



London Coking Coal Market Report

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FIS LONDON COKING COAL MARKET REPORT

| DCE Level | Indicative Curve | | |
|---|------------------|---------------|----------------------|
| Jan21: 1529 (+31.00) | BID | OFFER | VALUE |
| Coking Coal Index | Dec-20 | 103.00 | 107.00 105.00 |
| TSI FOB PHCC Up 0.1 at 102.20; mtd 102.15 | Jan-21 | 120.00 | 122.00 121.00 |
| Trades | Feb-21 | 140.00 | 142.00 141.00 |
| Jan-21 at 120 in 3kt | Mar-21 | 143.00 | 149.00 146.00 |
| Q1-21 at 135 in 1ktpm | Q1-21 | 134.00 | 136.00 135.00 |
| Q1-21 at 136 in 2ktpm | Q2-21 | 147.00 | 149.00 148.00 |
| Q1-21 at 137 in 1ktpm | Q3-21 | 152.00 | 154.00 153.00 |
| Q1-21 at 137 in 1ktpm | Q4-21 | 153.00 | 155.00 154.00 |
| | Cal-21 | 145.75 | 149.75 147.75 |
| | Cal-22 | 151.00 | 155.00 153.00 |

Market Commentary

The bullish market sentiment keeps ticking over although slows. Further gains across the steel complex continue to support the bullish outlook on futures, but gains have been muted today with little change in the physical and overhang on spot supply. Q1 actually traded higher at 137 but then was offered at 138 without follow. Further out and Q2 was higher 137/140 although without trade. Activity in Q3 and Q4 was quiet for the first day in a while. Margins remain huge onshore and domestic prices had another big jump up due to reduction in Mongolian availability. Certainly these futures could easily be justified (and more) if import restrictions into China were lifted. Increased steel production globally should filter through to more strength in the physical market but right now it's just not there.

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