

China Price Monitor HDPE Pricing
October 25, 2011
(Pricing for October 21, 2011)

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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	10640	11620	*	*	*	10452	10611	*	*	*
HDPE Film	10500	11500	*	*	*	10452	10769	*	*	*
HDPE Injection	10310	11700	*	*	*	10294	10452	*	*	*
HDPE Yarn	11500	12000	*	*	*	0	0	*	*	*

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

This week's executive summary

- China PE market was dropped this week with bearish sentiment caused by a sharp dive of LLDPE futures values on Thursday. Traders believing the overseas suppliers will continue to cut their offer prices for November shipments and downstream demands were expected to weaken during the winter, hence China PE market remained pessimistic.
- Major distributors priced lower this week as domestic producers decreased their EXWH(ex-warehouse) prices.
- As for the import market, some overseas suppliers appeared to be pessimistic driven by slumping domestic market. The downstream manufacturers held poor interest to inquiry the offers. Therefore, traders had intention to reduce the offers to boost deals.
- The outlook is daunting on Friday. Traders were worried about the Euro zone debt crisis will lead a double-dip recession on global financial market.

PE China Shutdown Schedule - expected number of shut down days																				
Majority Owners	Plant	City	Province	Line	Annual Capacity KT	Nov	Dec	Jan, 2011	Feb, 2011	Mar, 2011	Apr, 2011	May, 2011	Jun, 2011	Jul, 2011	Aug, 2011	Sep, 2011	Oct, 2011	Comments		
Sinopec	Yanshan PC	Beijing	Beijing	LDPE	380	1	8	1		2	1							3		
				HDPE	140															
Sinopec	TUCC	Tianjin	Tianjin	LLDPE	120				3											
Sinopec	Qilu PC	Zibo	Shandong	LDPE	140															
				LLDPE	140															
				HDPE	140	12						1								
Sinopec	Yangzi PC	Nanjing	Jiangsu	LLDPE	*	*	*													
				HDPE	*	*	*													
Sinopec	Shanghai PC	Shanghai	Shanghai	LDPE	*	*	*													
				HDPE	*	*	*													
...													
Total					10500	108														

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 65kt/yr old LDPE unit during 1-3 August for accident.. Daqing PC shut down its 80kt/yr HDPE Line C unit on 17 August for regular maintenance and restarted on 19 August. Daqing PC shut down its 65kt/yr old LDPE unit during 21-24 August for regular maintenance.
- Daqing PC shut down its 85kt/yr LLDPE unit during 1-8 September for regular maintenance, and shut down it on 15 September again and restarted on 21 September. Daqing PC shut down its 20kt/yr new LDPE unit on 15 September and had a plan to restart on 17 September for regular maintenance.
- Daqing PC shut down its 80kt/yr HDPE Line A on 13 October and restarted on 17 October for accident.
- Dushanzi Petroleum and Petrochemical Complex shut down its 300kt/yr HDPE unit on 14 July and restart on 2 August for regular maintenance.
- 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.
- Yanshan PC shut down its 60kt/yr old LDPE unit Line 1 and old LDPE unit Line 2 on 15 August and restarted on 15 September ,so did old LDPE unit Line 3. And Yanshan PC shut down its 200kt/yr

new LDPE unit on 13 August and restarted on 15 September, and shut down its 70kt/yr HDPE Line 1 and Line 2 on 15 August and restarted on 14 September.

- Zhongyuan Petrochemical shut down its 200kt/yr LLDPE unit on 5 May and restarted on 10 July for regular maintenance.
- Shanghai PC shut down its 45kt/yr 1PE and 2PE units on 2 September and had a plan to restart on 29 September for regular maintenance.
- Huajin Chemical (Panjin Ethylene) shut down its 65kt/yr HDPE Line two on 19 September and restarted on 21 September for accident.
- Yanshan PC shut down its 60kt/yr old LDPE Line 3 during 17-20 October for irregular maintenance.

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

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