



Monday, 16th October 2023

INFORMATION

Update on the Reference Price of Crude Palm Oil (CPO) to 31 October 2023

The Ministry of Trade issued Regulation No. 1733 Year 2023 concerning the Reference Price of Crude Palm Oil Subject to Export Duty and Public Service Tariff Management Agency for Oil Palm Plantation Fund. This regulation is effective to **31 October 2023**.

Previously, the reference price of CPO was at USD 827.37 as referred to the Ministry of Trade Regulation No. 1698 Year 2023. Currently, the reference price of CPO is at **USD 740.67**. This price *decreased by USD 86.70* or 10,48% compared to the previous period.

Meanwhile, the Export Duty (Bea Keluar/BK) of CPO is at **USD 18/MT** as referred to the Ministry of Finance Regulation No. 39/PMK/0.10/2022 jo. No. 71 Year 2023. The export levy of CPO for this period is **USD 75/MT** as referred to the Ministry of Finance Regulation No. 103/PMK.05/2022 jo. No. 154/PMK.05/2022.

The export duty and export levy **decreased significantly compared to the previous period**. The decline of CPO reference price, export levy, and export duty was influenced by several factors including a weakening demand from consumer countries such as China and India, a projected increase in palm oil supplies in Malaysia by the highest amount since October 2022, a weakening of the Rupiah exchange rate against the United States Dollar, as well as a decline in the prices of other vegetable oils.

References:

- Ministry of Trade No. 1733 Year 2023.
- Ministry of Finance Regulation No. No. 39/PMK/0.10/2022 jo. No. 71 Year 2023
- Ministry of Finance Regulation No. 103/PMK.05/2022 jo. No. 154/PMK.05/2022.

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

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