



London Coking Coal Market Report

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FIS LONDON COKING COAL MARKET REPORT

DCE Level

Jan21: 1252.5 (+0.5)

Coking Coal Index

TSI PHCC FOB index 114.0, up 1.8; mtd 110.08

Indicative Curve

BID OFFER VALUE

Sep-20 112.50 114.50 113.50

Oct-20 124.25 126.25 125.25

Nov-20 131.50 133.50 132.50

Dec-20 136.50 138.50 137.50

Q4-20 130.75 132.75 131.75

Q1-21 141.00 143.00 142.00

Q2-21 140.00 142.00 141.00

Q3-21 139.75 141.75 140.75

Q4-21 139.85 141.85 140.75

Cal-21 139.15 143.15 141.15

Cal-22 140.00 144.00 142.00

Trades

OCT 124.50 6kt

JAN v FEB -1.00 2ktm (140/141)

OCT v NOV -7.25 2ktm (124.75/132)

NOV 132.00 5kt

NOV 132.00 5kt

NOV 132.00 3kt

NOV 132.00 5k

Market Commentary

Finally a week in which the physical market rather than paper has dominated the headlines on coking coal. There has been 3 deals reported this week. The first an unbranded cargo which traded on the Globalcoal platform on Wednesday at 109.75. This helped push the index up \$2 and narrow the gap with paper in September which had been trading at 114. We then heard of a CFR deal for a similar grade of coal at \$120, and today reports of a CFR trade into China for premium low vol at 131.75. This final trade injected further buying interest into the futures market, with October paid at 124.50 (50c higher than yesterday) and November paid at 132, a level which has seen some decent resistance this week. The forward curve certainly had this physical price move already priced in, and we will need to see the FOB index move over 120 before the end of the month as China has its Golden Week holiday at the beginning of October.