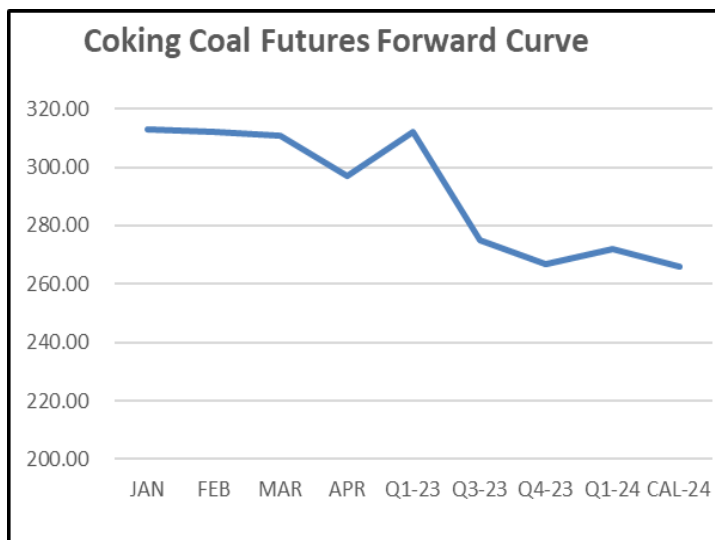


05/01/2023

| DCE |
|---|
| May: 1796 Down 76.5 |
| Coking Coal Index |
| TSI FOB PLV up 2.0 at 304.0; mtd 300.17 |
| CFR China DOWN 1.0 at 314.0; mtd 314.67 |



| TSI PLV FOB AUS Indicative Curve | | | |
|----------------------------------|--------|--------|--------|
| | BID | OFFER | VALUE |
| JAN | 311.00 | 315.00 | 313.00 |
| FEB | 310.00 | 314.00 | 312.00 |
| MAR | 309.00 | 313.00 | 311.00 |
| MAR | 309.00 | 313.00 | 311.00 |
| Q1-23 | 310.00 | 314.00 | 312.00 |
| Q2-23 | 288.00 | 292.00 | 290.00 |
| Q3-23 | 273.00 | 277.00 | 275.00 |
| CAL-23 | 283.00 | 289.00 | 286.00 |
| CAL-24 | 263.00 | 269.00 | 266.00 |

| Today's Trades |
|-------------------|
| Feb at 310 in 2kt |
| Feb at 308 in 1kt |
| Feb at 310 in 5kt |
| Feb at 314 in 5kt |
| Jan at 310 in 5kt |
| Jan at 315 in 2kt |
| Feb at 312 in 5kt |
| Feb at 312 in 1kt |

Commentary

Lacking sellers on the open, futures gapped up several dollars on the European open. Feb trading between 308 and 310 before pushing on to hit a high of 314 before retracing to 312. It was good to see that despite the recent bullish news there were still a number of counterparties willing to show offers. There were no reports of a concluded tender from BHP and just a \$2 gain in the index did help bring sellers back in to the market. Estimates from the China Coal Transportation and Distribution Association suggest Australian met coal imports into China this year could hit 15m tonnes. This would be slightly less than half of the annual imports in 2019 and 2020. This should mean that US prices will need to be more competitive to allow other major importers so move away from sourcing the same volumes of Australian coal this year.