



London Coking Coal Market Report

info@freightinvestor.com | www.freightinvestorservices.com | (+44) 207 090 1120

FIS LONDON COKING COAL MARKET REPORT

DCE Level

Jan21: 1276.0 –6.5)

Coking Coal Index

TSI PHCC FOB index unch 107.90, ; MTD 107.83

Indicative Curve

BID OFFER VALUE

SEP 112.00 114.00 113.00

OCT 121.00 123.00 122.00

NOV 128.00 130.00 129.00

DEC 133.50 135.50 134.50

Q4-20 127.50 129.50 128.50

Q1-21 139.50 141.50 140.50

Q2-21 139.75 141.75 140.75

Q3-21 139.50 141.50 140.50

CAL-21 138.50 142.50 140.50

CAL-22 139.50 143.50 141.50

CAL-23 140.50 144.50 142.50

Trades

Dec at 134 in 10kT

Dec/Jan at -3.50 in 2kT/mth

Q4/Q1 at -9.50 in 2kT/mth

Oct/Nov at -6.50 in 1kT/mth

Q1/Q2 at -1 in 1kT/mth

Q4 at 129 in 2kT/mth

Feb-21 at 142 in 5kT

Nov at 132 in 2kT

Market Commentary

Index remains flat as the gains on the forward curve continue! How long can this last? Continued hedge buying interest from Dec through Cal 21 today pushed futures higher once more. Dec saw the most traction with 134 trading a few times (up 1.50 on yesterday's levels). Further out Q1 traded on legs at 141 and Feb as high as 142 before buying interest backed off. The high print on the Q4 flat price was 129, justifying the Dec print although this level is \$20 higher than spot prices! Buying interest on physical remains thin, but question marks are clearly there on how China can feed its steel production without importing more tonnes in Q4. At choppy end of the day on global commodities with USD strength seeing many markets ending the day down. Might be a tall ask to see Friday push higher.