

LPG Monitor as of 01 June 2026

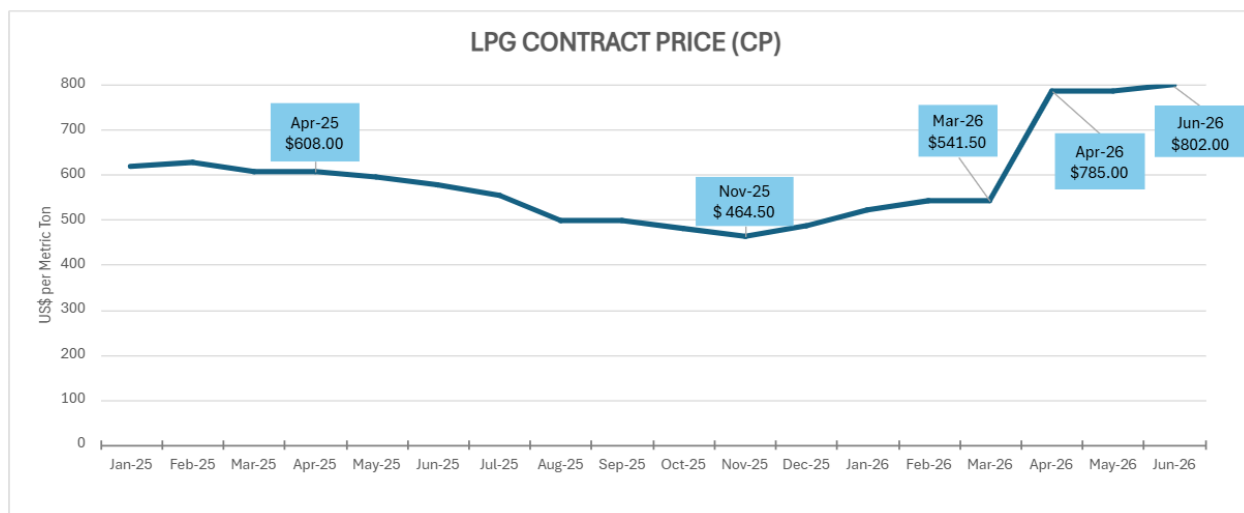
LPG Contract Price (CP)

LPG Contract Price (CP), commonly called the “Saudi CP” is the primary driver of LPG pricing in the Far East including the Philippines. It is the international price benchmark set at the beginning of each month by Saudi Arabia’s state-owned oil company Saudi Aramco.

Saudi Aramco's CPs, which set the price of propane and butane lifted from the Saudi Arabian ports of Yanbu, Ras Tanura and Ju'aymah under term supply contracts, are closely watched by the market as they tend to set a base level for LPG pricing for most markets of Suez.

The DOE refers to the LPG/Saudi CP and monthly average forex in estimating the price adjustments of LPG in the domestic market. Following the timing of the monthly changes in CP, domestic price of LPG also adjusts every first day of the month and remain constant until the succeeding month.

Like all other oil products, the Philippines has no influence over the LPG CP as the country’s domestic requirement is insignificant versus the world demand.



The June 2026 LPG Contract Price averaged US\$802.00 per metric ton. Compared with US\$579.00 per metric ton in June 2025, this represents an increase of US\$223.00 per metric ton, or approximately 39% year-on-year.

International LPG Market Development¹

The Asia-Pacific LPG market entered June with a firm to bullish tone, driven primarily by geopolitical risks surrounding the Middle East, elevated Saudi CPs, and

¹ S&P Global Commodity Insights (SPGCI)



For more information, call the
Department of Energy:
Pricing: 840-2187
LPG: 840-2130
Fuels: 840-5669



historically high freight costs. According to S&P Global Commodity Insights (SPGCI), the increase in the June 2026 Saudi Aramco CP was driven by the following market developments:

- Saudi Aramco set its June raising propane by \$10/mt and butane by \$10/mt, the first increase after two months of unchanged pricing. The June CP was set against a backdrop of still-elevated Middle East supply disruptions and record-high VLGC freight.
- LPG prices remained firm amid persistent concerns over the security of the Strait of Hormuz, a key global energy shipping route.
- CFR North Asia prices opened June at approximately US\$830/MT for propane and US\$920/MT for butane, supported by strong crude oil prices, tight prompt supply, and robust freight rates.
- VLGC freight rates on the Persian Gulf–Japan route remained near record highs, reaching about US\$215/MT in late May, increasing the delivered cost of LPG into Asia and reinforcing firm regional prices.
- Propane demand from China's petrochemical sector remained a key source of support. Expectations for stable to improving PDH (Propane Dehydrogenation) plant utilization continued to underpin regional propane demand despite high feedstock costs.

Domestic Prices

Starting 01 June 2026, most oil companies have implemented no change in LPG prices. Prices of 11-kg cylinder are estimated to range from P1,150 to P1,600.00.

Price Monitoring in Metro Manila

Year 2026	LPG Price (per 11 kg cylinder)		Adjustment/Kg. Increase/(Decrease)	
January	820.00	- 1,120.00	2.15	- 2.18
February	825.00	- 1,135.00	1.50	- 1.55
March	954.00	- 1,227.50	0.00	- -0.58
April	1,057.00	- 1,688.35	17.00	- 36.63
May	1,070.42	- 1,701.77	1.22	- 1.22
June	1,150.00	- 1,600.00	0.00	- 0.00
Net Inc/Dec			21.87	- 41.00

Source: DOE-OIMB

- END OF REPORT -



For more information, call the
Department of Energy:
Pricing: 840-2187
LPG: 840-2130
Fuels: 840-5669

