

Market Report

Ver. July 2025



Indonesia's FFB Production Outlook

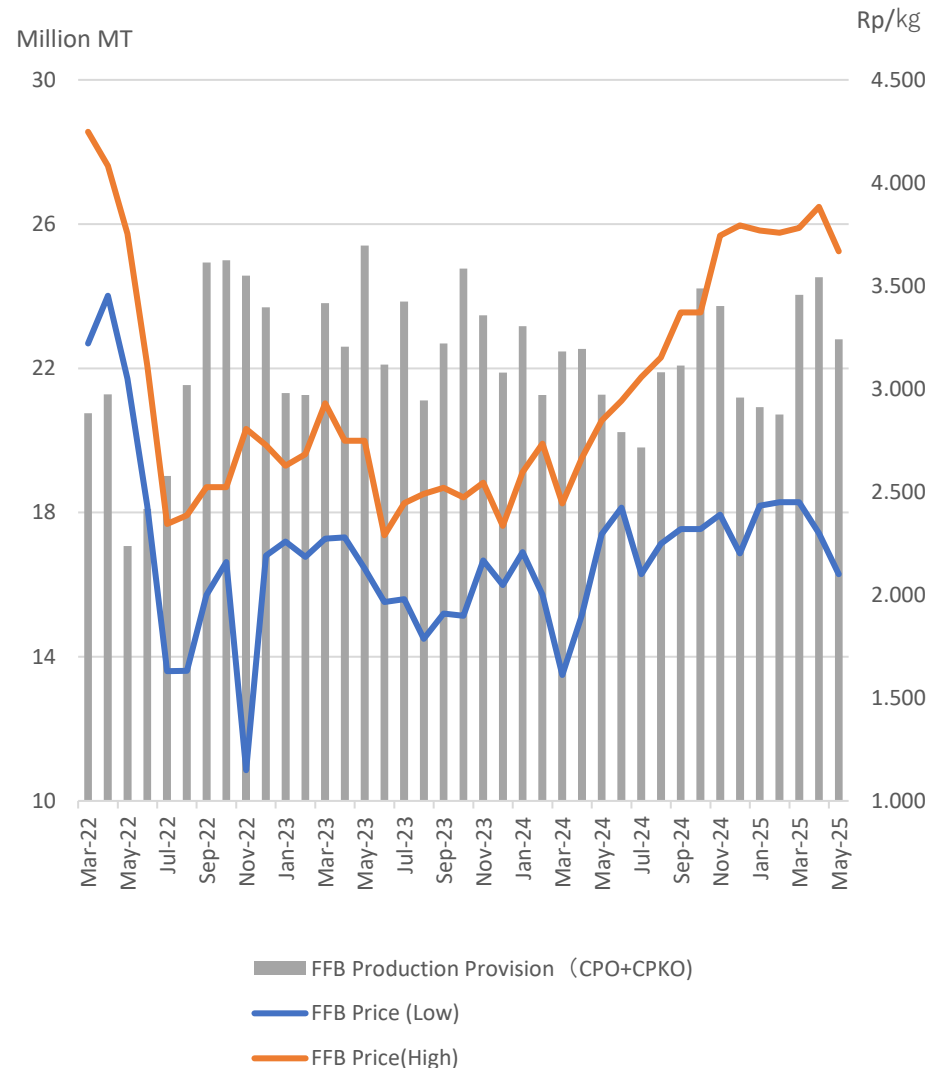
1. Actual Results

In May 2025, the average FFB price in 22 provinces in Indonesia for tree age of 10-20 years is 2,987 Rp/kg. The highest price was 3,357 Rp/kg in West Sumatra Province, about 4% Lower than the previous month of May. The lowest price was 2,528 Rp/kg in Banten 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

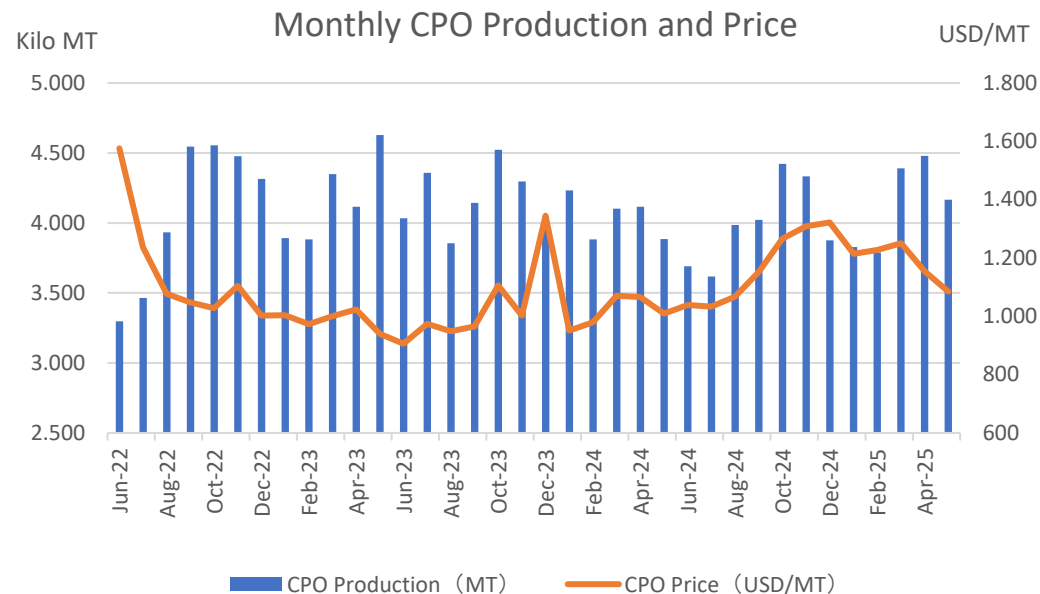


Indonesian Palm Oil Production and Price Outlook

Actual Results

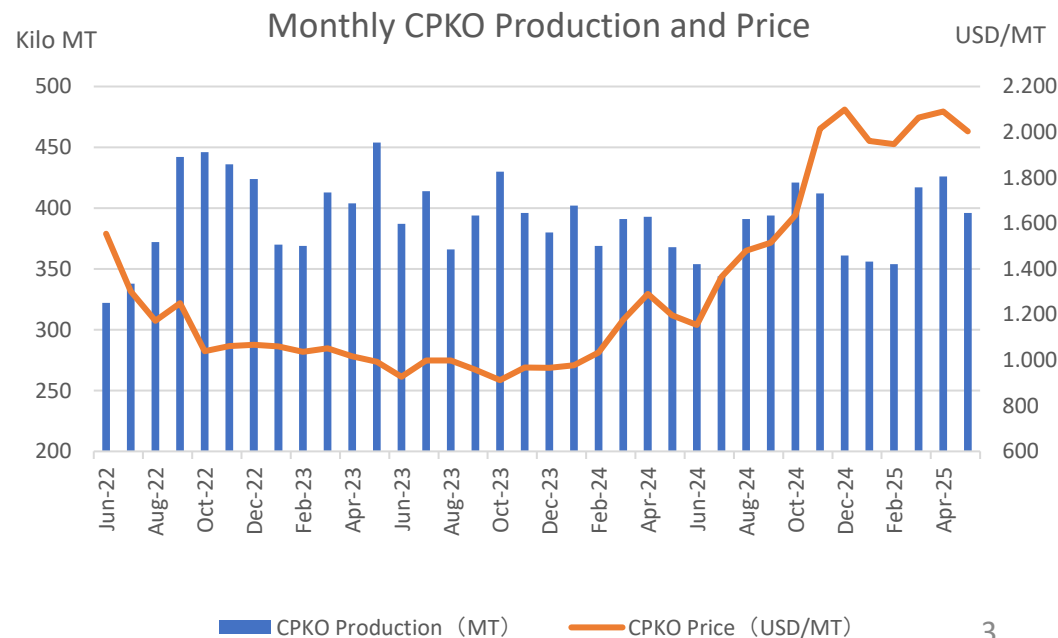
1.CPO

The average price of CPO (CIF Rotterdam) was 1,156 USD/MT in June 2025 compared to 1,084 USD/MT in May 2025, a increase of 72 USD/MT (about 5% decrease). It increased by 117 USD/MT (about 11% increase) compared to the average CPO price of 1,039 USD/MT in April 2024.



2.CPKO

The average price of CPKO (CIF Rotterdam) was 1,859 USD/MT in June 2025 compared to 2,003 USD/MT in May 2025, a decrease of 149 USD/MT (about 7% decrease). It was 703 USD/MT higher (about 38% increase) compared to the average CPO price of 1,156 USD/MT in June 2024.



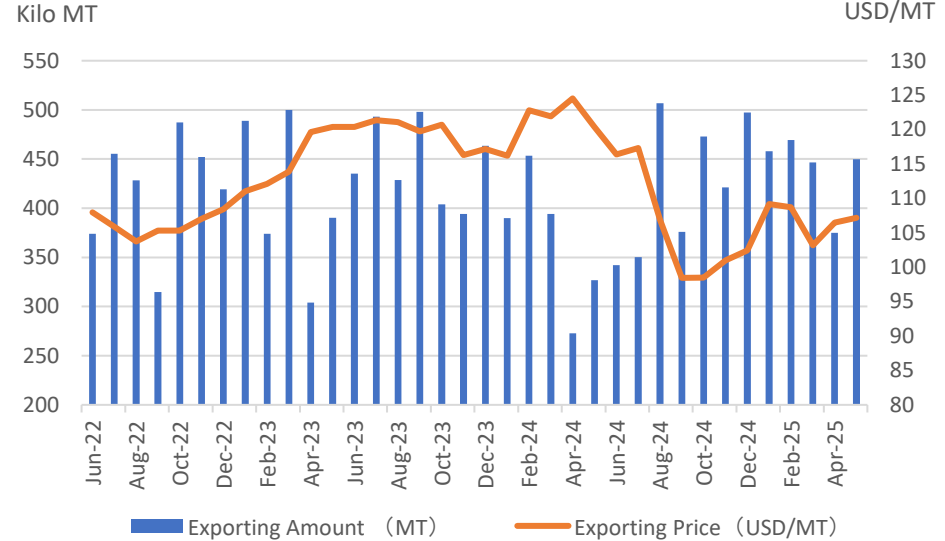
PKS export volume and export value forecast from Indonesia

Actual Results

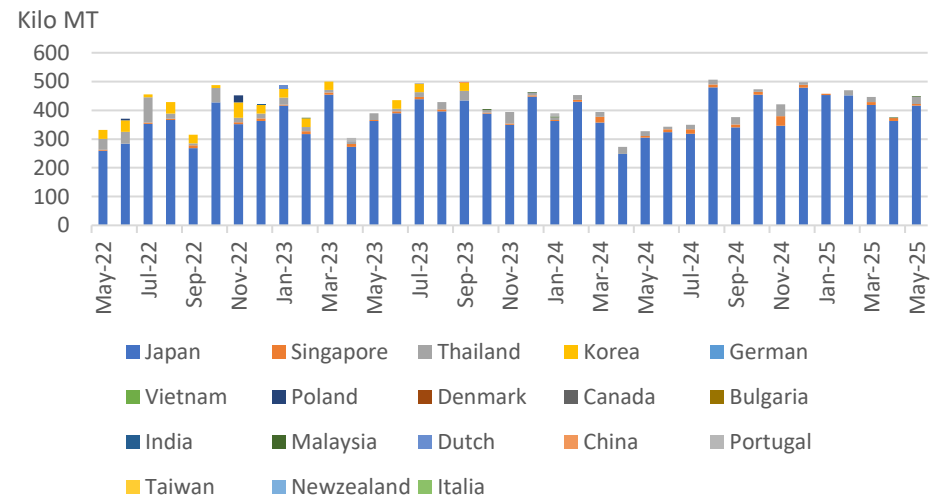
Indonesia's PKS exports in May 2025 totaled 449,647 tons, a increase of 74,746 tons (about 20% from the previous month) when compared to April's exports of 374,901 tons. Compared to the tons of 326,815 PKS exported the previous year in May 2024. May 2025 exports increased by 122,832 tons (about 38%). The value of PKS exports in May 2025 was at USD 48,187,002 recorded

Japan was the largest export destination in May 2025, recording 416,202 tons in export volume and 44,953,858 USD. (PKS exports to Japan account for about 93% of Indonesia's total exports.) Compared to April's exports of 363,142 tons, exports to Japan increased by 53,060 tons (about 15% increase 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

-Because of dry seson, in April and May, CPO average price is getting lower and production amount are increased, there may happen the trend of increase of prices for FFB and CPO, if rainy season come.

-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.