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## London Coking Coal Market Report

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## **London Coking Coal Market Report**

DCE Level	Indicative Curve			
May: 1489 up 88.0		BID	OFFER	VALUE
Coking Coal Index  TSI PHCC FOB index 128.10, down 0.1; mtd 128.15  Trades  Q2 at 134 in 1kT/mth Q2/Q3 at -5 in 5kT/mth Q2/Q3 at -5 in 4kT/mth Q2/Q3 at -5 in 1kT/mth Q4/Q1 at -3 in 2kT/mth March at 127 in 5kT Q3 at 142 in 2kT/mth Q2 at 134 in 3kT/mth March at 127 in 4kT Q3 at 142.50 in 1kT/mth	MAR	125.50	128.50	127.00
	APR	129.50	132.50	131.00
	MAY	133.00	136.00	134.50
	JUN	136.50	139.50	138.00
	Q2-21	132.50	136.50	134.50
	Q3-21	140.50	144.50	142.50
	Q4-21	147.50	151.50	149.50
	Q1-22	151.50	155.50	153.50
	•	151.00	155.00	153.00
, .		153.00	157.00	155.00
	CAL-23	133.00	137.00	133.00

## **Market Commentary**

Decent volume on futures today with some aggressive spread buying in a bearish market triggering some arbitrage and Q3 buying interest. Physical was quiet once again but also offered, and this bearish sentiment continued to weigh on March and Q2. March was sold at 127 and Q2 at 134. Contango widening but then Q2/Q3 was paid outright at -5. This brought buyers into Q2 at 134 and Q3 was then pushed back up at 142 and then 142.50 having been pegged back at 139! Plenty of within day volatility but blink and you'd miss it. We closed the day at levels very similar to yesterday's close. This all occurred in a day where China's steel futures rallied hard and DCE coking coal recovered all of its huge losses yesterday

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