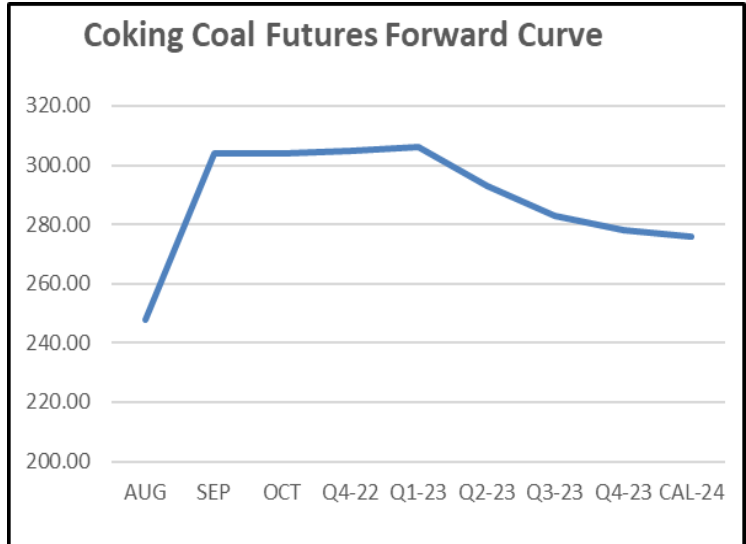


19/08/2022

DCE
Jan: 19009 up 23
Coking Coal Index
TSI FOB PLV up 3.0 at 271; mtd 226.79
CFR China down 6 at 281.50; mtd 291.11



TSI PLV FOB AUS Indicative Curve			
	BID	OFFER	VALUE
AUG	244.00	252.00	248.00
SEP	300.00	308.00	304.00
OCT	300.00	308.00	304.00
NOV	301.00	309.00	305.00
Q4-22	301.00	309.00	305.00
Q1-23	302.00	310.00	306.00
CAL-23	285.00	295.00	290.00
CAL-24	271.00	281.00	276.00

Today's Trades
Q4 trades 303 in 3kT/mth (3 x 1kT)
Q4/Q1 trades -1 (305/306) in 1kT/mth
Q1 trades 306 in 1kT
Dec-Feb vs Mar-May at 12.50 (305/292.50) in 1kT/mth
Sep trades 303 in 5kT
Q4 vs Q2 trades at +8.50 in 2kT/mth

Commentary

Today the futures market finally kicked into life following another quiet week on paper. Triggering the 300 level has understandably brought some sellers to the market. Q4 printing a few times at 303 followed by September also at this level. Q4/Q1 traded at -1 and so with Sep bid on we're finally seeing the contango erode and potentially move into a backwardated market. Again despite the strength in the index there were no bids seen for September (offered at 297) with buying interest for Oct onwards thought to be from traders rather than end users with the anticipation that buyer will continue to come back to the table. Recent buying from end users appearing to slow down above \$250. There's a fair chance selling interest would have appeared sooner but another strong surge this week in gas and thermal coal prices has almost certainly added fuel to this rally.