

## FIS LONDON COKING COAL MARKET REPORT

### DCE Level

Sep20: 1228.00 (+2.50)

Coking Coal Indice

TSI PHCC FOB index 109.6, up 2.3 MTD 112.33

### Trades

Aug trades 113.5 in 1kT

Aug trades 113 in 2kT

Aug trades 114 in 1kT

### Indicative Curve

	BID	OFFER	VALUE
Jul-20	110.75	112.75	111.75
Aug-20	113.50	115.50	114.50
Sep-20	117.75	119.75	118.75
Oct-20	125.25	127.25	126.25
Q3-20	114.00	116.00	115.00
Q4-20	129.25	131.25	130.25
Q1-21	137.50	139.50	138.50
Q2-21	138.50	140.50	139.50
Q3-21	136.00	138.00	137.00
Cal-21	136.00	140.00	138.00
Cal-22	137.50	141.50	139.50

### Market Commentary

More support lent to the front today as reports of a \$107.50 FOB trade for premium mid vol was reported. This pushed the TSI higher by \$2.30 and had a few buyers scrambling to pick up August paper. 113, 113.50 and 114 all traded before being bid on. This is already a \$4 correction from the lows of Monday. Liquidity has been thin though, with Q4 bid up to \$130 with no trades in that period. Likewise the curve remains supported. Spreads would be expected to narrow but Q4/Q1 remains close to a \$9 contango whereas only last week it was trading at -\$7. The question we once again ask is can the index keep up with the paper market, or are we in for more disappointment?