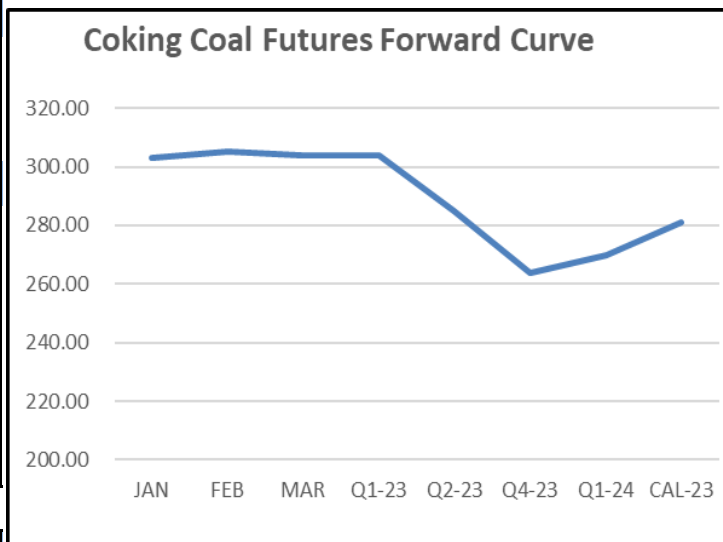


04/01/2023

DCE	
May:	1872.5 Down 20.5
Coking Coal Index	
TSI FOB PLV up 7.50 at 302.00; mtd 298.25	
CFR China unch at 315.00; mtd 315	



TSI PLV FOB AUS Indicative Curve			
	BID	OFFER	VALUE
JAN	301.00	305.00	303.00
FEB	303.00	307.00	305.00
MAR	302.00	306.00	304.00
MAR	302.00	306.00	304.00
Q1-23	302.00	306.00	304.00
Q2-23	283.00	287.00	285.00
Q3-23	269.00	273.00	271.00
CAL-23	278.00	284.00	281.00
CAL-24	261.00	267.00	264.00

Today's Trades
Feb at 300 in 2kt
Jan at 302 in 2kt
Jan at 300 in 1kt
Feb at 301 in 2kt
Feb at 299.50 in 5kt
Jan at 301 in 1kt
Jan vs Q2 at +18 in 3k vs 1kt/mth
Feb at 302 in 1kt

Commentary

We mentioned just before Christmas, the rumours around China and Australia were gaining traction. Today, news broke of a meeting the NDRC in China held regarding proposals to allow four major importers to make new coal purchases from Australia this year. So whilst nothing has yet been decided, it's certainly something concrete and leaves plenty of room for optimism. This may well explain the heightened level of futures activity yesterday. Today, futures reacted in a bullish way again, although a lack of keen selling meant volumes were smaller, with prices rising above the psychological \$300 level. There was one physical deal, with FEB PLV trading at \$302 for 35kt on the GC trading platform. The index moved accordingly. Both Jan and Feb traded up to 302 with Feb better bid as longs look to roll length. Q2 also making strong gains and trading 285.