

FIS LONDON COKING COAL MARKET REPORT

DCE Level

Sep20: 1206.50 (+3.00)

Coking Coal Indice

TSI PHCC FOB index 113.5, down 0.6; mtd 114.97

Trades

Jan trades 135 in 2kT

Aug vs Oct trades -13 in 2kT/m

Aug trades 111 in 1kT

Aug vs Sep trades -6 in 2kT/m

Aug trades 112 in 8kT

Sep trades 117.5 in 2kT

Q4 vs Cal21 trades flat in 4kT/m vs 1kT/m

Cal21 vs Cal22 trades -2 in 1kT/m

Q1 trades 136 in 2kT/m

Indicative Curve

| | BID | OFFER | VALUE |
|--------|--------|--------|--------|
| Jul-20 | 112.00 | 114.00 | 113.00 |
| Aug-20 | 110.50 | 112.50 | 111.50 |
| Sep-20 | 117.00 | 119.00 | 118.00 |
| Oct-20 | 123.50 | 125.50 | 124.50 |
| Q3-20 | 113.17 | 115.17 | 114.17 |
| Q4-20 | 128.25 | 130.25 | 129.25 |
| Q1-21 | 135.25 | 137.25 | 136.25 |
| Q2-21 | 136.50 | 138.50 | 137.50 |
| Q3-21 | 134.50 | 136.50 | 135.50 |
| Cal-21 | 134.25 | 138.25 | 136.25 |
| Cal-22 | 136.00 | 140.00 | 138.00 |

Market Commentary

As many commodity markets in Asia are flying, coking coal conversely remains under heavy pressure at the front of the curve. Aug trading as low as 111 today before finding some support and trading in more size at 112. This is the lowest front month (active contract) trade level since the end of May!

Following this, the TSI index only moved down 60 cents to 114.50 but the Platts index appears to have tracked paper and printed at \$109. No details of a trade as of yet.

Further out and although Q1 took a slight wobble trading at 136, the curve again remains supported. Just wonder how wide these time spreads can go now without some kind of storage play