



London Coking Coal Market Report

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FIS LONDON COKING COAL MARKET REPORT

DCE Level

Jan21: 1249 (-10.5)

Coking Coal Index

TSI PHCC FOB index 122.30, up 1.3; mtd 112.69

Indicative Curve

BID OFFER VALUE

SEP 118.00 120.00 119.00

OCT 143.00 145.00 144.00

NOV 151.50 153.50 152.50

DEC 157.00 159.00 158.00

Q4-20 150.50 152.50 151.50

Q1-21 158.00 160.00 159.00

Q2-21 153.75 155.75 154.75

Q3-21 150.25 152.25 151.25

Q4-21 150.00 152.00 151.00

CAL-21 152.00 156.00 154.00

CAL-22 149.00 153.00 151.00

CAL-23 148.50 152.50 150.50

Trades

Nov at 148 in 5kT

Nov at 149.50 in 2kT

Nov at 150 in 2kT

Nov at 150.50 ini 2kT

Q4 at 152.50 in 5kT/mth

Q1 at 160.75 in 4kT/mth

Q1 at 160 in 11kT/mth

Sep at 119 in 1kT

Dec at 158.25 in 5kT

H1/H2-21 at +5 in 1kt/mth

Cal 22 at 151 in 1kT/mth

Dec-20 at 158 in 5kT

Oct at 144.50 in 5kT

Q1 at 159.50 in 2kT/mth

Market Commentary

Quite a bitty day which was to be expected following the late surge in price action yesterday afternoon. We still saw some decent volume going through with Nov paid at 148, 149, 150 and 150.50 and Q1 paid out of the blue at 160, peaking at 161 before being offered over. The reasons behind this move could be pointed at the announcement that the drag line at BHP's flagship Saraji mine will be out of action in Q4. Although there is certainly some argument that this had already been factored in to production targets, it has appeared to come as fresh news to the market. Spreads, from Q1 at least, have finally began to break with 1st half/2nd half trading at +\$5 (trading at 1.75 on Monday) and Cal 21/22 now in backwardation. Following the move October drifted wide, closing 143/147.

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