

China Price Monitor LDPE+LLDPE Pricing

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(Pricing for January 6, 2012)

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Comparison of Domestic vs Import Prices as CNY/tonne										
	Transaction Prices for Domestic Resin including VAT					Transaction Prices for Imported Resin CFR or CIF CMP including VAT & import duty				
	This Week		Next Week		Change	This Week		Next Week		Change
	Low	High	Low	High		Low	High	Low	High	
LDPE Coating	12320	12770	*	*	*	0	0	*	*	*
LDPE Film	10440	11100	*	*	*	10124	10754	*	*	*
LLDPE General Film	10700	11100	*	*	*	9573	9730	*	*	*

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

This week's executive summary

- The PE prices fluctuated in a narrow range this week. The bullish factors were increasing global crude oil and LLDPE futures, shoring up market confidence. And the traders held little sales pressure in early this month, raising the offers. However, with the upcoming Spring Festival, some factories would retreat from the market in advance with weak demand.
- The domestic PC pushed the list prices up. It was heard that some PC intended to reduce production to support market. Traders took this advantage of increasing offers in view of normal inventory level and high cost.
- The PE import market appeared to be slightly bleak. Some traders kept cautious sentiment to the outlook with little purchasing interest in view of weak demand. Besides, the increasing global crude oil and LLDPE futures shore up the offers with fair transactions.
- Currently, traders were cautious and positive to the outlook at the back of high global crude oil and PC prices. Given that the downstream demand was weak, traders cautiously took operation. It is expected that the PE market keeping rebounding in a narrow range.

PE China Shutdown Schedule - expected number of shut down days																		
Majority Owners	Plant	City	Province	Line	Annual Capacity KT	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Comments
						2011	2011	2011	2011	2011	2011	2011	2011	2011	2011	2012		
Sinopec	Yanshan PC	Beijing	Beijing	LDPE	380	1	8	1	7	2	1			3	4	3	8	
				HDPE	140													
Sinopec	TUCC	Tianjin	Tianjin	LLDPE	120				3									
Sinopec	Qilu PC	Zibo	Shandong	LDPE	140							1						

				LLDPE	140												
				HDPE	140	12										4	
Sinopec	Yangzi PC	Nanjing	Jiangsu	LLDPE	*	*	*	*	*	*	*	*	*	*	*	*	*
				HDPE	*	*	*	*	*	*	*	*	*	*	*	*	*
Sinopec	Shanghai PC	Shanghai	Shanghai	LDPE	*	*	*	*	*	*	*	*	*	*	*	*	*
				HDPE	*	*	*	*	*	*	*	*	*	*	*	*	*
...										
Total					10500	*	*	*	120	30	28	31	3	3			
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.

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