

FIS LONDON COKING COAL MARKET REPORT

DCE Level

Sep20: 1197.50 (-6.00)

Coking Coal Indice

TSI PHCC FOB index 111.2, down 2.3 MTD 114.64

Trades

Nov vs Q221 trades -8 in 3kT vs 1kT/m

Indicative Curve

	BID	OFFER	VALUE
Jul-20	112.50	114.50	113.50
Aug-20	111.00	113.00	112.00
Sep-20	117.00	119.00	118.00
Oct-20	123.00	125.00	124.00
Q3-20	113.50	115.50	114.50
Q4-20	127.75	129.75	128.75
Q1-21	135.25	137.25	136.25
Q2-21	136.00	138.00	137.00
Q3-21	134.50	136.50	135.50
Cal-21	134.00	138.00	136.00
Cal-22	135.75	139.75	137.75

Market Commentary

Overnight it was reported that a CFR trade was concluded at \$120.90 for premium low vol; justifying recent pressure at the front of the curve. Conversely, there are unconfirmed reports now that Anglo's Grosvenor operation will be out of action until 2022 which in turn removes as much as 4.7m tonnes from 2020's planned output. This is certainly not expected to have any immediate effect on the futures market with lacklustre demand out of China and increased Mongolian supply dominating price movement in the short to medium term. However, any uptick in demand could suddenly turn this around. November futures (with some decent price recovery already priced in) traded down marginally at 129.50.