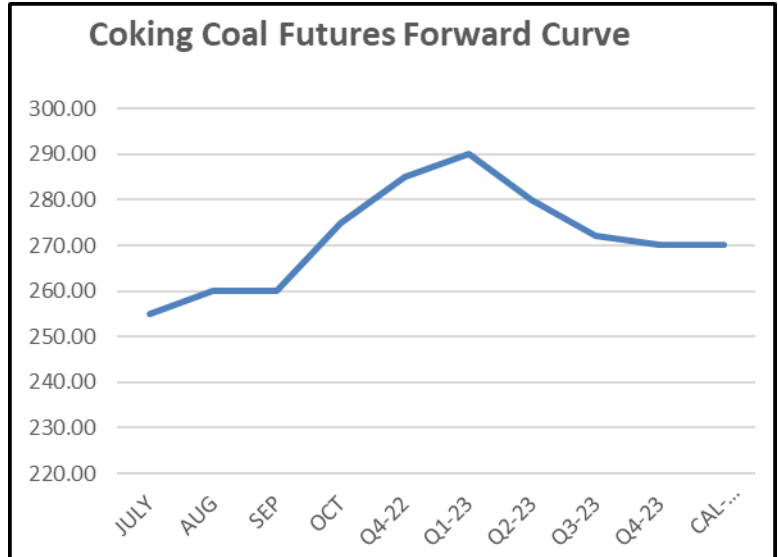


08/07/2022

DCE
Sep: 2180.5 down 100.50
Coking Coal Index
TSI PLV FOB unch at 258' mtd 278.83
CFR China unch at 388.50; mtd 390.42



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
OCT	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
<p>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 concentrated 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.</p>