



INFORMATION

Updates on the Reference Price of Crude Palm Oil (CPO) in Indonesia to 15 June 2023

The Ministry of Trade issued Regulation No. 997 Year 2023 concerning Crude Palm Oil (CPO) Reference Prices Subject to Export Duty and Public Service Tariffs Fund Management Agency for Oil Palm Plantations on 31 May 2023. This regulation is effective to **15 June 2023**.

Previously, the reference price for CPO was USD 893.23/Metric Ton (MT) as referred to the Ministry of Trade Decree No. 968 Year 2023. Currently, the reference price for CPO decreased by USD 81.55 or 9,13% from the previous period to **USD 811.68/MT** as referring to the Ministry of Trade Regulation No. 997 Year 2023.

The export duty of CPO for this period is also decreased to **USD 33/MT** from the previous period referring 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 85/MT** referring to the Minister of Finance Regulation No. 103/PMK.05/2022 jo 154/PMK.05/2022.

The decline in the CPO reference price was influenced by several factors including the decline in the world demand for palm oil caused by a decrease in the price of other vegetable oils such as soybean oil and sunflower seeds, the exemption of soybean oil and sunflower oil import duties by India, as well as the weakening of the Malaysian ringgit exchange rate against United States Dollars (USD).

References:

- Ministry of Trade Regulation No. 997 Year 2023
- Ministry of Trade Decree No. 968 Year 2023
- Minister of Finance Regulation No. 39/PMK/0.10/2022 jo. No. 123/PMK.010/2022
- Minister of Finance Regulation No. 103/PMK.05/2022 jo 154/PMK.05/2022

If you require the copy of the documents above, please do not hesitate research@ibai.or.id
Thank you for your attention and hope this information would be valuable to you.

Italian Business Association in Indonesia (IBAI)

c/o Istituto Italiano di Cultura Jakarta

Jl. HOS Cokroaminoto No. 117 Menteng Jakarta 10310 INDONESIA

P: +6281 1979 4262 E: ibai@ibai.or.id

