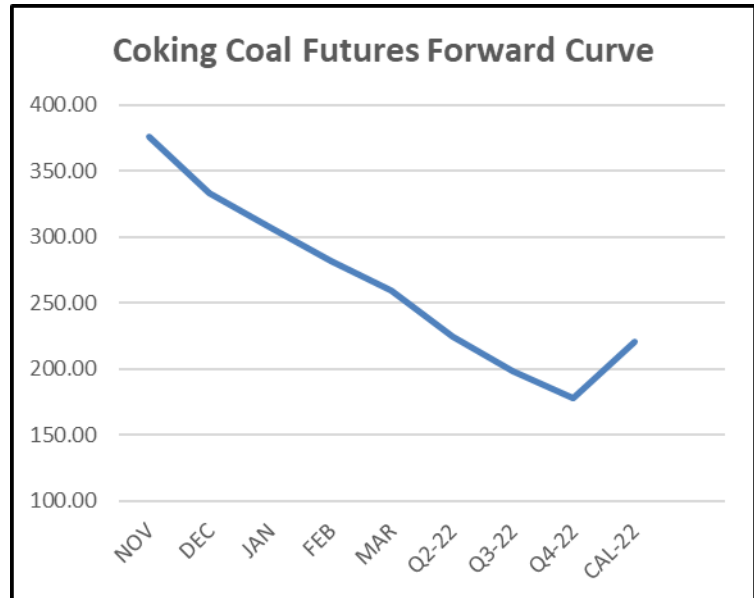


10/11/2021

DCE
Jan: 2246 down 93
Coking Coal Index
TSI FOB PLV down 1.0 at 401.0; mtd 402.50 Platts CFR down 23.0at 540; mtd 593.63



TSI PLV FOB AUS Indicative Curve			
	BID	OFFER	VALUE
NOV	374.00	378.00	376.00
DEC	331.00	335.00	333.00
JAN	305.00	309.00	307.00
FEB	280.00	284.00	282.00
MAR	258.00	262.00	260.00
Q1-22	278.00	288.00	283.00
Q2-22	220.00	230.00	225.00
Q3-22	193.00	203.00	198.00
Q4-22	173.00	183.00	178.00
CAL-22	216.00	226.00	221.00
CAL-23	174.00	184.00	179.00

Today's Trades
Dec at 332.50 in 5kT Dec at 333 in 3kT Dec at 332 in 7kT

Commentary
Reports in the media suggest but don't confirm that FOB physical prices are moving lower. PMV now offered at 395 for Dec but this is no great shakes with paper trading at 333 and 332 today (slightly up then back down again). Phyc prices for CFR China are confirmed moving lower though, and these are mainly from US offers. The spread between the lasts fixed CFR deals and last FOB deals have a long way to converge but such is the backwardation on the domestic CC futures we may see this convergence in a matter of weeks rather than months. The question remains as to how much buying non China markets need to make to fulfill their steel production catch up. There's plenty of backwardation in the SGX futures of course. Dec continues to trade \$65 below index, with Jan \$25 lower than Dec and so on until we reach March.