

# Market Report

Ver. December 2023



# Indonesian Palm Oil Production and Price Outlook

## 1. Actual results

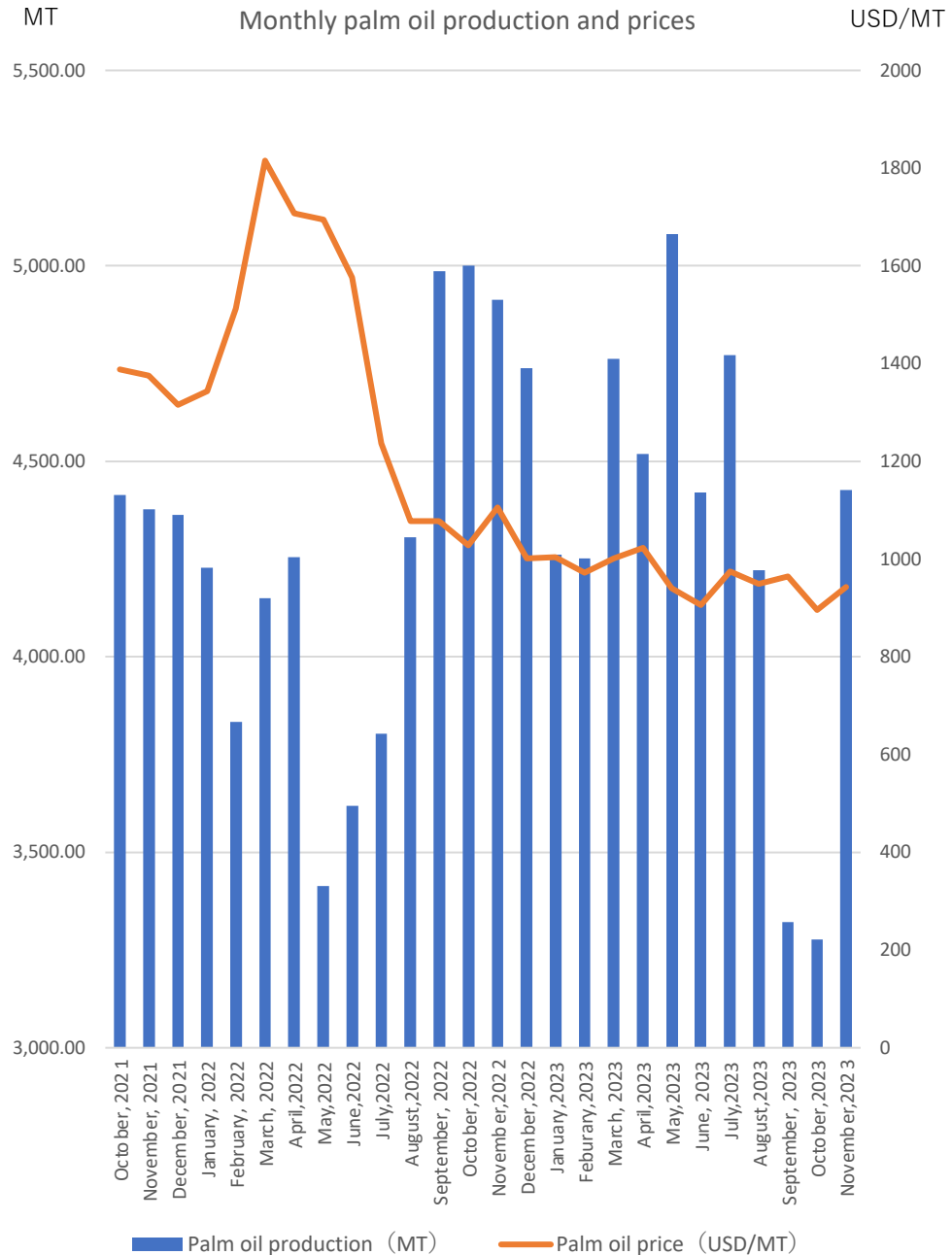
FFB prices in November 2023 increased compared to October 2023 FFB prices in most FFB-producing provinces, with the highest FFB price in North Sumatra at 2,544.20Rp/kg and the lowest price in West Papua at 1,603.59Rp/kg. Meanwhile, the highest price for CPO was recorded in Central Kalimantan at 11,705.21 Rp/kg and the lowest price in West Sulawesi at 10,491.21 Rp/kg, while the average price by planting year was the highest in Riau at 2,379.62 Rp/kg and the lowest in West Sulawesi at 1,962.07 Rp/kg.

## 2. Outlook

Because of the rainy season continuing in December, palm oil production amount is expected to be increased.

In Indonesia B35 biodiesel, which is a blend of diesel oil and 35% palm oil, is currently supplied at gas stations, but the government is currently moving toward the use of B40, which has a 40% blend of palm oil. Therefore, palm oil prices are expected to rise in the future considering the rising domestic demand.

Source: Data prepared by Santomo based on various information.



# PKS export volume and export value forecast from Indonesia

## 1. Actual results

In October 2023, Indonesia exported 403,768.648 tons of PKS, decrease of 94,188.518 tons or 18.91% compared to September exports, which were recorded at 497,957.17 tons, and also recorded USD 48,739,167 in PKS export value in October 2023. The largest export destination was Japan, which exported 388,626.068 tons and recorded 47,168,537 USD in foreign currency equivalent.

(PKS export volume to Japan from Indonesia accounts for approx. 96%)

## 2. Outlook

With the rainy season continuing in December, palm harvest volume and PKS generated amount is expected to increase.

