

China Price Monitor HDPE Pricing
January 3, 2012
(Pricing for December 30, 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	10460	11280	*	*	*	10120	10198	*	*	*
HDPE Film	10450	10960	*	*	*	10198	10512	*	*	*
HDPE Injection	9760	11480	*	*	*	9570	10198	*	*	*
HDPE Yarn	10620	10900	*	*	*	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 prices were firmer this week on the back of the continuous rising of crude values in recent weeks, which once stood above \$100/bbl on this Wednesday. On the other hand, scant supply was reported in some regions as low-level inventories of major distributors because they have already achieved their sales target of December in the beginning of this week, hence most traders attempted to priced higher and test buying interest.
- Domestic producers switched to settlement prices this week, which underpinned traders' confidence, and major distributors kept their offer prices stable or priced higher slightly.
- As for the import market, traders increased the offers with the high global crude oil and firm domestic market. However, buyers held poor interest to it with fair transactions.
- The outlook is uncertain on Friday. Traders were still worried about the traditional lull period ahead of the coming Lunar new year holiday may restrain buying interest.

PE China Shutdown Schedule - expected number of shut down days																		
Majority Owners	Plant	City	Province	Line	Annual Capacity KT	Dec	Feb,2011	Mar,2011	Apr,2011	May,2011	Jun,2011	Jul,2011	Aug,2011	Sep,2011	Oct,2011	Nov,2011	Dec,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 80kt/yr HDPE Line A on 13 October and restarted on 17 October for accident.
- 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.

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

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