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## London Coking Coal Market Report

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## **London Coking Coal Market Report**

Indicative Curve (FOB)

		BID	OFFER VALUE	
DCE Level	MAY	123.50	125.50	124.50
Sep: 1760.50 down 18	JUN	156.50	158.50	157.50
Coking Coal Index	JUL	156.50	158.50	157.50
TSI FOB PLV unch at 141; mtd 119.67 (no index today)	AUG	153.50	155.50	154.50
CFR China (PLV) unch at 275.0	SEP	150.50	152.50	151.50
Trades	Q3-21	153.50	155.50	154.50
July at 158 in 2kT Jun at 156 in 5kT June 156.75 in 5kT July 158 2kT June at 156 in 5kT Jun/Jul at -0.50 in July at 158.50 in 2kT Aug at 158 in 2kT Q3/Q4 at +5 in 1kT/mth Q3 at 154.50 in 3kT/mth	Q4-21	150.00	152.00	151.00
	Q1-22	157.75	159.75	158.75
	Q2-22	158.25	160.25	159.25
	CAL-22	157.50	161.50	159.50
	CAL-23	160.50	164.50	162.50
	CFR			
	MAY	250.00	270.00	260.00
	JUN	260.00	280.00	270.00
	JUL	245.00	265.00	255.00

## **Market Commentary**

The physical market backed up the paper move over the last couple of days with reports of a 151 trade for Peak Downs coal and an unconfirmed 154 trade for premium mid vol. In typical fashion, futures markets actually came under pressure in early trading, with June being sold at 156.75 and 156 before rebounding to 157. Further out and interest was muted, but Q3 traded down to 154.50 (down \$1). July was volatile with trades at 157 and 158.50. June/July spread narrowing to flat, which disagrees with our comments yesterday on this spread. With momentum to the upside, this move today feels like a temporary pull back, as futures were a bit too eager to price in this physical rally earlier in the week.

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