



**INFORMATION**

**Update on the Reference Price of Crude Palm Oil (CPO) to 30 June 2023**

The Ministry of Trade issued Regulation No. 1040 Year 2023 concerning the Reference Price of Crude Palm Oil Subject to Export Duty and Service Fees for Service Management Agency for Palm Oil Plantation Funds. This regulation is effective to **30 June 2023**.

Previously, the reference price of CPO was USD 811.68/MT as referred to the Ministry of Trade Regulation No. 993 Year 2023. Currently, the reference price of CPO is USD 723.45/MT as referring to the Ministry of Trade Regulation No. 1040 Year 2023. This value decreased by USD 88.23 or 10,87% from the previous period.

The export duty of CPO is also decreasing to **USD 3/MT** compared to the previous period, as referred to the Ministry of Finance Regulation No. 39/PMK/0.10/2022 jo. No. 123/PMK.010/2022

In addition, the export levy for this period is also decreasing to **USD 65/MT** as referring to the Ministry of Finance Regulation No. 103/PMK.05/2022 jo. No. 154/PMK.05/2022.

The decline in the CPO reference price was influenced by several factors including slowing demand for world palm oil due to increased stocks, the decrease in the price of other vegetable oils such as soybeans which caused a decrease in palm oil exports from Malaysia, a decrease in the Malaysian Ringgit exchange rate against the US Dollar, and market concerns related to an increase in the supply of global palm oil production from Indonesia and Malaysia.

References:

- Ministry of Trade Regulation No. 1040 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 the copy of this regulation, please do not hesitate to contact [research@ibai.or.id](mailto:research@ibai.or.id)

Thank you for your attention and we 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](mailto:ibai@ibai.or.id)