

# Market Report

Ver. August 2023



# Indonesian Palm Oil Production and Price Outlook

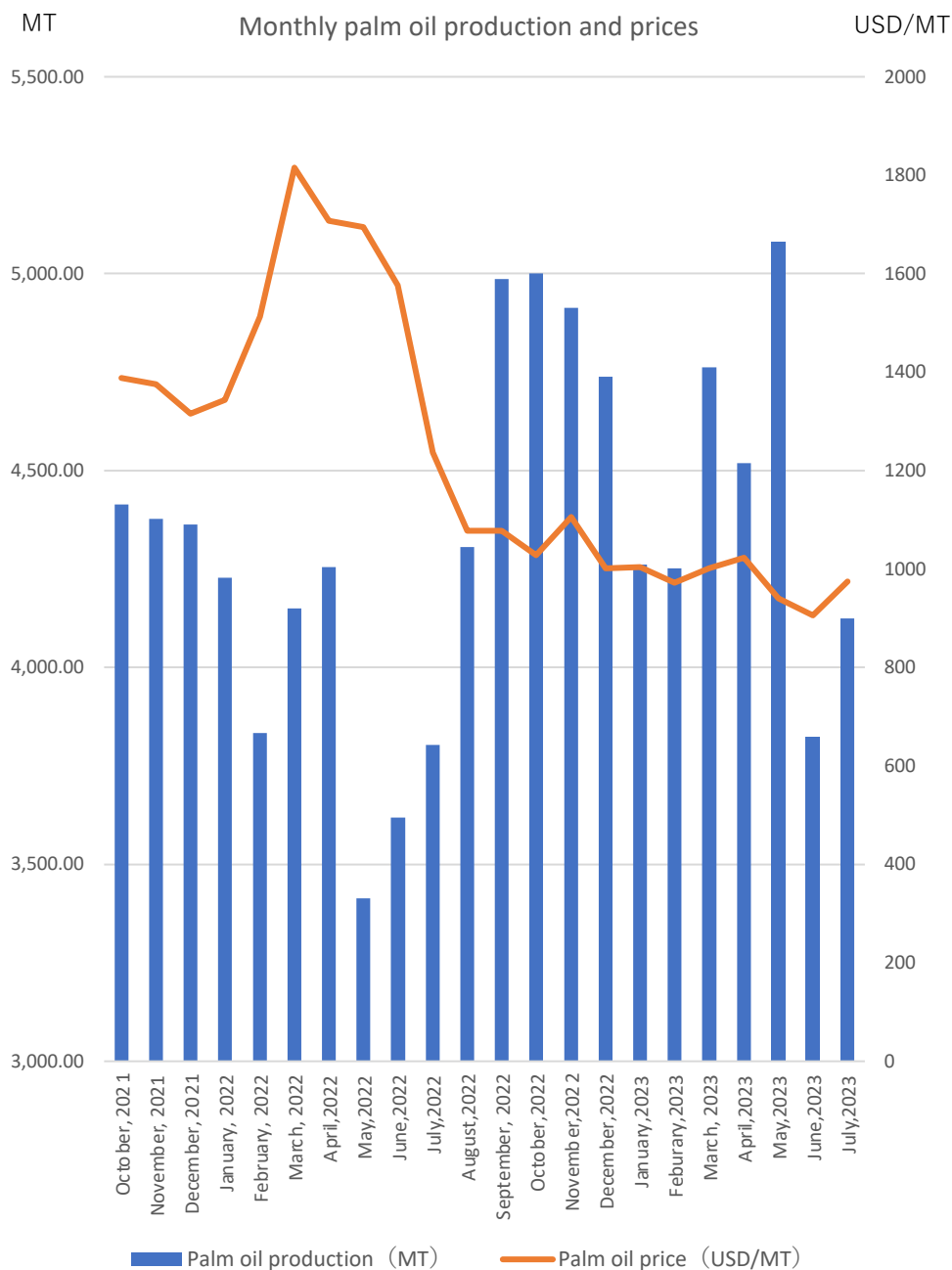
## 1. Actual results

Palm oil production in April was 5.1% (243 MT) FFB prices tend to decrease after Islamic holidays, namely Eid al-Adha and Hajj. Compared to the FFB price in May, the average FFB price decreased in June, with the largest decrease in Central Kalimantan, where the change in average FFB price was 10.69% or Rp 235.55/kg lower.

## 2. Outlook

The CPO price on the Rotterdam Commodity Exchange was US\$ 935/MT as of August 8, down 1.57% from the closing price in July 2023, when it was recorded at US\$ 950/MT, and the opening price in early August (1<sup>st</sup> to 23th) when it was recorded at US\$ 960/MT.

CPO or palm oil prices are influenced by related oil price trends as they compete for a share of the global vegetable oil market. CPO prices for August 2023 are expected to be around US\$ 900-1,000/MT.



# PKS export volume and export value forecast from Indonesia

## 1. Actual results

In June 2023, Indonesia recorded 435,283 MT of PKS exports with a foreign currency value of USD 52,390,909, an increase of 11.5% (45,118 MT) compared to May's export volume of 390,164 MT.

Japan was the largest export destination in June 2023 with 389,209 MT of exports and a market share of 89.42%.

## 2. Outlook

Palm harvest volume is increasing steadily, and CPO mill operations are expected to increase compared to the previous month.

