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API2: STABILITY IN FUTURE

Decline in LNG prices as gas reservoir of EU is stocked up enough before winter, API2 September contract closed at $ 327, reduction of $ 6 WoW in the price. API2 contract of September month almost contracted by $ 50 from the beginning of the month. The contract was closed to $ 332.50 last week. September 2022 contract hit a high of $ 404 on 24th Aug 2022.

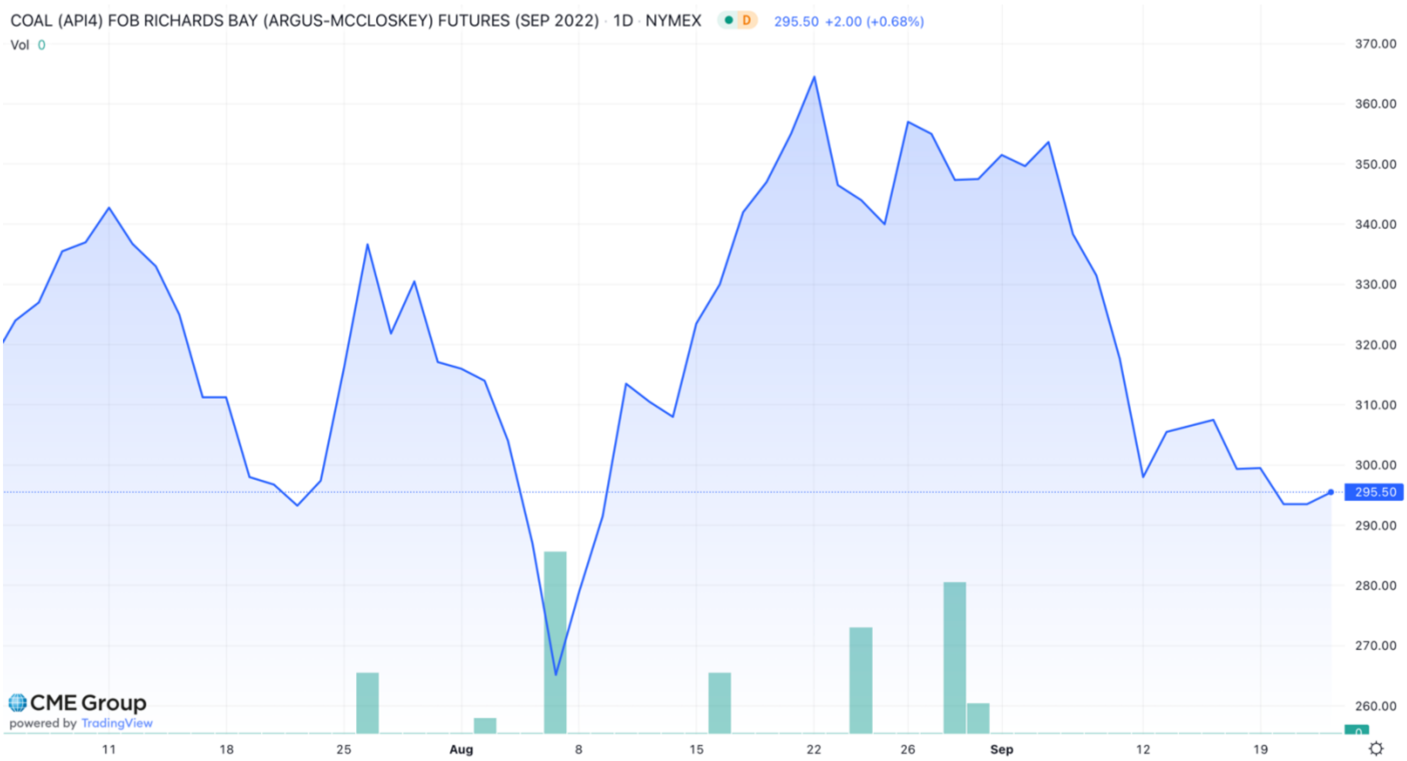
Apart from the expectation of increased supply of Russian gas and lower LNG prices due to stocked up, EU prices are declining as it is exploring other markets also such as Indonesia for its winter procurements.

Due to the high stocked up and poor demand in EU, October contract of API2 has also sawn a huge downward in last few days. October contract gained a lot during August month, but demand started getting weak in September. After the peak point in 6th September with price touched $ 380, contract corrected by almost $ 80 in the month.

October contract closed at $ 298.35 this week from $ 303.65 last week, $ 5 decrease week on week. October 2022 contract hit a high of $ 396 on 22nd Aug 2022 and a low at $ 92 on 31st Dec 2022.

API4(South African Coal): WEAK DEMAND, PRICE IS STABLE

Over the week prices of API4 contract which is benchmark of coal exported from South Africa's Richards bay staying stable. The contract closed with a weak note in last week of Sep 2022. Sep 2022 contract was closed at 295.50, further $ 4 Week on week reduction. September 2022 contract has touched above $ 374 on 8th Mar 2022 and low at $ 93 on 3rd Jan 2022.



SA coal prices are declining amid high competition from Russian coal in market. Russian coal is still offering the lowest price that is putting pressure on other coal prices. Demand for SA coal from EU is currently stable as gas reservoirs of EU are stocked up before winter that has declined the LNG prices. EU is exploring other markets also for coal procurement. Recently EU going for Indonesian coal for winter restocking and blending purpose.

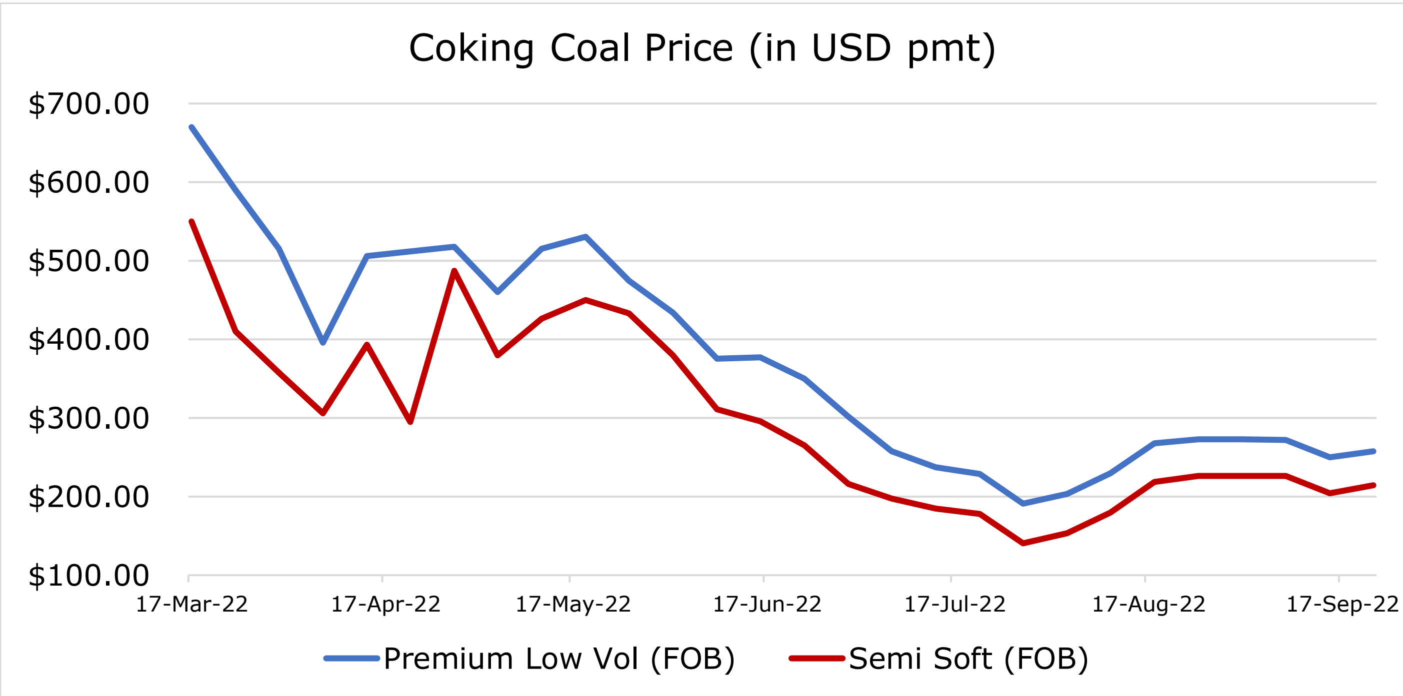
SA spot prices also experiencing the similar trend due to stated reasons. SA spot price corrected by almost $ 10 this week.

COKING COAL

FOB Australia price for premium low vol climbed up with the two trades done. The price quoted at $ 259 from the last week closing of $ 250.

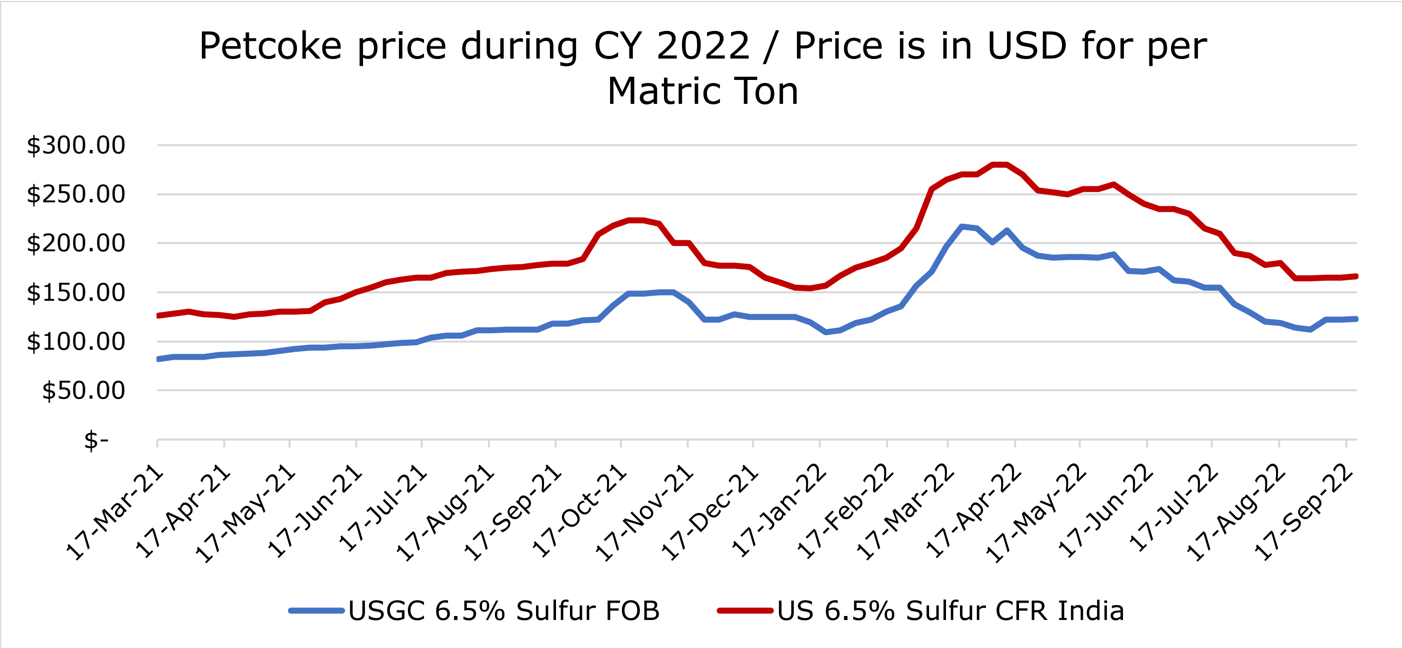
EU market was stable during the week and seaborn demand from China was also flat as buyers preferring domestic coal for the procurement ahead China's National Day golden week holiday. Demand from EU steel industry is weak as mill are idle due to the war. On the contrary, Met coal market is getting good demand from Indian steel mills as there is good growth of output in Indian steel industry.

Semi soft coking coal has also gained some momentum during the week. The FOB Australia prices closed at $ 214, rose by $ 10, compared to $ 204 of last week.



PETCOKE

Petcoke price has not moved from last week as market was quite. Demand from India is largely affected by extended monsoon. Price was stable at USD 165-170 CFR India for this week also.



WEEKLY AVG INTERNATIONAL PRICE

Grade	Price pmt								
	24-Sep-22	17-Sep-22	WoW Change	24-Aug-22	MoM Change	24-Sep-21	YoY Change	52 Week High	52 Week Low
FOB Richards Bay									
4800 NAR	$ 100.00	$ 100.00	0.00 %	$ 151.00	(33.77)%	$ 99.00	1.01 %	$ 320.00	$ 73.00
5500 NAR	$ 200.00	$ 200.00	0.00 %	$ 260.00	(23.08)%	$ 128.00	56.25 %	$ 385.00	$ 100.00
6000 NAR	$ 275.00	$ 275.00	0.00 %	$ 360.00	(23.61)%	$ 160.00	71.88 %	$ 420.00	$ 124.00
FOB Newcastle									
5500 NAR	$ 185.00	$ 185.00	0.00 %	$ 205.00	(9.76)%	$ 110.00	68.18 %	$ 280.00	$ 93.00
6000 NAR	$ 435.00	$ 435.00	0.00 %	$ 435.00	0.00 %	$ 180.00	141.67 %	$ 440.00	$ 152.00
FOB Indonesia									
6500 GAR	$ 265.00	$ 265.00	0.00 %	$ 250.00	6.00 %	$ 165.00	60.61 %	$ 308.00	$ 145.00
5800 GAR	$ 175.00	$ 175.00	0.00 %	$ 165.00	6.06 %	$ 152.00	15.13 %	$ 220.00	$ 120.00
5000 GAR	$ 126.00	$ 126.00	0.00 %	$ 110.00	14.55 %	$ 132.00	(4.55)%	$ 210.00	$ 93.00
4200 GAR	$ 89.00	$ 89.00	0.00 %	$ 78.00	14.10 %	$ 95.00	(6.32)%	$ 155.00	$ 58.00
CFR (SA Coal)									
4800 NAR	$ 120.00	$ 120.00	0.00 %	$ 173.00	(30.64)%	$ 129.00	(6.98)%	$ 343.00	$ 99.00
5500 NAR	$ 220.00	$ 220.00	0.00 %	$ 282.00	(21.99)%	$ 158.00	39.24 %	$ 408.00	$ 122.00
6000 NAR	$ 295.00	$ 295.00	0.00 %	$ 382.00	(22.77)%	$ 190.00	55.26 %	$ 443.00	$ 146.00
CFR (Aus Coal)									
5500 NAR	$ 205.00	$ 205.00	0.00 %	$ 226.00	(9.29)%	$ 141.00	45.39 %	$ 302.50	$ 116.00
6000 NAR	$ 455.00	$ 455.00	0.00 %	$ 456.00	(0.22)%	$ 211.00	115.64 %	$ 460.00	$ 172.00
CFR (Indonesia Coal)									
6500 GAR	$ 282.00	$ 282.00	0.00 %	$ 268.50	5.03 %	$ 189.00	49.21 %	$ 333.00	$ 165.00
5800 GAR	$ 192.00	$ 192.00	0.00 %	$ 183.50	4.63 %	$ 176.00	9.09 %	$ 245.00	$ 138.00
5000 GAR	$ 143.00	$ 143.00	0.00 %	$ 128.50	11.28 %	$ 156.00	(8.33)%	$ 235.00	$ 111.00
4200 GAR	$ 106.00	$ 106.00	0.00 %	$ 96.50	9.84 %	$ 119.00	(10.92)%	$ 180.00	$ 75.00
CFR (Rus Coal)									
5500 NAR	$ 160.00	$ 160.00	0.00 %	$ 165.00	(3.03)%			$ 250.00	$ 155.00
6000 NAR	$ 182.00	$ 182.00	0.00 %	$ 185.00	(1.62)%			$ 300.00	$ 175.00
CFR (USA Coal)									
6900 NAR	$ 270.00	$ 270.00	0.00 %	$ 310.00	(12.90)%	$ 190.00	42.11 %	$ 310.00	$ 170.00
USGC Petcoke									
	$ 173.00	$ 173.00	0.00 %	$ 175.00	(1.14)%	$ 179.00	(3.35)%	$ 290.00	$ 154.00
Saudi Petcoke									
	$ 165.00	$ 165.00	0.00 %	$ 170.00	(2.94)%	$ 176.00	(6.25)%	$ 280.00	$ 135.00

DOMESTIC COAL PRICE
(West Coast – India)

International price of coal and FOB Indonesia price have impacted on Indian market a lot in last 2 weeks. Indian retail market has increase price during this week, but not in line with international price. Demand is still weak and expected to grow in next 2-3 weeks. Indian small industry will start restocking after monsoon and also need additional stock for festival season in end October.

Grade	Price pmt / 00-50 MM / Ex-Plot Port				
	24-Sep-22	**17-Sep-22**	**Change**	**25-Aug-22**	**Change**
US Origin Coal from Tuna / Kandla (WCI)					
NAPP	₹ 21,700.00	₹ 21,600.00	0.46 %	₹ 21,000.00	3.33 %
ILB	₹ 19,400.00	₹ 19,100.00	1.57 %	₹ 19,000.00	2.11 %
Indonesian Origin Coal from Tuna / Kandla (WCI)					
5000 GAR	₹ 11,550.00	₹ 11,400.00	1.32 %	₹ 11,100.00	4.05 %
4200 GAR	₹ 9,400.00	₹ 9,100.00	3.30 %	₹ 8,700.00	8.05 %
3800 GAR	₹ 8,500.00	₹ 8,300.00	2.41 %	₹ 7,500.00	13.33 %
3400 GAR	₹ 7,100.00	₹ 7,000.00	1.43 %	₹ 6,300.00	12.70 %
Indonesian Origin Coal from Navlakhi (WCI)					
5000 GAR	₹ 11,500.00	₹ 11,500.00	0.00 %	₹ 11,100.00	3.60 %
4200 GAR	₹ 9,400.00	₹ 9,400.00	0.00 %	₹ 8,700.00	8.05 %
3800 GAR	₹ 8,500.00	₹ 8,300.00	2.41 %	₹ 7,600.00	11.84 %
3400 GAR	₹ 7,100.00	₹ 7,100.00	0.00 %	₹ 6,300.00	12.70 %
South African coal from Kandla (WCI)					
5500 NAR	₹ 17,500.00	₹ 17,500.00	0.00 %	₹ 18,000.00	(2.78)%
Russian coal from Kandla (WCI)					
6000 NAR	₹ 16,800.00	₹ 15,700.00	7.01 %	₹ 15,700.00	7.01 %

Grade / Sized	Price pmt / Screened Plant / Ex-Plot Screening Plant				
	24-Sep-22	**17-Sep-22**	**Change**	**25-Aug-22**	**Change**
3400 GAR					
00 - 06 MM	₹ 6,800.00	₹ 6,600.00	3.03 %	₹ 6,500.00	4.62 %
06 - 20 MM	₹ 8,800.00	₹ 8,700.00	1.15 %	₹ 8,000.00	10.00 %
20 - 50 MM	₹ 9,000.00	₹ 9,000.00	0.00 %	₹ 8,700.00	3.45 %
4200 GAR					
00 - 06 MM	₹ 8,500.00	₹ 8,500.00	0.00 %	₹ 8,500.00	0.00 %
06 - 20 MM	₹ 10,300.00	₹ 10,200.00	0.98 %	₹ 9,600.00	7.29 %
20 - 50 MM	₹ 10,400.00	₹ 10,400.00	0.00 %	₹ 9,900.00	5.05 %
5000 GAR					
00 - 06 MM	₹ 9,000.00	₹ 9,000.00	0.00 %	₹ 8,500.00	5.88 %
06 - 20 MM	₹ 14,700.00	₹ 14,700.00	0.00 %	₹ 14,000.00	5.00 %
20 - 50 MM	₹ 15,000.00	₹ 15,000.00	0.00 %	₹ 14,300.00	4.90 %