

China: Auction sales result for Shenhua's coal-based PP and PE



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Shenhua Baotou Coal Chemical Co is currently the largest coal-based polyolefins producer in China, operates under four subsidiaries.

Shenhua Baotou Coal Chemical Co has concluded the auction session for its coal-based PP and PE cargoes on 14 February 2020. The following table showed the details of the auction results for prime grade only:

Product	Auction Volume	Deal Volume	Auction Prices		Deal Prices		Deal %
			CNY/ton	USD/ton	CNY/ton	USD/ton	
Combined and reported by CommoPlast							
Homo-PP	2294	18	6450	\$818	6650	\$843	1%
PPBC	43	0	8400	\$1065	-	-	0%
LLDPE	600	0	6700	\$849	-	-	0%
LDPE	200	0	7500	\$951	-	-	0%
HDPE	300	0	6700	\$849	-	-	0%
*Auction and Deal volumes are in tonnage							
*All prices in CNY are included of 13% VAT rate and based on EXW China term							
*All USD equivalent prices are excluded of 13% VAT rate							

Limited movement is observed on the auction platform on the final trading day of the week. Players continue to wait on the sideline in spite of lower prices.

Background:

Shenhua Baotou Coal Chemical Co is currently the largest coal-based polyolefins producer in China, operates under four subsidiaries, namely: Shenhua Xinjiang Coal-based New Materials Project, Shenhua Yulin Energy Co Ltd, Shenhua Baotou Coal Chemical Co Ltd and Shenhua Ningxia Coal Industry Group (Ningmei).

The company has an annual capacity of 2.65 million tons/year of PP, 750,000 tons/year of HDPE/LLDPE and 570,000 tons/year of LDPE.

Shenhua Baotou Coal Chemical Co is active in spot trading, while also conducting daily auction for its cargoes daily between 10AM to 12PM on the official online platform that specifically designed for this purpose: <https://www.e-shenhua.com>

Country
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