

China Price Monitor PP Pricing
November 1, 2011
(Pricing for October 28, 2011)

Source: CBI (Shanghai) Co., Ltd.

Tel. +44 20 8652 3335

E-mail: CSC@icis.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	
PP Block Co low-melt	11150	12400	*	*	*	10771	11323	*	*	*
PP Block Co high-melt	11610	11980	*	*	*	10771	11323	*	*	*
BOPP Film Homo	11410	12110	*	*	*	-	-	*	*	*
PP Homo Yarn	10930	11850	*	*	*	10771	11323	*	*	*
PP Fiber	11390	12000	*	*	*	-	-	*	*	*
PP Homo Injection	11220	11970	*	*	*	10771	11323	*	*	*

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 got improvements propped by the jumping LLDPE futures and global crude oil .meanwhile traders held strong confidence and stopped reducing offers to undersell cargoes. And the transactions were better than last week. By the end of this week, the passed solution for Europe debt crisis improved the market.
- Some petrochemical companies adopted the settlement prices which were higher than the expectation. However, the jumping degree was limited and the domestic sales of PC were still bleak.
- The global crude oil and domestic LLDPE futures jumped sharply, enhancing the market confidence. Overseas suppliers kept publishing the offers for November to December shipments. The downstream manufacturers held active inquiry interest to improve the transactions. As for the second-tier market, traders slightly raised the offers, bettering the transactions.
- To the outlook, most participants still held poor confidence. They believed that the market situation was still unsteady and the downstream demand was still poor. Hence, the external factors will continue to dominate the market next week and the PP market is expected to be in downward correction.

China PP Shutdown Schedule - expected number of shut down days																	
Majority Owners	Plant	City	Province	Line	Annual Capacity KT	Dec	Jan	Feb	Ma	Apr	May	Jun	Jul	Aug	Sep	Oct	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

- Yanshan PC shut down its 200kt/yr 1PP unit on 11 September and restarted on 16 September for regular maintenance. Yanshan PC shut down its 40kt/yr 2PP unit on 11 August ,and restarted on 13 September. Yanshan PC shut down its 200kt/yr 3PP unit on 15 August and restarted on 15 September.
- Yanshan PC shut down its 200kt/yr 1pp unit during 24-26 October for regular maintenance.
- On 2 August, Dushanzi Petroleum and Petrochemical Complex shut down its 250kt/yr new Line 1 unit for accident and restarted on 11 October.
- Dushanzi Petroleum and Petrochemical Complex shut down its 70kt/yr old Line 1 and restarted on 8 October for regular maintenance. Dushanzi Petroleum and Petrochemical Complex shut down its 70kt/yr old Line 2 without fixed restarted date for regular maintenance. And Dushanzi Petroleum and Petrochemical Complex shut down its 300kt/yr new Line 2 unit on 12 August and restarted on 11 October.
- 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 on 4 August for accident. And shut down the same unit during 18-21 August for accident again.
- Huajin Chemical (Panjin Ethylene) shut down its 250kt/yr new unit n 18 August and restarted on 19 August for accident.
- Huajin Chemical (Panjin Ethylene) shut down its 50kt/yr old unit on 10 October and restarted on 12 October for accident.
- Formosa Ningbo shut down its 280kt/yr Line 2 on 11 August and restarted on 13 October for regular maintenance. Formosa Ningbo shut down its 170kt/yr 1PP unit on 9 September and restarted on 17 October for regular maintenance..
- Luoyang PC shut down its 80kt/yr Line one on 30 August and restarted on 24 October for regular maintenance.
- Dagang PC shut down its 100kt/yr on 30 August and restarted on 5 September.
- Guangxi PC shut down its 200kt/yr on 1 August and restarted on 21 August for regular maintenance.
- Fushun PC shut down its 90kt/yr Line One on 15 September and had a plan to restart on 19 September for regular maintenance.
- Dalian PC shut down its 70kt/yr old unit Line One during 6-12 September for regular maintenance.
- Shanghai PC shut down its 210kt/yr 3PP line on 22 September and had a plan to restart on 31 October for regular maintenance.
- Jiangxi PC shut down its 100kt/yr Line one on 21 September and had a plan to restart on 30 October for regular maintenance.
- Jinan Refinery shut down its 120kt/yr Line 1 on 8 October and had a plan to restart on 7 November for regular maintenance.

CBI (Shanghai) Co., Ltd. Contact: +44 20 8652 3335 E-Mail: CSC@icis.com