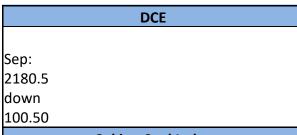
EMISSIONS | OIL | FERROUS | FREIGHT | AGRI | METALS | ENERGY | PHYSICAL FREIGHT

## FIS

## **Coking Coal Report**

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

## 08/07/2022



Coking Coal Index

TSI PLV FOB unch at 258' mtd 278.83

CFR China unch at 388.50; mtd 390.42

Coking Coal Futures Forward Curve		
300.00		
290.00		
280.00		
270.00		
260.00		
250.00		
240.00		
230.00		
220.00		
JULY KUE SER OC OKIN OLIN OLIN OZIN OZIN OKIN OKIN		

TSI PLV FOB AUS Indicative Curve			
	BID	OFFER	VALUE
JULY	250.00	260.00	255.00
AUG	255.00	265.00	260.00
SEP	255.00	265.00	260.00
ОСТ	270.00	280.00	275.00
Q3-22	253.33	263.33	258.33
Q4-22	280.00	290.00	285.00
Q1-23	285.00	295.00	290.00
CAL-23	268.00	288.00	278.00
CAL-24	260.00	280.00	270.00

Today's Trades		
Q4 22 at 280 in 5kT7mth		
Q4 22 at 283 in 1kT/mth		
Q4 22 at 283 in 1kT/mth		
Q1 23 at 295 in 2kT/mth		
Q2 23 at 280 in 3kT/mth		

## Commentary

A few months ago we discussed as to where the 'new normal' now was for the coking coal price range. Between 2016 and 2021 we'd had a pretty solid \$100 - 200 range with a few spikes above this level with a large amount of contentrated volume between 140 and 180. With the market currently oversupplied but at a much higher level, we have seen a clear contango emerge this week between Q3 and Q1. This could back up that the new normal is the 200 -300 range as we've traded a low of 245 (for Sep) this week and a high of 295 on Q1. Today the market rallied after the hard sell off this week. This appears to be on China - Australia sentiment but there seems to be any real evidence to back this. But short covering is always likely to cause this to happen. Meanwhile the physical still remains well offered at the front with the potential for some cargos to roll into September.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at <u>freightinvestorservices.com</u>