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INFORMATION

Updates on the Increasement of Crude Palm Oil and Cocoa Bean Reference Prices by the Ministry of Trade for Period September 1st to September 15th, 2022

On August 30th 2022, Indonesia's Ministry of Trade Issued Regulation No. 1207 Year 2022 and Regulation No. 1208 Year 2022 concerning the increasement of Crude Palm Oil (CPO) and cocoa bean reference prices in Indonesia. These regulations are effective from **September 1st, 2022.**

Previously, the average price of CPO reference was at USD 900,52/MT and the cocoa beans reference price were at USD 2.359,03/Metric Ton (MT) as referred to Ministry of Trade Regulation No. 1165 Year 2022. Currently, the update of the average prices is referring to the Ministry of Trade Regulation Number 1207 and 1208 Year 2022 with the **CPO reference is at USD 929,66/MT, and the cocoa beans reference price is at USD 2.362,22/MT.**

According to this regulation, the CPO price is determined by the increase in soybean oil prices was followed by increasing demand from China and India, as well as the decline in the ringgit exchange rate which was nearing its lowest level. Meanwhile, the increase in reference prices and HPE for cocoa beans influenced by the delay in fertilizer distribution which resulted in a decrease in cocoa productivity. This price increase has no impact on the BK of cocoa beans, which is still 5% as stated in Column 2 of Attachment Letter B to the Regulation of the Minister of Finance No. 123/PMK.010/22.

Apart from the products mentioned above, the Benchmark Export Prices/Harga Patokan Ekspor (HPE) of the rest of the products in the commodity of wood and leather remains the same as listed on the Ministry of Trade No. 1207 Year 2022 and No. 1208 Year 2022. Through this regulation the HPE for the commodity of wood and leather and the commodity of cocoa beans is effective on **September 1st – September 15th 2022.**

For your reference, please check the Ministry of Trade Official Press Release about the Increasement of Crude Palm Oil and Cocoa Bean Reference Prices Bahasa Indonesia in the link [here](#). Further updated regulation related the amendment of Crude Palm Oil and Cocoa Bean Reference Prices after this period end, we will share it in the upcoming publication.

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