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London Coking Coal Market Report

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FIS LONDON COKING COAL MARKET REPORT

Indicative Curve

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Jan21: 1503.5 (-25.00)					BID OFFER VALUE			
Coking Coal Index					Dec-20	103.00	107.00	105.00
TSI FOB PHCC Down 0.9 at 101.30; mtd 101.87					Jan-21	117.00	119.00	118.00
Trades					Feb-21	135.00	137.00	136.00
Dec-20	at	118	in	2kt				
Jan-21	at	118	in	4kt	Mar-21	142.00	148.00	145.00
Jan-21	at	118	in	2kt				
Feb-21	at	137	in	2kt	Q1-21	132.00	134.00	133.00
Mar-21	at	145	in	2kt				
Mar-21	at	145	in	2kt	Q2-21	147.00	149.00	148.00
Mar-21	at	147	in	2kt				
Mar-21	at	147	in	2kt	Q3-21	151.50	153.50	152.50
Mar-21	at	147	in	2kt				
Mar-21	at	147	in	2kt	Q4-21	153.50	155.50	154.50
Cal21	at	147	in	2ktpm				
Cal22	at	151.5	in	2ktpm	Cal-21	145.00	149.00	147.00
					Cal-22	150.25	154.25	152.25

Market Commentary

Chinese domestic coking coal futures have surged to their highest level since 2016. This is hugely correlated with the high steel prices now, but also lack of availability from Mongolia due to renewed Covid restriction, and of course, the lack of Australian tonnes right now for this market. This is raising plenty of concerns about rising costs to China and adding more speculation that restrictions will at some point be eased. As things remain though there continues to be low priced physical offers in the market, another cargo of PLV trading yesterday at 102 FOB. After recent gains on futures we saw more selling interest today. Jan trading down to 118 and Feb and March trading 137 and 147 respectively before being offered over. Q1 was offered down to 134, \$3 below the week's high trade for this period.

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