



**INFORMATION**

**Updates on the Reference Price of Crude Palm Oil (CPO) in Indonesia to 31 May 2023**

The Ministry of Trade issued Decree No. 968 Year 2023 concerning the Reference Price of Crude Palm Oil Subject to Export Duty and General Service Tariffs of the Oil Palm Plantation Fund Management Agency. This regulation is effective until **31 May 2023**.

Previously, the reference price for CPO was USD 955.53 Metric Ton/MT referring to Decree No. 940 Year 2023. However, in the second half of May, the reference price for CPO decreased by USD 62.30 or 6.52% from the previous period. Currently, the reference price for CPO is USD 893.23/MT referring to Decree No. 968 Year 2023.

The export duty of CPO for this period is also decreased to USD 74/MT as referred to the Minister of Finance Regulation No. 39/PMK/0.10/2022 jo. No. 123/PMK.010/2022.

In addition, the export levy of CPO for this period is USD 95/MT as referred to the Minister of Finance Regulation No. 103/PMK.05/2022 jo. No. 154/PMK.05/2022.

The decrease in the CPO reference price was influenced by several factors, including the reduction of CPO imports by India from April to June (due to the falling sunflower oil prices), decreased export volume from Malaysia as an indication of reduced demand global CPO, and the strengthening of the Indonesian Rupiah against the United States Dollar.

**References:**

- Decree of the Minister of Trade No. 968 Year 2023
- Decree of the Minister of Trade No. 940 Year 2023
- Ministry of Finance Regulation No. 39/PMK/0.10/2022 jo. No. 123/PMK.010/2022
- Ministry of Finance Regulation No. 103/PMK.05/2022 jo. No. 154/PMK.05/2022

If you require a copy of the reference documents above, please do not hesitate to contact [research@ibai.or.id](mailto:research@ibai.or.id). Thank you for your attention and hope this information would be valuable for you

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