# PALM OIL PRICE REPORT ON 1st WEEK (2nd – 6th JAN 2023)

## PALM OIL PRICES IN LOCAL & EXPORT MARKET TRADED FIRM

**Crude Palm Oil (CPO) prices** were traded **firm** this week, **higher by RM53.50 to RM4,081.50/tonne** as against **RM4,028.00/tonne** in the previous week. The highest and lowest traded CPO prices were at RM4,220.00/tonne (3rd Jan) and RM3,900.00/tonne (6th Jan) respectively. Meanwhile, **RBD Palm Olein (FOB) prices** were traded **higher** this week at **USD968.50/tonne** as compared to USD955.00/tonne in the previous week. The higher CPO prices were mainly due to:

- Firmer soyabean oil prices on the U.S. 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 oil market.
- Firmer Brent crude oil prices in the world market makes palm oil more attractive option for biodiesel feedstock.
- Expectations lower CPO production and Indonesia is tightening its supply following Indonesia's planning to start B35 program in February, thus increase the usage of palm oil.

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

Notification of Values of Crude Palm Oil under Section 12 for the period **1st to 31st January 2023** as follows:

- Crude Palm Oil 1511.10.0000 – **RM3,889.52** (with 8% export duty and RM311.16/tonne duty payable).

## PALM OIL PRICES IN THE EUROPE MARKET TRADED FIRM

- **CPO** price was traded **firm**, **higher by US$39.00 to US$1,046.50/tonne**, with discount vis-à-vis SBO price narrowed at US$318.00/tonne this week.
- **RBD Palm Olein** price was traded **firm**, **higher by US$10.00 to US$1,083.50/tonne**, with discount of US$281.00/tonne as against SBO price.

# WEEKLY PALM OIL PRICE PROFILE

| | | 02/01/2023 | 03/01/2023 | 04/01/2023 | 05/01/2023 | 06/01/2023 | Weekly Average Present | Weekly Average Previous | Diff (+/-) |
|---|---|---|---|---|---|---|---|---|---|
| **1. LOCAL PHYSICAL PRICES (RM/TONNE)** | | | | | | | | | |
| CPO (Lcl Deld) | PH | 4,165.50 | 4,139.00 | 4,044.00 | 4,045.00 | **4,081.50** | **4,028.00** | 53.50 |
| PK (Ex-Mill) | PH | 2,104.00 | 2,073.50 | 2,053.50 | 2,071.50 | **2,073.00** | **2,070.50** | 2.50 |
| CPKO (Lcl Deld) | PH | 4,094.50 | 4,077.00 | 4,001.50 | 3,988.00 | **4,045.50** | **4,048.50** | -3.00 |

*Source: MPOB*

*Trade Development Unit*
*M. Ayatollah Khomeini Ab Rahman (ayat@mpob.gov.my) / Khairina Ahmad Khir (khairina@mpob.gov.my)*
*Updated as of 11/01/2023*