

## China Price Monitor LDPE+LLDPE Pricing

November 10, 2009

(Pricing for November 6, 2009)

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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	12700	13680	*	*	*	11792	12047	*	*	*
LDPE Film	10870	13200	*	*	*	10686	11451	*	*	*
LLDPE General Film	11300	11500	*	*	*	10686	10941	*	*	*
Excludes delivery. Payment terms are T/T for domestic resin and LC at site for imported resin.										

### This week's executive summary

- The Chinese PE market reported mixed fortunes this week.
- A large price rise was registered for LDPE and prices of other grades lingered at high levels.
- LDPE supply remained tight as new capacities commissioned recently excluded the grade. This, along with Sinopec and PetroChina's price hikes, pushed prices up.
- Demand for LLDPE remained weak while its availability increased backed by domestic producers' stable supply and large-volume import arrivals, which decreased prices slightly.
- Large-volume imported HDPE arrived in the domestic market but had limited impact as its costs were close to current spot prices. Traders operated cautiously.
- Market players' optimistic outlook improved this Friday supported by producers' price hikes, increases in crude oil and futures values and rising stock prices.

PE China Shutdown Schedule - expected number of shut down days																	
Majority Owners	Plant	City	Province	Line	Annual Capacity KT	Jan,09	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Comments
Sinopec	Yanshan PC	Beijing	Beijing	LDPE	380			1	12	2		18	31	30	14		
				HDPE	140			7					1				
Sinopec	Qilu PC	Zibo	Shandong	LDPE	140				15	25							
				LLDPE	140				15	30			2				
				HDPE	140	4	3		15	28							
Sinopec	Yangzi PC	Nanjing	Jiangsu	LLDPE	*	*	*	*	*	*	*	*	*	*	*	*	
				HDPE	*	*	*	*	*	*	*	*	*	*	*	*	
Sinopec	Shanghai PC	Shanghai	Shanghai	LDPE	*	*	*	*	*	*	*	*	*	*	*	*	
				HDPE	*	*	*	*	*	*	*	*	*	*	*	*	
...	...	...		...	...	...	...	...	...	...	...	...	...	...	...	...	
<b>Total</b>					<b>8850</b>	<b>132</b>	<b>90</b>	<b>138</b>	<b>117</b>	<b>*</b>	<b>*</b>	<b>*</b>	<b>*</b>	<b>*</b>	<b>*</b>	<b>*</b>	

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

## Production News & Shutdowns

- Yanshan PC shut down its 60 kt/yr No.1 line of LDPE unit on 14 October for one-day maintenance due to a technical problem.
- Daqing PC shut down its 80 kt/yr line C of HDPE unit on 21 September due to shortage of ethylene and restarted it on 31 October.
- Shanghai PC shut down its 250 kt/yr HDPE unit during 20-24 September due to a technical problem.
- FRPC shut down its 400 kt/yr new HDPE on 15 September due to a technical problem, the unit was restarted on 20 October, FRPC shut the unit again during 3-5 November due to a technical problem. FRPC shut down its 400 kt/yr HDPE unit during 3-5 November due to a technical problem.
- Lanzhou PC shut down its 60 kt/yr HDPE unit on 21 October for maintenance.
- Shanghai Golden Phillips shut down its 135 kt/yr HDPE unit on 27 October, and plans to restart it on 10 November.
- Dushanzi shut down its 300 kt/yr new HDPE unit on 31 October for maintenance and restarted it on 2 November.

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

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