



London Coking Coal Market Report

info@freightinvestor.com | www.freightinvestorservices.com | (+44) 207 090 1120

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DCE Level	Indicative Curve			
Sep: 2415 up 69.0	BID	OFFER	VALUE	
Coking Coal Index	AUG	216.50	218.50	217.50
Platts TSI FOB PLV a unch at 219.50; mtd 216.60	SEP	213.00	215.00	214.00
Trades	OCT	201.00	203.00	202.00
Sep at 214 in 4kT	NOV	196.00	198.00	197.00
	Q4-21	197.50	199.50	198.50
	Q1-22	197.00	199.00	198.00
	Q2-22	186.00	188.00	187.00
	Q3-22	176.00	178.00	177.00
	Q4-22	169.00	171.00	170.00
	CAL-22	181.00	185.00	183.00
	CAL-23	167.00	171.00	169.00

Market Commentary

A rather static week on paper in terms of the week on week change. Physical has continued to be supported though and today saw a \$222 trade for Sep branded coal. Reports suggest there was a trade done away from the market at around 216 although this wasn't confirmed. The index did remain unchanged though (219.50) which suggests there is some merit to this. Paper in general has been thin as the holiday season bites, and sentiment around China the the iron ore market took a turn for the worse. In terms of market movement, with the higher physical print, Sep ends the week higher but Q4, which has seen the most trades go through, is down approximately \$3 week on week. It's worth nothing the spread between Sep and q4 has tended to gravitate back to \$10 bakwardation. It closes today at more like 16. Due to hedging interest (to buy for Q1) this spread to Q4 has narrowed to almost flat. Remarkable to see just a \$1 backwardation between near term quarters with a spot price of over \$200. Expect this to correct at some point. It's the holiday season now but plenty of spread opportunities and room for the futures to move next week.