

Market Report

Ver. June 2025



Indonesia's FFB Production Outlook

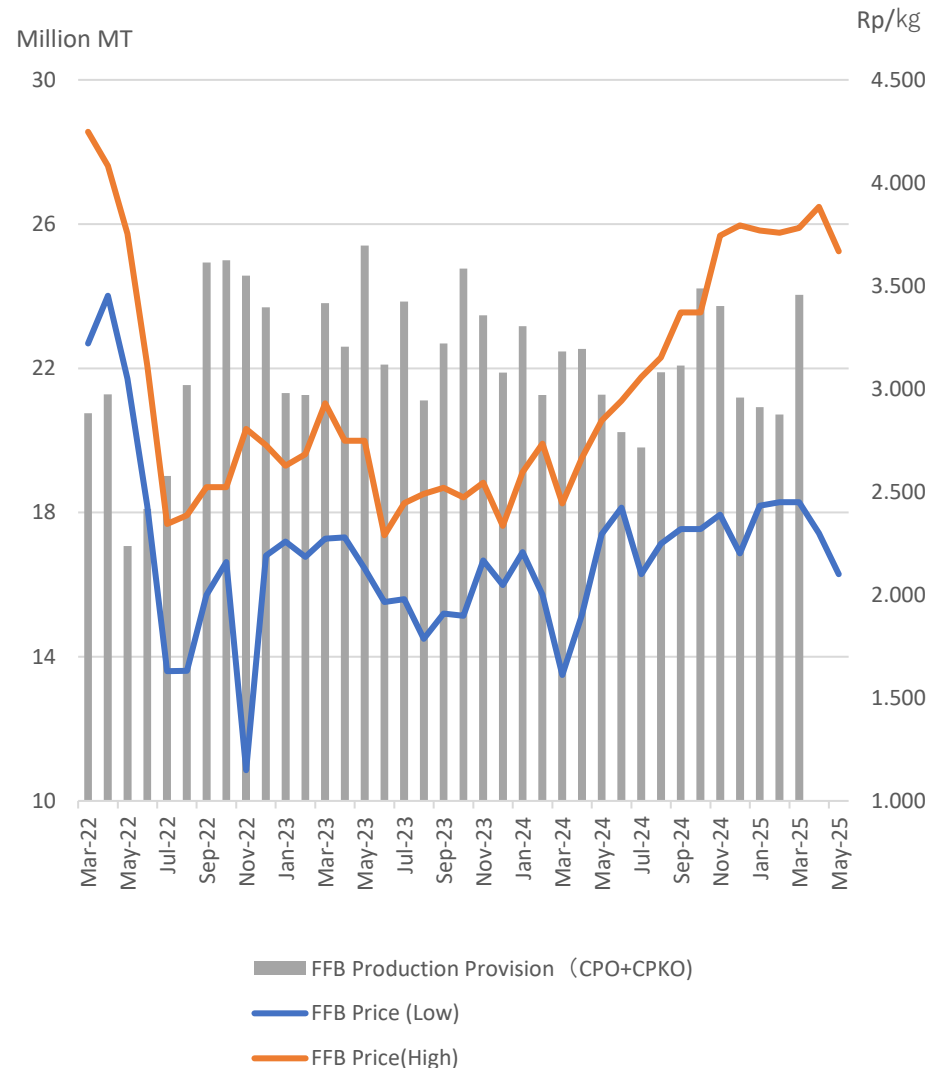
1. Actual Results

In May 2025, the average FFB price in 22 provinces in Indonesia for tree age of 10-20 years is 3,103 Rp/kg. The highest price was 3,668 Rp/kg in West Sumatra Province, about 3% Lower than the previous month of April. The lowest price was 2,100Rp/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. Also, Indonesia is still in rainy season, FFB productivity remains easily limited.

FFB Price in Indonesia(High/Min)
Estimated FFB Production

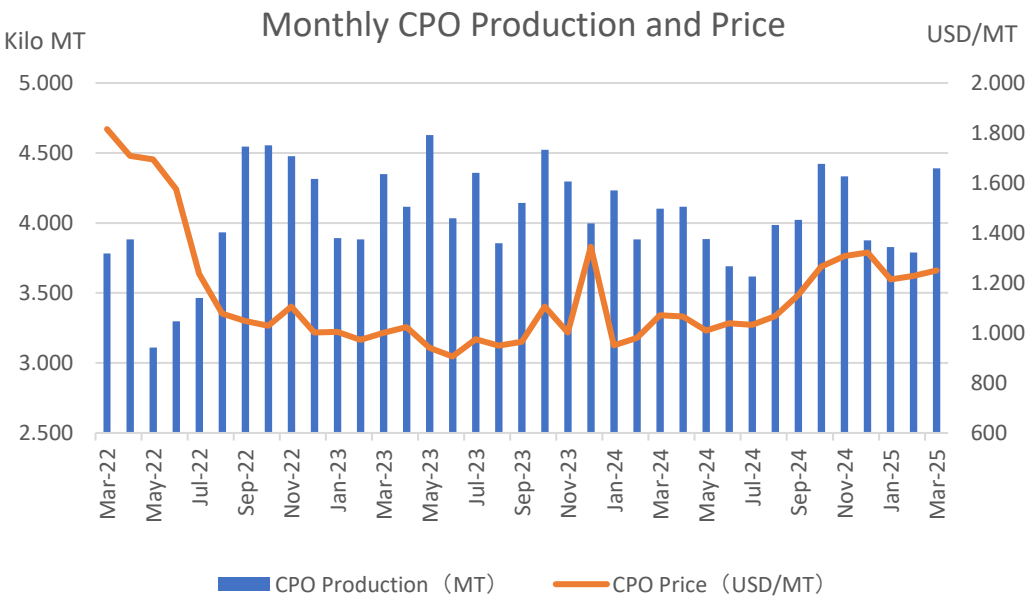


Indonesian Palm Oil Production and Price Outlook

Actual Results

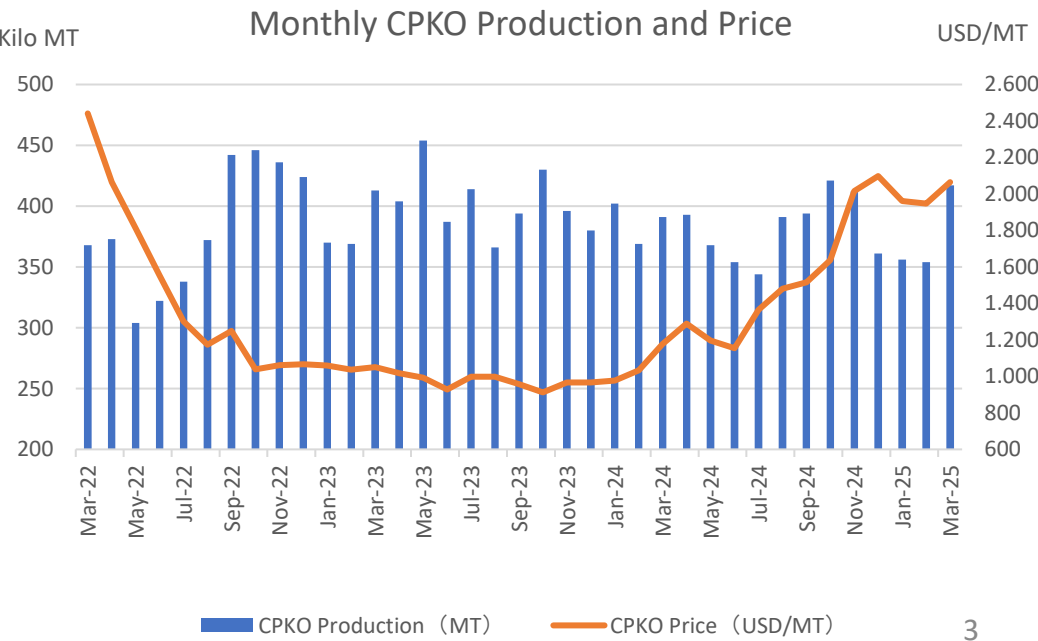
1.CPO

The average price of CPO (CIF Rotterdam) was 1,084 USD/MT in May 2025 compared to 1,154 USD/MT in April 2025, a decrease of 70 USD/MT (about 5% decrease). It increased by 75 USD/MT (about 5% increase) compared to the average CPO price of 1,009 USD/MT in May 2024.



2.CPKO

The average price of CPKO (CIF Rotterdam) was 2,003 USD/MT in May 2025 compared to 2,090 USD/MT in April 2025, a decrease of 87 USD/MT (about 4% decrease). It was 807 USD/MT higher (about 67% increase) compared to the average CPKO price of 1,196 USD/MT in May 2024.



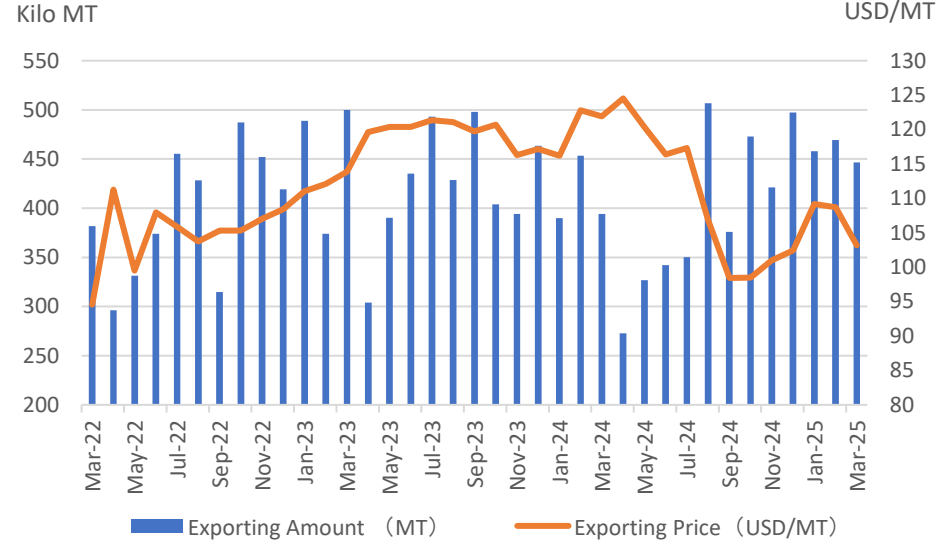
PKS export volume and export value forecast from Indonesia

Actual Results

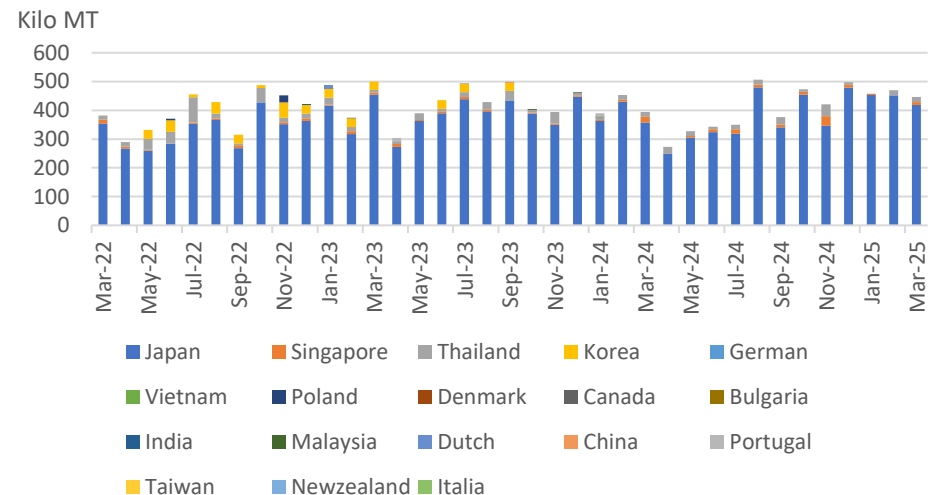
Indonesia's PKS exports in April 2025 totaled 374,901 tons, a decrease of 71,785 tons (about 16% from the previous month) when compared to March's exports of 446,686 tons. Compared to the tons of 272,878 PKS exported the previous year in April 2024. April 2025 exports increased by 102,023 tons (about 37%). The value of PKS exports in April 2025 was at USD 39,927,691 recorded

Japan was the largest export destination in April 2025, recording 363,142 tons in export volume and 38,781,888 USD. (PKS exports to Japan account for about 96% of Indonesia's total exports.) Compared to March's exports of 418,790 tons, exports to Japan decreased by 55,648 tons (about 13% decrease from the previous month).

PKS Exporting Amount and Price



PKS output lapse (country specific)



Outlook for CPO, FFB PKS and Indonesian Policy

1.Outlook for CPO and FFB Prices

-Before it enters dry season after April, FFB production is expected to be lowered because of rainy season, then price also will be expected to be stay in higher price, On the other hands, the increase of FFB price is getting lower than last month, and CPO average price is lower than last month, there may happen the trend of decrease of prices for FFB and CPO.

-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 unless FFB production increases.

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, also PKS price raised. In addition, FFB and CPO production in March 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),also they are planning to produce B50. In addition, export restrictions on CPO may be tightened in relation to the domestic supply of B40.

Also, in energy field, EFB, Fiber, Frond, and OPT are may getting attention for achieving energy mix target in Indonesia.