

## China Price Monitor LDPE+LLDPE Pricing

February 07, 2012

(Pricing for February 03, 2011)

Source: CBI (Shanghai) Co., Ltd.

Tel. +(86 21) 51550075

E-mail: [chemicalresearch@cbichina.com](mailto:chemicalresearch@cbichina.com)

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	12960	13220	*	*	*	0	0	*	*	*
LDPE Film	10650	11274	*	*	*	10501	10816	*	*	*
LLDPE General Film	10780	11100	*	*	*	9951	10108	*	*	*

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 hiked this week as Sinopec and PetroChina has increased their EXWH(ex-warehouse) prices after the Lunar new year holidays. On the other hand, active deals were reported in some regions, most downstream users were inclined to purchase in the beginning of February and attempted to cover their requirements of coming weeks, because they concerned about the China PE market prices will continue to rising in this month in response to increasing speculative air among the participants.
- Domestic producers increased their EXWH(ex-warehouse) prices this week, which underpinned traders' confidence, and major distributors priced higher to test buying interest.
- Totally, the PE import market appeared to be good this week with many grades recovering. In addition, the power failure in Saudi Al-Jubail industry complex led many PE units to be shut down. Currently, the shutting down has lifted the confidence and sentiment of PE market participants.
- The outlook is warming on Friday. According to the practice in previous years, downstream demands seemed to be recovered after the festival of lanterns, which on 6 February this year. China PE market was expected to maintain an upward correction in next week.



PE China Shutdown Schedule - expected number of shut down days																		
Majority Owners	Plant	City	Province	Line	Annual Capacity KT	Mar,2011	Apr,2011	May,2011	Jun,2011	Jul,2011	Aug,2011	Sep,2011	Oct,2011	Nov,2011	Dec,2011	Jan 2012	Feb 2012	Comments
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	*	*	*	*	*	*	*	*	*	*	*	*	*	*
...	...	...		...	...	...	...											
<b>Total</b>					<b>10500</b>	<b>*</b>	<b>*</b>	<b>*</b>		<b>120</b>	<b>30</b>	<b>28</b>	<b>31</b>	<b>3</b>	<b>3</b>			
<i>Note: Only top ten resin suppliers included, all suppliers shutdown list is available in the full China Price Monitor</i>																		

## Production News & Shutdowns

- Daqing PC shut down its 80kt/yr HDPE Line A on 13 October and restarted on 17 October for accident.
- Yangzi PC shut down its 80kt/yr HDPE Line A during 17-20 November for an accident.
- 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.
- Maoming PC shut down its 250kt/yr New LDPE line Two on 10 January and restarted on 15 January for regular maintenance.
- Yangzi PC shut down its 200kt/yr LLDPE unit on 3 February without fixed restarted date for accident.
- Yantgzi PC shut down its 80kt/yr HDPE B on 31 December and restarted on 5 January for accident.
- Maoming PC shut down its 200kt/yr LLDPE on 30 January and planned to restart on 29 February for accident.

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

CBI (Shanghai) Co., Ltd.

Contact: +(86 21) 51550075

E-Mail: [chemicalresearch@cbichina.com](mailto:chemicalresearch@cbichina.com)