

China Price Monitor PP Pricing
August 9, 2011
(Pricing for August 5, 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	
PP Block Co low-melt	12530	13700	*	*	*	12984	13225	*	*	*
PP Block Co high-melt	12700	13300	*	*	*	12984	13225	*	*	*
BOPP Film Homo	12650	12820	*	*	*	-	-	*	*	*
PP Homo Yarn	12500	12880	*	*	*	12984	13306	*	*	*
PP Fiber	12740	12980	*	*	*	-	-	*	*	*
PP Homo Injection	12530	13300	*	*	*	12904	13145	*	*	*
Excludes delivery. Payment terms are T/T for domestic resin and LC at site for imported resin.										

This week's executive summary

- The PP market fluctuated to be correction this week. End-users were resistant to the high feedstock in downstream, holding weak demand and poor buying interest. Therefore, the transactions were sluggish.
- In early this week, traders lifted offers following that domestic petrochemical companies raised offers. However, considering dropping globe crude oil and European debt crisis in later this week, most sellers are not optimistic about the outlook, reducing offers to boost deals.
- The pp import market was a little bit bearish impacted by fluctuated domestic market, compared with last week. In early this week, the fire accidents in Mailiao and rising propylene monomer gave support to the market. But with the dropping globe crude oil and domestic market in later this week, the import market became bearish .downstream buyers were resistant to the high price, with weak deals at the high-end price.
- Considering the correction this week and weak buying interest in downstream market, most traders become pessimistic to the outlook. The pp market is expected to stay in consolidations with sluggish deals.

China PP Shutdown Schedule - expected number of shut down days																	
Majority Owners	Plant	City	Province	Line	Annual Capacity KT	Se p	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Comments
Petrochina	Daqing Refinery	Daqing	Heilongjiang	PP	300	22											
Petrochina	Lanzhou PC	Lanzhou	Gangsu	PP	40	30	31	30	31	31	28	25	29	20	3	31	
				PP New	300			4									
Sinopec	Yanshan PC	Beijing	Beijing		*	*	*	*	*	*	*	*	*	9	3	5	
Sinopec	Yangzi PC	Nanjing	Jiangsu		*	*	*	*	*	*	*	*	*	*	*	*	
...	
Total				9833		*	*	*	*	*	*	*	*	*	*	*	

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

Production News & Shutdowns

- Qingdao Refining Corporation shut down its 200kt/yr PP Line 1 on 22 June and had a plan to restart on 10 August for regular maintenance.
- FRPC shut down its 120kt/yr old unit on June 5 for regular maintenance, and restarted on 22 July for regular maintenance. And this unit was shut down again during 2-3 August fro accident.
- Zhenhai Refining & Chemical shut down its 250kt/yr old unit during 17-20 June for regular maintenance.
- Huabei PC shut down its 100kt/yr Line 1 on 11 Jun , and restarted on 12 June.
- Zhongyuan PC shut down its 60kt/yr Line 1 on 5 May , and restarted on 10 July for regular maintenance .
- Yanshan shut down its 200kt/yr 1PP unit during on 23 July, and the restarted date was unfixed for lacking of feedstock. And Yanshan shut down its 200kt/yr 3PP during 5 - 9 July for maintenance, and this unit shut down again during 11-12 July for unit failure.
- Tianjin Petrochemical shut down its 60kt/yr Line 1 during 9-11 May for regular maintenance .
- Formosa Ningbo shut down its 170kt/yr 1PP on Jun 9th, and restarted on 1 July for regular maintenance. While its 280kt/yr 2PP unit also was shut down on 12 May and restarted on 13 July for maintenance.
- Huajin Cheical (Panjin Ethylene) shut down its 50kt/yr old unit on 24 May for maintenance, and restarted on May 27th.
- Shanghai PC shut down its 120kt/yr 2PP during 13-16 June for regular maintenance.
- Sanyuan PC shut down its 200kt/yr Line 1 during 11-19 June for regular maintenance, and shut down its 300kt/yr Line 2 during 16-21 June for regular maintenance .And Sanyuan PC shut down its 300kt/yr Line 2 during 11-16 July for the same reason.
- Dushanzi PC shut down its 250kt/yr new Line 1 unit on 27 June and restarted on 6 July for regular maintenance, while its 70kt/yr old Line 2 unit was shut down on 14 July and restarted on 4 August. On 2 August, Dushanzi PC shut down its new Line 1 unit for accident with no fixed restarted date.
- Shenhua (Baotou) Charcoal Chemical Industry shut down its 300kt/yr unit on 5 July and had a plan to restart on 19 August.
- Yanan refinery shut down its 200kt/yr new unit during 5-29 June for regular maintenance, and shut down its 100kt/yr old unit during 4-19 July for regular maintenance.
- Daqing PC shut down its 100kt/yr Line 1 PP unit on 24 July and had a plan to restart on 3 August for regular maintenance.
- Lanzhou PC shut down its 40kt/yr old unit on 7 January 2010 and the restarted date was not fixed for explosion at oil tank .
- SINOPEC SABIC Tianjin PC shut down its 450kt/yr new unit on 31 July, and restarted date was unfixed.

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