prices in the world market makes palm oil more attractive option for biodiesel feedstock.
- 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.

CUSTOMS ACT 1967 CUSTOMS (VALUES) (PALM OIL)

Notification of Values of Crude Palm Oil under Section 12 for the period 1st to 31st 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\$50.50 to **US\$1,035.50/tonne**, with discount vis-à-vis SBO price narrowed at US\$62.00/tonne this week.
- RBD Palm Olein price was traded firm, higher by US\$35.50 to **US\$1,036.00/tonne**, with discount of US\$61.50/tonne as against SBO price.

WEEKLY PALM OIL PRICE PROFILE													
						Weekly Average							
						28/12/2020	29/12/2020	30/12/2020	31/12/2020	01/01/2021	Present	Previous	Diff (+/-)
1. LOCAL PHYSICAL PRICES (RM/TONNE)													
CPO (Lcl Deld)	3,780.50	3,788.00	NT	NT	PH	3,785.50	3,712.50	73.00					
PK (Ex-Mill)	NT	NT	NT	2,650.00	PH	2,650.00	2,479.00	171.00					
CPKO (Lcl Deld)	NT	NT	NT	NT	PH	NT	5,062.00	0.00					
2. EXPORT PRICES (US\$/TONNE)													
RBD P.Oil (Fob M'sia)	NT	NT	NT	NT	PH	NT	917.50	0.00					
RBD P.Olein (Fob M'sia)	NT	NT	NT	NT	PH	NT	928.50	0.00					
RBD P.Stearin (Fob M'sia)	NT	NT	NT	NT	PH	NT	NT	0.00					
3. N.W. EUROPE PRICES (US\$/TONNE)													
RBD P.Olein (cif Rott)	1,035.00	1,025.00	1,040.00	1,045.00	PH	1,036.00	1,000.50	35.50					
RBD P.Oil (cif Rott)	1,032.50	1,022.50	1,037.50	1,042.50	PH	1,033.50	998.00	35.50					
CPO (cif Rott)	1,020.00	1,032.50	1,045.00	1,045.00	PH	1,035.50	985.00	50.50					
SBO (fob ex-mill)	UNQ	1,083.68	1,111.52	UNQ	PH	1,097.50	1,071.00	26.50					
Sun Oil (fob ex-tank)	1,240.00	1,235.00	1,235.00	UNQ	PH	1,236.50	1,222.50	14.00					
RSO (fob ex-mill)	1,062.27	1,046.95	1,074.68	UNQ	PH	1,061.50	1,076.50	-15.00					
RBD P.Stearin (cif Rott)	1,012.50	1,010.00	1,020.00	1,030.00	PH	1,018.00	981.00	37.00					
T allow (US, edible, fob Gulf)	900.00	900.00	900.00	900.00	PH	900.00	881.00	19.00					
PKO (cif Rott)	1,255.00	1,280.00	1,305.00	1,335.00	PH	1,293.50	1,287.50	6.00					
CNO (cif Rott)	1,490.00	1,480.00	1,500.00	1,470.00	PH	1,485.00	1,498.50	-13.50					
4. PRICE PREMIUM / DISCOUNT IN N.W. EUROPE (US\$/TONNE)													
CPO/SBO	0.00	-51.18	-66.52	0.00	PH	-62.00	-86.00	24.00					
CPO/RSO	-42.27	-14.45	-29.68	0.00	PH	-26.00	-91.50	65.50					
RBD P.Olein/SBO	0.00	-58.68	-71.52	0.00	PH	-61.50	-70.50	9.00					
RBD P.Olein/Sun Oil	-205.00	-210.00	-195.00	0.00	PH	-200.50	-222.00	21.50					
RBD P.Stearin/T allow	112.50	110.00	120.00	130.00	PH	118.00	100.00	18.00					
PKO/CNO	-235.00	-200.00	-195.00	-135.00	PH	-191.50	-211.00	19.50					
5. FUTURES PRICES													
BMD CPO 3rd Month (RM/Tonne)	3,541.00	3,557.00	3,585.00	3,602.00	PH	3,571.00	3,417.00	154.00					
CBOT SBO 3rd Month (US\$/Tonne)	903.10	918.50	920.92	932.80	PH	919.00	887.00	32.00					
6. LANDED INDONESIA CPO PRICE IN MALAYSIA													
FOB Belawan US\$/T (Offered Price)	1,013.75	1,012.50	1,025.00	1,027.75	PH	1,019.50	991.00	28.50					
Landed Indonesia CPO (US\$/Tonne)	1,026.75	1,025.50	1,038.00	1,040.75	PH	1,032.50	1,004.00	28.50					
Landed Indonesia CPO (RM/Tonne)	4,164.50	4,156.35	4,195.60	4,179.65	PH	4,173.16	4,074.00	99.16					
M'sian (Lcl Deld) Disct. Vs. Indon (landed) (RM/T)	-384.00	-368.35	0.00	0.00	PH	-387.66	-361.50	-26.16					
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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 Updated as of 06/01/2021