

China Price Monitor LDPE+LLDPE Pricing

November 29, 2011

(Pricing for November 25 2011)

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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	14940	15650	*	*	*	0	0	*	*	*
LDPE Film	11350	12060	*	*	*	10901	11377	*	*	*
LLDPE General Film	11920	12080	*	*	*	9316	9633	*	*	*
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 moved lower on daunting LLDPE futures market in the first half of this week caused by the ongoing Euro zone debt crisis. On the other hand, continuous weak downstream demands dampened market confidence, along with the fund pressure of participants in the end of this year driven by tight credit line, hence major distributors cut offer prices to off-load their cargoes.
- Most domestic producers decreased their EXWH (ex-warehouse) prices this week, and traders sold according to market trends.
- The PE import market performed divergently .In early this week, LLDPE futures appeared to be bleak and domestic downstream held poor demand. Main participants cut the offers to boost deals at the back of poor confidence to the outlook.
- The outlook is bearish on Friday. Traders were still worried about the ongoing Euro zone debt crisis may continue to restrain buying interest. In addition, some overseas suppliers cut their offer prices of December shipments this week, which weigh on traders' sentiment.

PE China Shutdown Schedule - expected number of shut down days																		
Majority Owners	Plant	City	Province	Line	Annual Capacity KT	Dec	Jau	Feb	Mar,	Apr,	May,	Jun	Jul	Aug	Sep	Oct	Nov	Comments
							2011	2011	201	2011	2011	2011	2011	2011	2011	2011		
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.

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

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