

Market Report

Ver. Feb 2025



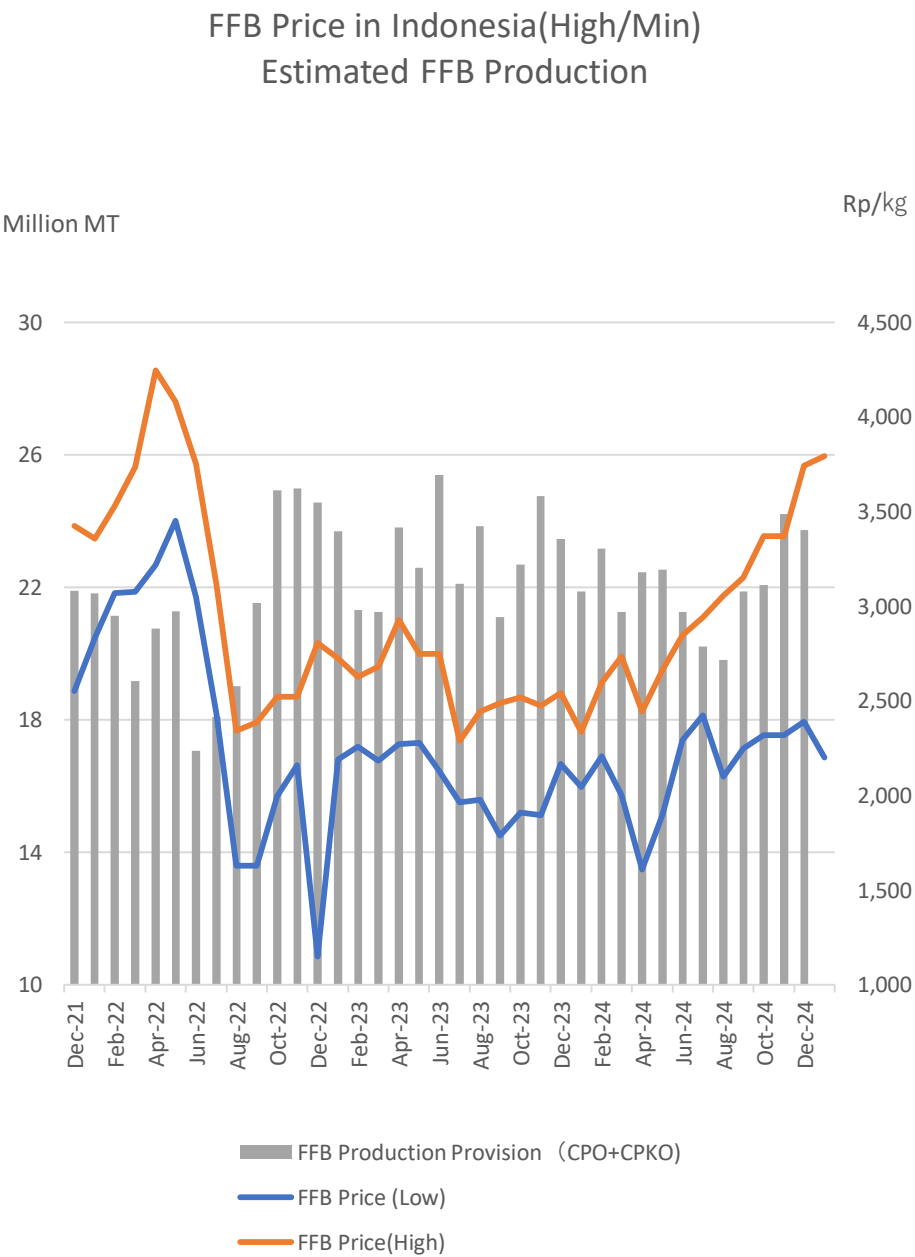
Indonesia's FFB Production Outlook

1.Actual Results

In January 2025, the average FFB price in 22 provinces in Indonesia for tree age of 10-20 years is Rp3,162/kg. The highest price was Rp3,769/kg in Bungkul Province, about 1% lower than the previous month of December. The lowest price was 2,433Rp/kg in South Sulawesi Province.

2. FFB Production Forecast

FFB production is expected to decline in this year, due to small scale farmer’s palm trees ages are getting old and needed to be replanted otherwise FFB production efficiency is on downward trend..

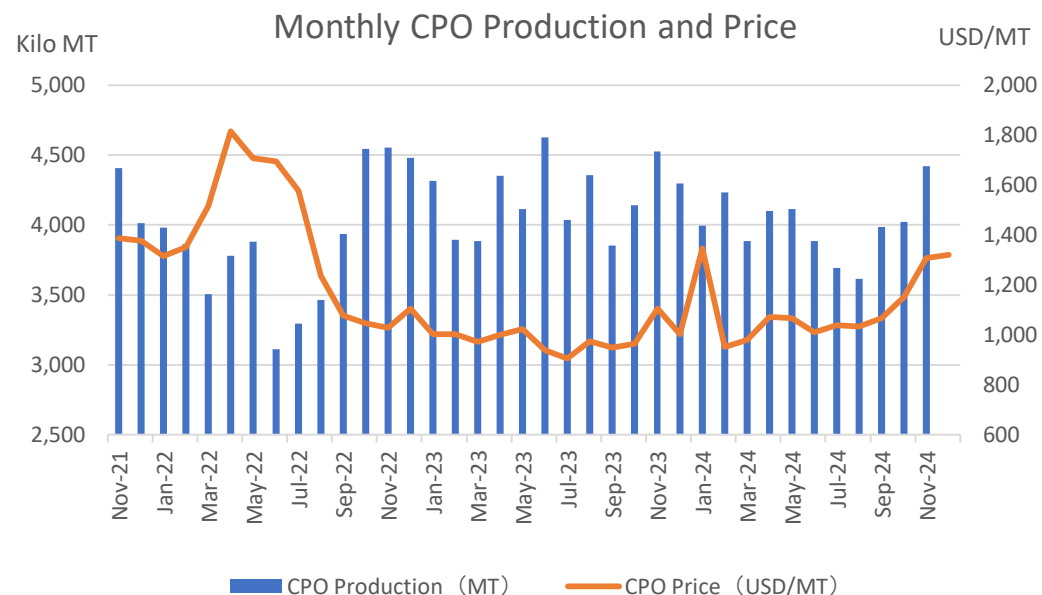


Indonesian Palm Oil Production and Price Outlook

Actual Results

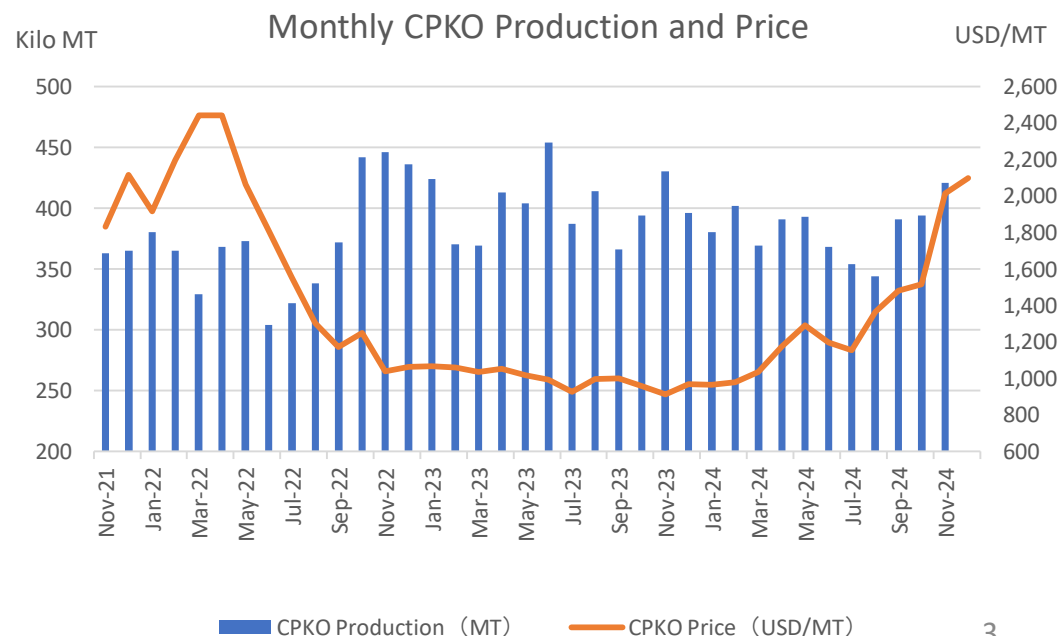
1.CPO

The average price of CPO (CIF Rotterdam) was 1,214 USD/MT in January 2025 compared to 1,321 USD/MT in December 2024, a decrease of 107 USD/MT (about 8% decrease). It increased by 263 USD/MT (about 28% increase) compared to the average CPO price of 951 USD/MT in January 2024.



2.CPKO

The average price of CPKO (CIF Rotterdam) was 1,962 USD/MT in January 2025 compared to 2,099 USD/MT in December 2024, a decrease of 137 USD/MT (about 7% decrease). It was 978 USD/MT higher (about 101% increase) compared to the average CPO price of 984 USD/MT in January 2024.



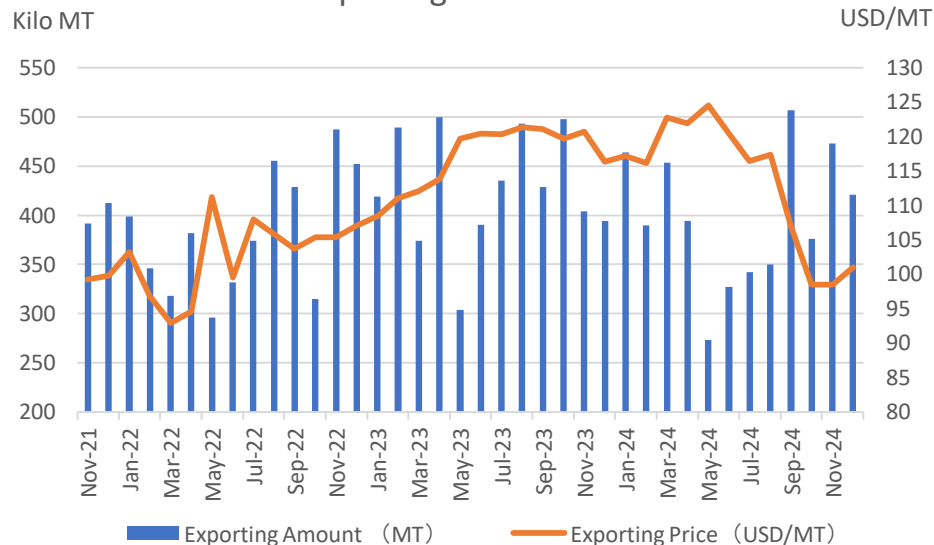
PKS export volume and export value forecast from Indonesia

Actual Results

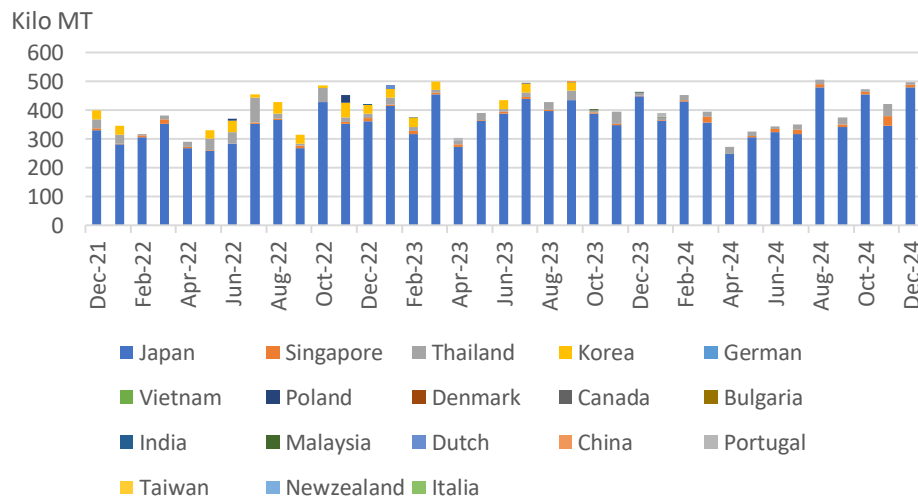
Indonesia's PKS exports in December 2024 totaled 497,317 tons, an increase of 76,279 tons (about 18% from the previous month) when compared to November's exports of 421,038 tons. Compared to the tons of 463,305 PKS exported the previous year in December 2023, December 2024 exports increased by 34,012 tons (about 7%). The value of PKS exports in November 2024 was at USD 50,935,422 recorded

Japan was the largest export destination in December 2024, recording 478,770 tons in export volume and 49,452,105 USD. (PKS exports to Japan account for about 97% of Indonesia's total exports.) Compared to November's exports of 364,429 tons, exports to Japan increased by 114,341 tons (about 31% increase from the previous month).

PKS Exporting Amount and Price



PKS output lapse (country specific)



PKS export volume and export value forecast from Indonesia

1.Outlook for CPO and FFB Prices

- In January, Indonesia is already enters rainy season, then FFB production is expected to be decreasing, then price also will be expected to be getting higher.
- With Indonesia, a palm producing country, planning to sell B40 biodiesel (a mixture of CPO and diesel fuel), domestic demand for CPO will increase, and FFB and CPO prices are expected on an upward trend.

2. Outlook for PKS Prices

Once the export volume of PKS dropped significantly and the price of PKS also dropped, but the export volume is on a recovery but decrease again but PKS price raised. In addition, FFB and CPO production in January will be estimated on downward trend due to the rainy season. As a result, now, the supply of PKS is lowered. Demand of PKS is expected to effect the price of PKS.

3. Indonesian Domestic Policy

Domestic demand for CPO is increasing in Indonesia due to Indonesia government plans to sell B40 biodiesel (CPO: a mixture of 40% biodiesel and 60% diesel fuel). In addition, export restrictions on CPO may be tightened in relation to the domestic supply of B40.