

China Price Monitor HDPE Pricing

January 26, 2010

(Pricing for January 22, 2010)

Source: CBI (Shanghai) Co., Ltd.

Tel. +(86 21) 51550731

E-mail: chemicalresearch@cbichina.com

Comparison of Domestic vs Import Prices as CNY/tonne										
	Transaction Prices for Domestic Resin including VAT <i>(from pg 4)</i>					Transaction Prices for Imported Resin CFR or CIF CMP including VAT & import duty <i>(from pg 7, converted to CNY)</i>				
	This Week		Next Week Forecast		Change	This Week		Next Week Forecast		Change
	Low	High	Low	High		Low	High	Low	High	
HDPE BM	10460	11420	*	*	*	11043	11384	*	*	*
HDPE Film	10640	11500	*	*	*	11043	11639	*	*	*
HDPE Injection	10310	10950	*	*	*	11043	11384	*	*	*
HDPE Yarn	11250	11700	*	*	*	-	-	*	*	*

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

This week's executive summary

- FRPC shut its 400 kt/yr new HDPE during 11-13 January due to a technical problem.
- TUCC shut down its 120 kt/yr LLDPE unit on 21 December for maintenance, and restarted it on 6 January 2010.
- Daqing shut down its 65 kt/yr old LDPE unit during 4-6 January for maintenance.
- Maoming PC shut down its 350 kt/yr HDPE unit on 25 December for 40-day maintenance, Maoming shut its 250 kt/yr new LDPE unit on 27 December for 40-day maintenance. Maoming shut its 120 kt/yr LDPE unit during 13-16 January for maintenance.
- Yanshan PC shut down its 60 kt/yr one line of LDPE unit during 11-13 January for maintenance.
- Lanzhou PC shut down its 60 kt/yr HDPE unit and 170 kt/yr HDPE unit on 7 January due to a technical problem.
- Qilu PC shut down its 140 kt/yr LDPE unit during 1-13 January due to a technical problem. Qilu shut down its 140 kt/yr LDPE unit during 18-19 January.

Production News & Shutdowns

- FRPC shut its 400 kt/yr new HDPE during on 30 November due to a technical problem, and restarted it on 20 December.
- TUCC shut down its 120 kt/yr LLDPE unit during 8-9 December for maintenance, TUCC shut down the unit again on 21 December for one week maintenance.
- Daqing PC shut down its 80 kt/yr line C of HDPE unit during 7-15 December due to a shortage of ethylene. Daqing shut down its LDPE unit during 23-27 December for maintenance.
- Panjin Ethylene shut down its 6.5 kt/yr Line one of HDPE unit during 14-16 December for maintenance. Panjin Ethylene shut down its 130 kt/yr HDPE unit on 23 December for maintenance.
- Yangzi PC shut down its 200 kt/yr LLDPE unit during 17-22 December due to a technical problem. Yangzi shut down its 80 kt/yr Line C of HDPE unit on 23 December due to unexpected accident.
- Maoming PC shut down its 350 kt/yr HDPE unit on 25 December for maintenance.
- Dushanzi PC shut down its two lines of new FDPE unit with a capacity of 600 kt/yr (including 300 kt/yr LLDPE and 300 kt/yr HDPE) during 22-25 December due to a technical problem. Dushanzi shut down its 100 kt/yr HDPE unit on 21 December due to a technical problem.

PE China Shutdown Schedule - expected number of shut down days																		
Majority Owners	Plant	City	Province	Line	Annual Capacity KT	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan,09	Feb	Comments	
Sinopec	Yanshan PC	Beijing	Beijing	LDPE	380	12	2		18	31	30	14	1		1			
				HDPE	140				1									
Sinopec	Qilu PC	Zibo	Shandong	LDPE	140	15	25								13			
				LLDPE	140	15	30			2								
				HDPE	140	15	28											
Sinopec	Yangzi PC	Nanjing	Jiangsu	LLDPE	*	*	*	*	*	*	*	*	*	*	*	*		
				HDPE	*	*	*	*	*	*	*	*	*	*	*	*	*	*
Sinopec	Shanghai PC	Shanghai	Shanghai	LDPE	*	*	*	*	*	*	*	*	*	*	*	*		
				HDPE	*	*	*	*	*	*	*	*	*	*	*	*	*	*
...		
Total					8850	117	194	156	*	*	*	*	*	*	*	*		

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

CBI (Shanghai) Co., Ltd.

Contact: +(86 21) 51550731

E-Mail: chemicalresearch@cbichina.com