



WEEKLY PRICE UPDATE
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INTERNATIONAL FUTURE COAL PRICE

API2: NEGATIVE GAS PRICES COOL OFF COAL FUTURES

The API2 November contract experience a sharp drop in prices as the demand from the market is almost nil. The largest impact came from natural gas as spot prices of natural gas hit negative this week with near-full storage levels. Further with the full storage, a large amount of gas heading toward the EU. With no availability of storage, sellers are eager to sell the shipments. The EU for the short time shift to natural gas which reduces the coal demand. The condition is short-term as the EU's requirement is huge and storage is low. The low price is a result of limited storage and not because of low demand. Once the storage runs out the demand of natural gas will start escalating and so does the price.

There was no further demand for the material, and the stock is plenty for the upcoming winter. There have been reports of increasing lignite production in the area. In addition, the German cabinet approved a plan to restart idled brown coal capacity until the next summer to increase supplies as Russian gas shipments through the Nord Stream 1 pipeline came to a halt.

These improved conditions in the EU region have made the prices fall to seven month low of \$ 239.50 from its previous week's closing of \$ 256. The prices declined by \$ 16 WoW. The November 2022 contract hit a high of \$ 387 on 22nd Aug 2022 and a low of \$ 92 on 31st Dec 2021.



Following the same path, the December contract of API2 with a \$ 19 discount closed at \$ 237. Last week's closing price of the contract was \$ 256. The adequate stock at ARA and further plan to increase the coal supply in the region improved the prices evidently. The December 2022 contract hit a high of \$ 379 on 22nd Aug 2022 and a low of \$ 91 on 31st Dec 2021.



API4: PRICES HIT LOW DUE TO A DROP IN DEMAND

The future contract of South African coal exported from Richards bay formally known as API4 in the wake of low demand from the international market, especially from the EU and India, dropped to \$ 238 from \$ 252 last week. The prices of the API4 November contract decrease by \$ 14 WoW. The inquiries from the EU are fewer as stock at the port is sufficient and demand from the Indian market was quiet during the festive season. The overall low demand for SA coal hit the prices to four-month low.

The November 2022 contract touched above \$ 357 on 6th Sep 2022 and low at \$ 90 on 31st Dec 2021.





INTERNATIONAL COAL PRICE



THERMAL COAL

International thermal coal prices for CFR declining on the verge of muted demand from almost all major markets.

SA prices are declining to a great extent. Europe has made no queries about November or December's shipment. Due to minimal trading activity from Chinese buyers, low CV coal remains constant. The demand from the India market was also quiet for SA coal. This week, the SA 6000 NAR touched an eight-month low of \$ 241.

Indian buyers were on holiday and due to that, there was no concrete demand for any grade of coal. Chinese buyers also not showing up as expected for the purchase of Indonesian coal.

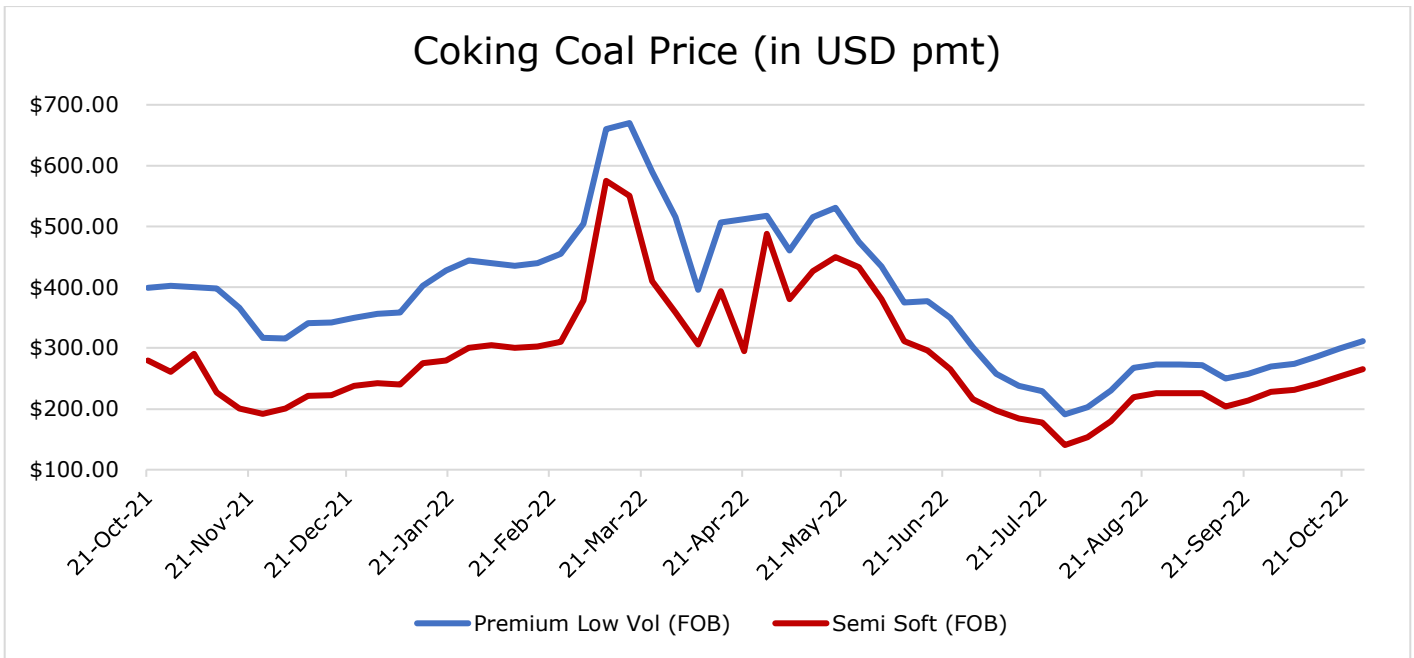
COKING COAL

The coking coal prices are edging high with the strong demand especially from the Indian buyers. The prices touch four-month high at \$ 311 from Australian PLV and \$ 265 for Aus Semi-soft coking coal. Last week the price of Aus PLV was \$ 299 and semi-soft was \$ 253.

The prices have hit high with good demand and few supply constraints with the wet season in Australia, but if the prices remain rangebound demand is expected to decline. The Indian steel industry is already facing higher fixed costs and a further increase in marginal cost would lead to an increase in its debt burden. Demand from other Asian countries such as Japan and South Korea is considerable with their steel mills making decent margins.

Chinese demand was less with lower steel output and margins. EU steel industry is also running at lower capacity due to less steel demand from the market.

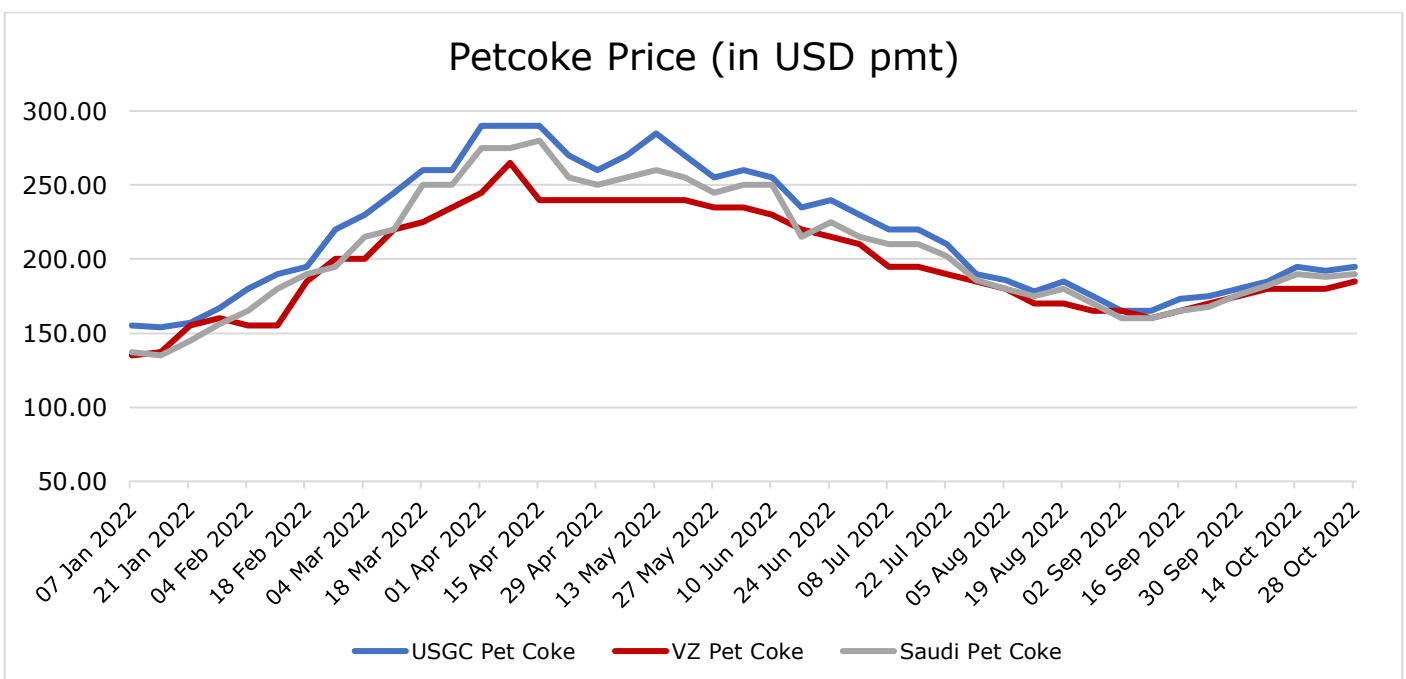
US High Vol coking coal prices increase by \$ 3-7 week on week. US low Vol HCC gains \$ 8 over a week.



PETCOKE

International prices of petcoke for CFR further increase to \$ 195 for USGC petcoke and \$ 190 for Saudi petcoke. After staying stable for the last three weeks, Venezuela-origin petcoke prices increases to three months high at \$ 185.

Considering the average price, the prices of petcoke is almost stable for the last three weeks with some minor changes due to India’s festival season. Over a weeklong holiday period, the market was calm. Prices for imported petcoke are steady due to the lack of demand.



WEEKLY AVG INTERNATIONAL PRICE

Grade	Price pmt								
	29-Oct-22	22-Oct-22	WoW Change	28-Sep-22	MoM Change	29-Oct-21	YoY Change	52 Week High	52 Week Low
FOB Richards Bay									
4800 NAR	\$ 98.00	\$ 112.00	(12.50)%	\$ 112.00	(12.50)%	\$ 133.00	(26.32)%	\$ 320.00	\$ 73.00
5500 NAR	\$ 143.00	\$ 155.00	(7.74)%	\$ 199.00	(28.14)%	\$ 170.00	(15.88)%	\$ 385.00	\$ 100.00
6000 NAR	\$ 220.00	\$ 245.00	(10.20)%	\$ 295.00	(25.42)%	\$ 205.00	7.32 %	\$ 420.00	\$ 124.00
FOB Newcastle									
5500 NAR	\$ 146.00	\$ 150.00	(2.67)%	\$ 170.00	(14.12)%	\$ 150.00	(2.67)%	\$ 280.00	\$ 93.00
6000 NAR	\$ 370.00	\$ 385.00	(3.90)%	\$ 410.00	(9.76)%	\$ 200.00	85.00 %	\$ 440.00	\$ 152.00
FOB Indonesia									
6500 GAR	\$ 245.00	\$ 250.00	(2.00)%	\$ 265.00	(7.55)%	\$ 215.00	13.95 %	\$ 308.00	\$ 145.00
5800 GAR	\$ 170.00	\$ 172.00	(1.16)%	\$ 182.00	(6.59)%	\$ 205.00	(17.07)%	\$ 220.00	\$ 120.00
5000 GAR	\$ 130.00	\$ 130.00	0.00 %	\$ 136.00	(4.41)%	\$ 190.00	(31.58)%	\$ 190.00	\$ 93.00
4200 GAR	\$ 92.50	\$ 92.00	0.54 %	\$ 95.00	(2.63)%	\$ 135.00	(31.48)%	\$ 135.00	\$ 58.00
CFR (SA Coal)									
4800 NAR	\$ 119.40	\$ 134.50	(11.23)%	\$ 133.00	(10.23)%	\$ 162.00	(26.30)%	\$ 343.00	\$ 99.00
5500 NAR	\$ 164.40	\$ 177.50	(7.38)%	\$ 220.00	(25.27)%	\$ 199.00	(17.39)%	\$ 408.00	\$ 122.00
6000 NAR	\$ 241.40	\$ 264.50	(8.73)%	\$ 316.00	(23.61)%	\$ 234.00	3.16 %	\$ 443.00	\$ 146.00
CFR (Aus Coal)									
5500 NAR	\$ 166.50	\$ 171.50	(2.92)%	\$ 190.00	(12.37)%	\$ 178.00	(6.46)%	\$ 302.50	\$ 116.00
6000 NAR	\$ 390.50	\$ 406.50	(3.94)%	\$ 430.00	(9.19)%	\$ 228.00	71.27 %	\$ 460.00	\$ 172.00
CFR (Indonesia Coal)									
6500 GAR	\$ 263.50	\$ 269.00	(2.04)%	\$ 282.00	(6.56)%	\$ 238.00	10.71 %	\$ 333.00	\$ 165.00
5800 GAR	\$ 188.50	\$ 191.00	(1.31)%	\$ 199.00	(5.28)%	\$ 228.00	(17.32)%	\$ 245.00	\$ 138.00
5000 GAR	\$ 148.50	\$ 149.00	(0.34)%	\$ 153.00	(2.94)%	\$ 213.00	(30.28)%	\$ 213.00	\$ 111.00
4200 GAR	\$ 111.00	\$ 111.00	0.00 %	\$ 112.00	(0.89)%	\$ 158.00	(29.75)%	\$ 158.00	\$ 75.00
CFR (Rus Coal)									
5500 NAR	\$ 160.00	\$ 160.00	0.00 %	\$ 162.00	(1.23)%			\$ 250.00	\$ 155.00
6000 NAR	\$ 190.00	\$ 185.00	2.70 %	\$ 188.00	1.06 %			\$ 300.00	\$ 175.00
CFR (USA Coal)									
6900 NAR	\$ 220.00	\$ 240.00	(8.33)%	\$ 260.00	(15.38)%	\$ 275.00	(20.00)%	\$ 310.00	\$ 170.00
Petcoke (CFR - India)									
US Origin (6.5% TS)	\$ 195.00	\$ 192.00	1.56 %	\$ 180.00	8.33 %	\$ 223.00	(12.56)%	\$ 290.00	\$ 154.00
VZ Origin (5.0% TS)	\$ 182.00	\$ 180.00	1.11 %	\$ 160.00	13.75 %			\$ 265.00	\$ 135.00
Saudi Origin (8.5% TS)	\$ 190.00	\$ 188.00	1.06 %	\$ 176.00	7.95 %	\$ 210.00	(9.52)%	\$ 280.00	\$ 135.00



DOMESTIC COAL PRICE

DOMESTIC COAL PRICE (West Coast – India)



The domestic prices for imported coal did not see much change and stayed almost stable. The whole week was occupied with India's festival season that hold back the industrial activities and demand for coal.

Grade	Price pmt / 00-50 MM / Ex-Plot Port				
	29-Oct-22	22-Oct-22	Change	29-Sep-22	Change
US Origin Coal from Tuna / Kandla (WCI)					
NAPP	₹ 19,600.00	₹ 20,000.00	(2.00)%	₹ 21,700.00	(9.68)%
ILB	₹ 18,600.00	₹ 18,600.00	0.00 %	₹ 19,400.00	(4.12)%
Indonesian Origin Coal from Tuna / Kandla (WCI)					
5000 GAR	₹ 10,800.00	₹ 10,800.00	0.00 %	₹ 11,550.00	(6.49)%
4200 GAR	₹ 8,700.00	₹ 8,800.00	(1.14)%	₹ 9,400.00	(7.45)%
3800 GAR	₹ 8,000.00	₹ 8,000.00	0.00 %	₹ 8,500.00	(5.88)%
3400 GAR	₹ 7,000.00	₹ 6,800.00	2.94 %	₹ 7,100.00	(1.41)%
Indonesian Origin Coal from Navlakhi (WCI)					
5000 GAR	₹ 10,900.00	₹ 10,800.00	0.93 %	₹ 11,500.00	(5.22)%
4200 GAR	₹ 9,000.00	₹ 8,900.00	1.12 %	₹ 9,400.00	(4.26)%
3800 GAR	₹ 8,200.00	₹ 8,000.00	2.50 %	₹ 8,500.00	(3.53)%
3400 GAR	₹ 7,100.00	₹ 7,000.00	1.43 %	₹ 7,100.00	0.00 %
South African coal from Kandla (WCI)					
5500 NAR	₹ 16,000.00	₹ 16,500.00	(3.03)%	₹ 17,500.00	(8.57)%
Russian coal from Kandla (WCI)					
6000 NAR	₹ 15,600.00	₹ 15,600.00	0.00 %	₹ 16,800.00	(7.14)%
Price pmt / Screened Plant / Ex-Plot Screening Plant					
Grade / Sized	29-Oct-22	22-Oct-22	Change	29-Sep-22	Change
3400 GAR					
00 - 06 MM	₹ 7,000.00	₹ 6,800.00	2.94 %	₹ 6,800.00	2.94 %
06 - 20 MM	₹ 8,600.00	₹ 8,600.00	0.00 %	₹ 8,800.00	(2.27)%
20 - 50 MM	₹ 8,700.00	₹ 8,200.00	6.10 %	₹ 9,000.00	(3.33)%
4200 GAR					
00 - 06 MM	₹ 8,600.00	₹ 8,500.00	1.18 %	₹ 8,500.00	1.18 %
06 - 20 MM	₹ 10,100.00	₹ 10,000.00	1.00 %	₹ 10,300.00	(1.94)%
20 - 50 MM	₹ 10,300.00	₹ 10,100.00	1.98 %	₹ 10,400.00	(0.96)%
5000 GAR					
00 - 06 MM	₹ 9,100.00	₹ 9,000.00	1.11 %	₹ 9,000.00	1.11 %
06 - 20 MM	₹ 14,200.00	₹ 14,100.00	0.71 %	₹ 14,700.00	(3.40)%
20 - 50 MM	₹ 14,400.00	₹ 14,300.00	0.70 %	₹ 15,000.00	(4.00)%



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