

LPG Monitor as of 01 January 2026

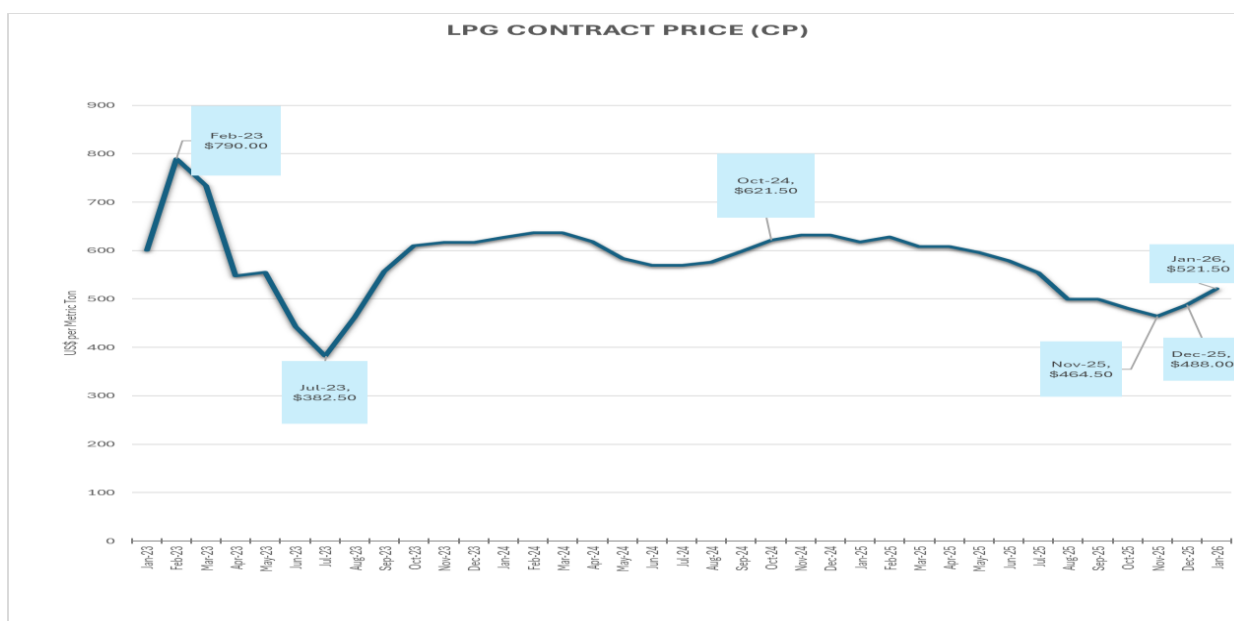
LPG Contract Price (CP)

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 LPG Contract Price for 01 January 2025 is US\$521.50/MT, higher by US\$33.50/MT (7%) than December 2025 of US\$488.00/MT, lower by US\$96.50/MT (16%) compared to January 2025 at US\$618.00/MT.



For more information, call the
Department of Energy:
Pricing: 840-2187
LPG: 840-2130
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International LPG Market Development¹

S&P Global Commodity Insights (SPGCI) Market News updates citing the following factors behind the increase in LPG Contract Price:

- Saudi Aramco set its January term contract price for propane at \$525/mt and butane at \$520/mt, up from December CPs, which were set at \$495/mt for propane and \$485/mt for butane.
- Asia's LPG market in 2026 could be shaped by geopolitical developments, weather conditions and shipping rates, while limited term contract activity may make the spot market more active and responsive to supply and demand changes. Supplier stockpiling of LPG as feedstock could tighten available supply, providing solid underlying support to prices.
- US Gulf Coast LPG exports for propane and butane fell sharply to 1.3 million b/d from 2.2 million b/d ahead of the holidays, largely due to dense fog disrupting vessel loading at the Houston Ship Channel.
- New PDH units in China, scheduled for 2026, could support demand, although expected addition capacity are less than the previous years, tempering market expectations of the support, an Asian buyer and a Singaporean-based LPG trader said.
- With US exports to China declining, Canada is leveraging its export capacity to meet growing Asian demand and support domestic price strength.

Domestic Prices

Starting 01 January 2026, most oil companies implemented a price increase ranging from P2.15 to P2.18 per kilogram for household LPG or P23.65 to P23.98 per 11-kg cylinder. The prices of 11-kg cylinder for the month are estimated to range from P833.65 to P1,123.98 per 11-kilogram cylinder.

¹ S&P Global Commodity Insights (SPGCI)



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Price Monitoring in Metro Manila

Year	LPG Price (per 11-kg cylinder)			Adjustment/Kg. Increase (-Decrease)		
2025						
January	860.00	-	1,140.00	-0.90	-	-0.91
February	865.00	-	1,145.00	0.70	-	0.73
March	860.00	-	1,130.00	-1.19	-	-1.20
April	850.00	-	1,127.00	-0.25	-	-0.27
May	845.00	-	1,116.00	-1.00	-	-1.00
June	830.00	-	1,110.00	-1.64	-	-1.75
July	820.00	-	1,090.00	-1.00	-	-1.00
August	800.00	-	1,070.00	-2.45	-	-2.50
September	810.00	-	1,080.00	0.00	-	0.20
October	790.00	-	1,080.00	-0.65	-	-1.00
November	785.00	-	1,080.00	-0.45	-	-0.50
December	810.00	-	1,100.00	1.64	-	2.00
Net Inc/Dec				-7.19	-	-7.20
2026						
January*	833.65	-	1,123.98	2.15	-	2.18

Source: DOE-OIMB

Note: *Estimate

Auto LPG likewise increased by P1.22/liter. The price of Auto-LPG is estimated at P40.17 per liter.



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