



**PETROVIETNAM OIL & GAS GROUP**  
**PETROVIETNAM POWER CORPORATION**  
**DAILY NEWS**

19/05/2017

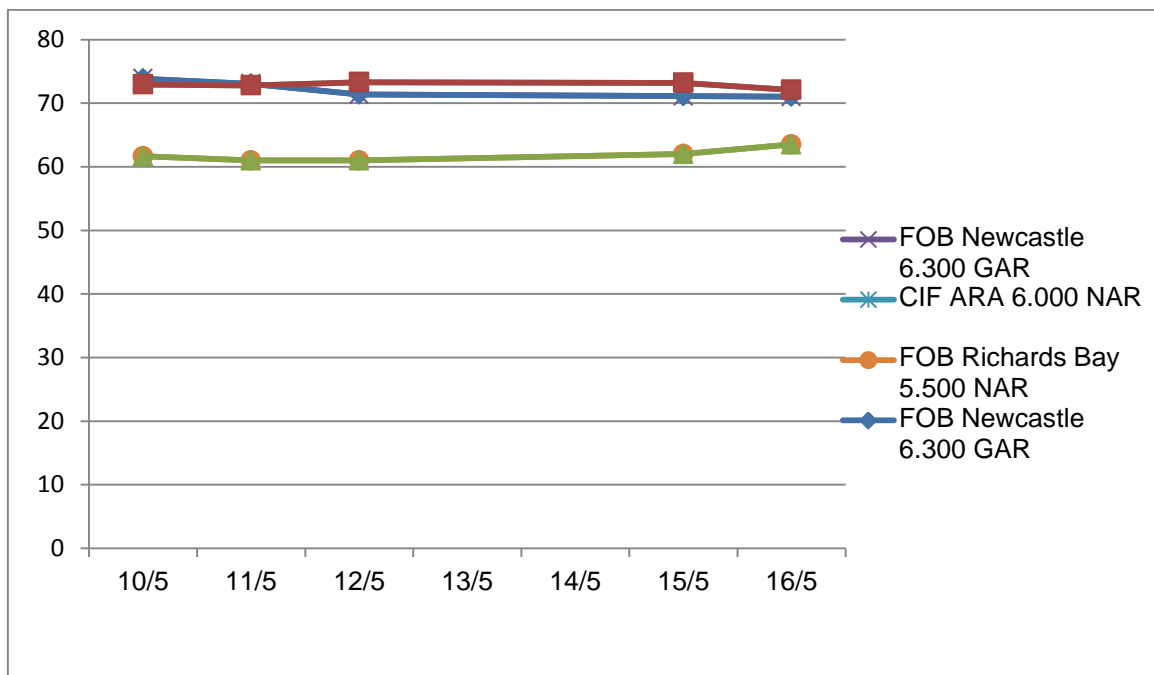
**INTERNATIONAL COAL PRICE ASSESSMENTS**

*Unit: USD/ton*

Daily prompt physical thermal coal assessments	Window 7 – 45 day	+/-	Window 90 - day	+/-
FOB Newcastle 6.300 GAR	71,00	- 0,10	72,10	+ 0,45
CIF ARA 6.000 NAR	72,10	- 1,10	71,25	- 0,20
FOB Richards Bay 5.500 NAR	63,50	+ 1,50	N/A	N/A
FOB Kalimantan 5.900 GAR	N/A	N/A	69,00	+ 0,00
FOB Kalimantan 5.000 GAR	N/A	N/A	53,50	+ 0,00

China Coal Assessment	USD/tons	+/-	NDT/tons	+/-
PCC6 (CFR South China 3.800 NAR)	42,20	- 0,50	289,68	- 3,67
PCC7 (CFR South China 4.700 NAR)	60,00	- 0,40	411,87	- 3,08
PCC8 (CFR South China 5.500 NAR)	70,50	- 0,70	483,95	- 5,20

**DAILY PROMPT PHYSICAL THERMAL COAL ASSESSMENTS IN 2017**



*(Source: Platts Coal Trader International – Date 16/05/2017)*

## **NEWS**

### **Colombia's mining sector could receive \$1.5bn/y over 5 years**

Mining could become Colombia's economic growth engine with investments of at least \$1.5-billion a year over the next five years if the government guarantees legal certainty to businesses, the industry's top representative said on Tuesday. Major mining companies are urging the government to better regulate public consultations and votes on mining projects, arguing that legal uncertainty is the industry's biggest challenge. "If we get the investment conditions we want, as an association and as an industry, we could again bring in between \$1.5-billion and \$1.7-billion a year, for a five-year investment of \$7.5-billion," Santiago Angel, head of the Colombian Mining Association, told Reuters. "This is an industry that in its best years brought between \$2.5-billion and \$3-billion a year. Unfortunately, 2015 and especially 2016 were very bad years for attracting investment – we fell to close to zero," he said.

Colombia's biggest mining sectors are in coal and gold. The biggest coal companies are Drummond, Glencore, Murray Energy, Colombia Natural Resources, and Cerrejon, which is jointly owned by BHP Billiton, Anglo American and Glencore. The economy grew 2% in 2016, a slowdown from the previous year, and the mining sector fell the most with a contraction of 6.5%, according to the government's statistics department. Companies in the mining sector complain about a lack of clarity during required meetings with communities over mining projects, as well as the slow pace of environmental licencing. There have also been frequent protests that block exploration operations and production.

(Source: <http://www.miningweekly.com>)

### **The Ukrainian Parliament implements licencing of export of anthracite coal**

The Verkhovna Rada of Ukraine made a decision to license the export of the anthracite coal from Ukraine. The relevant decree was worked out to execute RNBO's decision from February 16, 2017, as press service of the Ministry of Economic Development and Trade of Ukraine reports. The document aims to guarantee the balance in the inner market, prevent the uncontrolled export of the anthracite coal and provide the Ukrainian energy generating plants by anthracite in the full extent. The license will be given on agreement of the Ministry of Energetics and Coal Industry. The agreement will be carried out without involving of the enterprise in accordance with interdepartmental information exchange.

(Source: <http://112.international>)

### **Sellers lower offers to chase china bids**

Australian and Indonesian cargo shippers and traders moved their offer prices down a notch in Wednesday's trading session as Chinese buyers drastically lowered their purchase prices, said market sources. Domestic thermal coal prices have undergone a steep correction, tumbling Yuan 100/mt (\$14.50/mt) since mid-March to levels last seen in September 2016, leading to a sharp decline in import prices for China. Offer prices for June-laycan Capesize cargoes of high-ash thermal coal from Australian coal producers were heard as low as \$60/mt FOB Newcastle, basis 5,500 kcal/kg NAR, down \$2 day on day, according to Chinese traders. A Singapore-based trader offering Australian 5,500 kcal/kg NAR coal at \$72/mt CFR South China, said the spot price had dipped to \$70/mt.

In the Newcastle 6,000 kcal/kg NAR market, a 25,000 mt parcel for July loading traded at \$74.25/mt FOB on globalCOAL, and down from a trade at \$80/mt on April 24. Japan's spot market has been quiet in May following some earlier tender interest from one or two larger Japanese power utilities, sources said. Only one Japanese general industry coal buyer, Daio Paper, has been sighted in the spot Newcastle market in the past week, but sources said it was merely checking on price levels and had yet to issue a firm purchase tender.

(Source: *Platts*)

## Physical buoys South African swaps

South African swaps moved higher as spot prices and NAR 6,000 kcal/kg Australian paper prices rose. The API 4 prompt month and July contracts gained by \$1.45/t and \$1.5/t day on day to settle at \$75.45/t và \$75.8/t, respectively. South African swaps increased — tracking higher physical prices. Argus assessed the fob Richards Bay (RB) daily index at \$72.47/t, up by \$1.59/t on the day — the widest day on day gain since 4 April. One 50,000t cargo changed hands for July-loading at \$73/t fob RB, around a \$1.30/t discount to swaps. The deal was 83¢/t above the previous session's midpoint of best bid and offer. API 4 contracts moved in tandem with higher CV fob Newcastle paper prices. Newcastle June and July swaps climbed by \$1.15/t and \$1.10/t from yesterday to conclude around \$72.75/t and \$72.60/t, respectively.

(Source: Argus)

## **INTERNATIONAL SPOT DRY BULK FREIGHT ASSESSMENTS**

Size	From	To	Freight rates	Change
<b>Capesize</b>	Australia	China	6,85	- 0,10
(150.000 tons)	Queensland	Japan	8,00	- 0,10
	New South Wales	South Korea	8,15	- 0,10
<b>Panamax</b>	Richards Bay	India West	10,70	+ 0,00
(70.000 tons)	Kalimantan	India West	6,55	- 0,30
	Richards Bay	India East	11,00	+ 0,00
	Kalimantan	India East	5,55	- 0,30
	Australia	China	8,75	- 0,05
	Australia	India	10,65	- 0,10

(Source: Platts Coal Trader International – Date 16/05/2017)