

Indonesian Palm Oil Production and Price Outlook

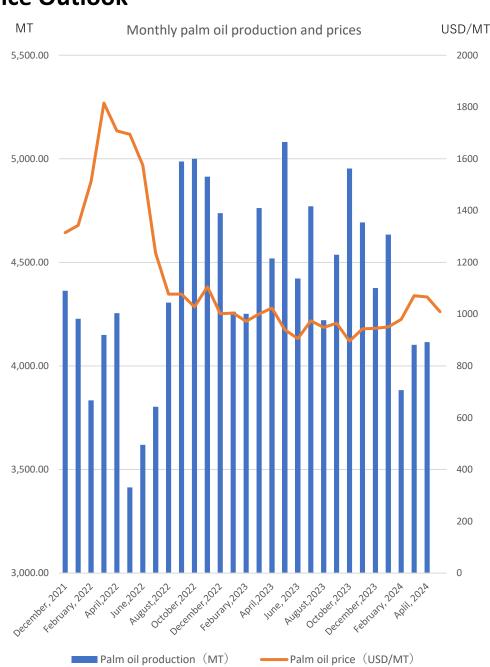
1. Actual results

FFB prices in May 2024, with the highest FFB price was in South Sumatra at 2,942 Rp/kg and the lowest was in South Kalimantan at 2,423 Rp/kg.

The average price of CPO was decreased by 368 Rp/kg (3% of decrease) to 12,207 Rp/kg in May 2024 compared to 12,576 Rp/kg of in April 2024. but CPO price was increased by 1,834 Rp/kg (15% of increase) compared to the average CPO price of 10,373 Rp/kg in May 2023.

2. Outlook

FFB and CPO production are estimated to increase as July is the peak of the dry season and this will affect to the production in August. Currently, CPO prices in the world market are rising, but these are expected to fall, it is because the production of FFB and CPO will be increased this month.



PKS export volume and export value forecast from Indonesia

1. Actual results

Indonesia's PKS exports in May 2024 totaled 326,814 tons, a increase of 53,936 tons (20% of increase) compared to April exports recorded at 272,878 tons.

The value of PKS exports for May 2024 was also recorded at USD 39,343,121. A decrease of 63,350 tons (16% of decrease) was also recorded in May when compared to the 390,164 tons of PKS exports in May 2023.

Japan was the largest export destination in May 2024, recording 305,244 tons in export volume and 37,029,058 USD in foreign currency equivalent. (PKS exports to Japan account for about 90% of Indonesia's total exports). PKS exports to Japan increased by 57,106 tons (23% of increase) compared to 248,138 tons exported in April.

2. Outlook

FFB and CPO production are estimated to increase as July is the peak of the dry season and it will affect and increase the production of FFB and CPO. Therefore, prices are also expected to decline as supply increases.

Source: Data prepared by Santomo based on various information.

