

## China Price Monitor PP Pricing

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(Pricing for July 3, 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	
PP Block Co low-melt	9820	11600	10000	11800	+180	9920	10771	9920	10771	0
PP Block Co high-melt	10000	10400	10200	10600	+200	9920	10771	9920	10771	0
BOPP Film Homo	9380	9680	9500	9800	+120	9664	10345	9664	10345	0
PP Homo Yarn	9340	9750	9500	9900	+160	9664	10345	9664	10345	0
PP Fiber	9340	9800	9500	9900	+160	-	-	-	-	-
PP Homo Injection	9420	9770	9550	9900	+130	9664	10345	9664	10345	0
Excludes delivery. Payment terms are T/T for domestic resin and LC at site for imported resin.										

### This week's executive summary

- China PP prices rose slightly and trades became brisk from Tuesday as the crude values picked up and some domestic producers cancelled list prices, boosting the market sentiment.
- The replenishment of end users after a round of consumption in mid and late June also pushed spot prices up.
- However, participants had no clear expectation about the short-term future of PP market trend as spot prices fluctuated frequently and the switch to list prices of producers appeared in current several weeks.
- Traders remained held cautious operation with low stock level.

China PP Shutdown Schedule - expected number of shut down days																	
Majority Owners	Plant	City	Province	Line	Annual Capacity KT	Sep	Oct	Nov	Dec	Jan,09	Feb	Mar	Apr	May	Jun	Jul	Comments
Petrochina	Daqing Refinery	Daqing	Heilongjiang	PP	300												
Petrochina	Dalian PC	Dalian	Liaoning		270	30	31	30	31	31	28	31	30	31	30	31	
Petrochina	Lanzhou PC	Lanzhou	Gangsu	PP	40	31	31	15		2							
				PP New	300	21	2			2				6	30		
Sinopec	Yanshan PC	Beijing	Beijing		440	3	2	26	25	5		3	6	5	10	3	
Sinopec	Yangzi PC	Nanjing	Jiangsu		400							4	2	1			
Sinopec	Shanghai PC	Shanghai	Shanghai		450	26	17	30	31	15							
Sinopec	Maoming PC	Maoming	Guangdong	PP	170	1			4						1		
				PP New	300	1											
Sinopec and BP	Shanghai Secco	Shanghai	Shanghai		250							21		5	26		
CNOOC and Shell	CSPC	Huizhou	Guangdong		240												
Formosa	Formosa Ningbo	Ningbo	Zhejiang		450			30		12	7		12	30	2		
<b>Total</b>					<b>6463</b>	<b>161</b>	<b>120</b>	<b>189</b>	<b>181</b>	<b>130</b>	<b>93</b>	<b>127</b>	<b>130</b>	<b>188</b>	<b>108</b>	<b>34</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 200 kt/yr 1PP during 11-15 June for maintenance. Yanshan shut down its 40 kt/yr 2PP unit from 30 June to 1 July due to unexpected accidents.
- Shanghai Secco shut down its 250 kt/yr PP unit on 26 May for maintenance and restarted the unit on 26 June.
- Lanzhou PC shut down its 300 kt/yr PP unit on 25 May for maintenance, and restarted the unit on 30 June.
- Maoming PC shut down its 170 kt/yr PP unit during 17-18 June due to unexpected accidents.
- Tucc shut down its 60 kt/yr PP unit during 14-16 June, and shut down the unit again during 18-19 June due to unexpected accidents.
- Huabei PC shut down its 100 kt/yr unit during 23-25 June for maintenance.
- Sanyuan lifted operating rate to 60% on 7 April, lifted rate to 70% on 14 April, and to 80% on 5 May.
- Zhenhai Refinery run its 250 kt/yr PP unit at 50% operating rates on mid May, and lifted to 100% on 15 June.

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