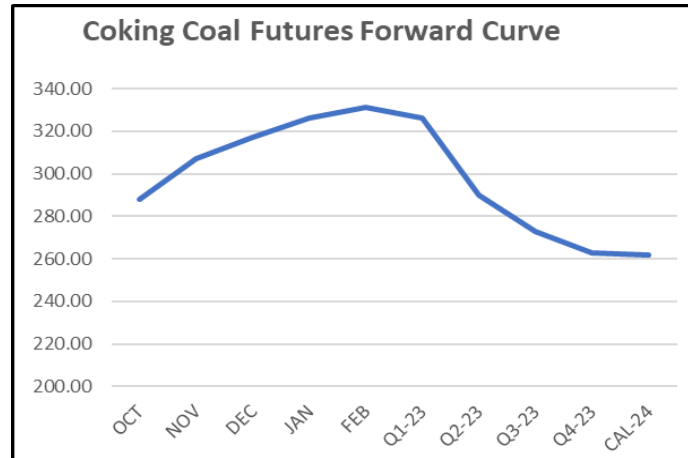


18/10/2022

DCE	
Jan: 2045	Down 23
Coking Coal Index	
TSI FOB PLV up 7.00 at 293.75; mtd 280.69	
CFR China unch at 307.00; mtd 307.5	



TSI PLV FOB AUS Indicative Curve			
	BID	OFFER	VALUE
OCT	285.00	291.00	288.00
NOV	304.00	310.00	307.00
DEC	314.00	320.00	317.00
JAN	323.00	329.00	326.00
FEB	328.00	334.00	331.00
Q4-22	301.00	307.00	304.00
Q1-23	323.00	329.00	326.00
CAL-23	284.00	292.00	288.00
CAL-24	258.00	266.00	262.00

Today's Trades
Q1 at 325 in 1kt/mth
Dec at 310 in 2kt
Cal23 at 288 in 0.5 kt/mth
Oct/Nov at -20 in 2kt
Oct at 288 in 3kt

### Commentary

The physical market moved higher today following a small trade which Platts reported. BHP concluded 30kt of PLV for late November at 288.25. This was some \$5-10 under paper and just a couple of dollars above the previous index, but futures were already motoring ahead. Q1 was paid at 325 and Dec at 310 when physical bids appeared and helped push the index up further still. Just before the index publication, October and November traded higher, with Oct at 288 meaning the index will need to rise above \$300 well before the end of the month. Weather and the disruption this could bring to production is the driving force, but all of this is going on as demand remains weak, and steel prices within Asia are well under \$600/tonne making negative margins with current coal and iron ore prices.