

China Price Monitor HDPE Pricing

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(Pricing for Jan 20, 2012)

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Comparison of Domestic vs Import Prices as CNY/tonne										
	Transaction Prices for Domestic Resin including VAT (from pg 4)					Transaction Prices for Imported Resin CFR or CIF CMP including VAT & import duty (from pg 7, converted to CNY)				
	This Week		Next Week Forecast		Change	This Week		Next Week Forecast		Change
	Low	High	Low	High		Low	High	Low	High	
HDPE BM	10400	11100	*	*	*	10214	10371	*	*	*
HDPE Film	10500	11100	*	*	*	10371	10686	*	*	*
HDPE Injection	9990	11600	*	*	*	9821	10686	*	*	*
HDPE Yarn	10700	10950	*	*	*	0	0	*	*	*

Excludes delivery. Payment terms are T/T for domestic resin and LC at site for imported resin.

This week's executive summary

- In the PE market, the LLDPE went up while the other grades kept stable. The high global crude oil and rising pricing policy of domestic PC shored up the confidence of traders so that the offers were increased. The downstream manufacturers, however, stopped production in advance with the approaching spring festival and the transactions were bleak.
- Since the domestic PC increased the prices, supported by the bullish factor, traders followed the PC suit with optimistic anticipation to the outlook. However, the end-user demand was still sluggish and no transactions were heard to be closed.
- As for the import market, in the last week before spring festival, most participants left to stay on the sidelines. Offers for first-tier and second-tier market were rarely heard and the transactions were stagnating.
- In view of the PC cost factor, most participants are optimistic to the outlook. But the distributors are under some sales pressure after the spring festival. Besides, some downstream factories resumed lately, dragging the end-user demand recovery. The PE market is expected to be hampered in upward trend.

PE China Shutdown Schedule - expected number of shut down days																			
Majority Owners	Plant	City	Province	Line	Annual Capacity KT	Feb	Mar	April	May	Jun	July	Aug	Sep	Oct	Nov	Dec	Jan, 12	Comments	
Sinopec	Yanshan PC	Beijing	Beijing	LDPE	380	1			3	4	3	20	14	4	1				
				HDPE	140				1	1		17	14			1	2		
Sinopec	TUCC	Tianjin	Tianjin	LLDPE	120														
Sinopec	Qilu PC	Zibo	Shandong	LDPE	140														
				LLDPE	140														
				HDPE	140		1				4								
Sinopec	Yangzi PC	Nanjing	Jiangsu	LLDPE	*											1	4		
				HDPE	*											3			
Sinopec	Shanghai PC	Shanghai	Shanghai	LDPE	*								27						
				HDPE	*										14	1			
...												
Total					10500	28													

Note: Only top ten resin suppliers included, all suppliers shutdown list is available in the full China Price Monitor

Production News & Shutdowns

- Daqing PC shut down its 80kt/yr HDPE Line A on 13 October and restarted on 17 October for accident.
- Daqing PC shut down its 80kt/yr HDPE Line C on 31 October and restarted on 2 November for accident.
- Dushanzi Petroleum and Petrochemical Complex shut down its 120kt/yr LLDPE unit on 8 August and restarted on 8 October. Dushanzi Petroleum and Petrochemical Complex shut down its 100kt/yr HDPE unit on 9 August and restarted on 8 October for regular maintenance.
- Dushanzi Petroleum and Petrochemical Complex shut down its 600kt/yr new LLDPE unit on 12 August and plans to restart on 8 October for regular maintenance, and shut down its 300kt/yr new HDPE unit on 12 August and restarted on 10 October.
- Dushanzi Petroleum and Petrochemical Complex shut down its 300kt/yr New LLDPE line 2 on 12 August and restarted on 10 October, and shut down its 300kt/yr New LLDPE Line 1 on 12 August and restarted on 11 October for regular maintenance.
- Shenhua (Baotou) Charcoal Chemical Industry shut down its 300kt/yr LLDPE unit on 5 July for maintenance, and restarted on 22 August.
- Shanghai PC shut down its 250kt/yr 4PE unit during 14– 28 October for regular maintenance. And shut down its 250kt/yr 4PE unit on 1 November and restarted on 2 November for accident.
- Yangzi PC shut down its 80kt/yr HDPE Line B during 19-23 October for an accident.
- Yangzi PC shut down its 80kt/yr HDPE Line A during 17-20 November for an accident.
- Huajin Chemical (Panjin Ethylene) shut down its 300kt/yr new HDPE unit during 26-27 October for regular maintenance.
- Yanshan PC shut down its 60kt/yr old LDPE Line 3 and restarted on 21 October for accident.
- Yanshan PC shut down its 60kt/yr old LDPE line 1 during 26-27 October for regular maintenance.
- SINOPEC SABIC Tianjin PC shut down its 300kt/yr new LDPE unit on 26 October and restarted on 1 November for regular maintenance.

- Yanshan PC shut down its 60kt/yr Old LDPE Line 3 during 6-7 November for accident. Yanshan PC shut down its 200kt/yr New LDPE unit during 6-7 November for accident. Yanshan PC shut down its 70kt/yr HDPE Line One and Two for one day on 6 November for accident.
- Dushanzi PC shut down its 300kt/yr New HDPE unit on 15 November and restarted on 21 November for an accident.
- Daqing PC shut down its 80kt/yr HDPE Line C unit during 19-21 November for an accident.
- Yanshan PC shut down its 70kt/yr HDPE Line Two on 2 December and restarted on 4 December for accident.
- Maoming PC shut down its 120kt/yr Old LDPE Line One on 21 December and restarted on 24 December for regular maintenance.
- Yangzi PC shut down its 80kt/yr HDPE Line B on 31 December and restarted on 5 January for accident.
- Maoming PC shut down its 250kt/yr New LDPE line Two on 10 January and planned to restart on 14 January for regular maintenance.

Note: * replaced the actual data which are only provided to CBI CPM subscribers.

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