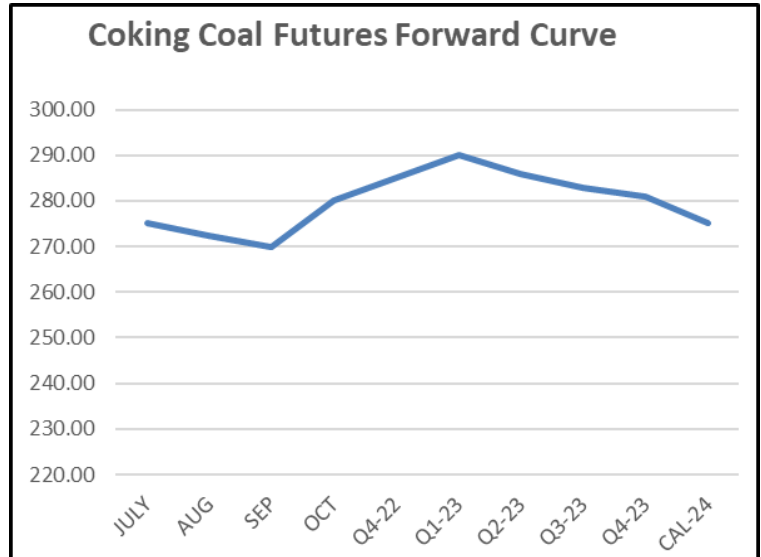


05/07/2022

DCE
Sep: 2196.5 down 54
Coking Coal Index
TSI FOB PLV down 15 at 285; mtd 295.67
CFR China unch at 391.50; mtd 392.0



TSI PLV FOB AUS Indicative Curve			
	BID	OFFER	VALUE
JULY	270.00	280.00	275.00
AUG	267.50	277.50	272.50
SEP	265.00	275.00	270.00
OCT	275.00	285.00	280.00
Q3-22	267.50	277.50	272.50
Q4-22	280.00	290.00	285.00
Q1-23	285.00	295.00	290.00
CAL-23	275.00	295.00	285.00
CAL-24	265.00	285.00	275.00

Today's Trades
Q3 at 287 in 1kT/mth
Q3 at 286 in 3kT/mth
July at 275 in 0.5kT

Commentary
<p>Although futures buying interest remained decent at the end of last week, the market was still forced lower today in Q3 with physical offers moving down during the course of the London morning. Q3 traded a healthy looking 287 and 286 before the unbranded Aug market was offer down to 280 with only a 200 bid in reply. Poor steel demand in Asia is causing these offers to materialise. Also, the Australian CC specifications aren't as conducive to switching to the thermal market compared to the US high vol products. Further along the curve and there is still some futures buying interest which is pushing the curve into a contango. Does the market truly believe this selling pressure won't last, or is it a function of sell side hedging being slow to react to the recent move down.</p>