



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

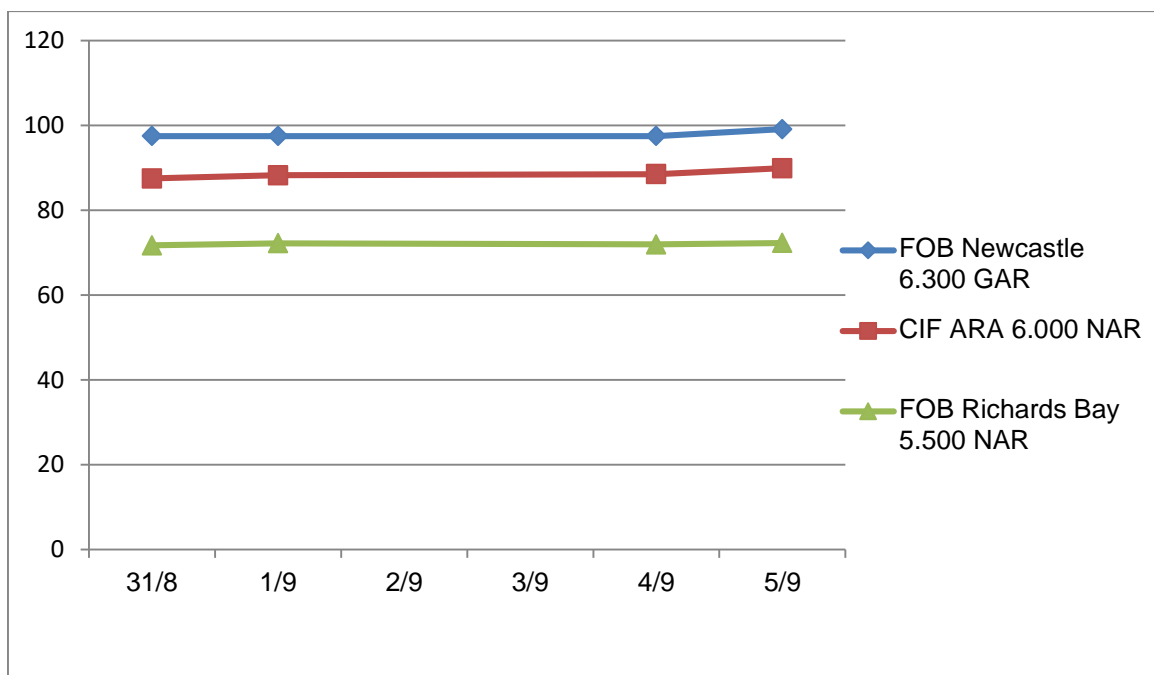
Date 12/09/2017

**INTERNATIONAL COAL PRICE ASSESSMENTS**

Daily prompt physical thermal coal assessments	Window 7 – 45 day	+/-	Window 90 - day	+/-
FOB Newcastle 6,300 GAR	99.10	+1.60	97.60	+1.60
CIF ARA 6,000 NAR	89.90	+1.40	89.20	+0.90
FOB Richards Bay 5,500 NAR	72.30	+0.35	N/A	N/A
FOB Kalimantan 5,900 GAR	N/A	N/A	77.00	+0.50
FOB Kalimantan 5,000 GAR	N/A	N/A	62.50	+0.50

China Coal Assessment	USD/tons	+/-	NDT/tons	+/-
PCC6 (CFR South China 3,800 NAR)	50.50	+0.00	329.45	+1.53
PCC7 (CFR South China 4,700 NAR)	68.30	+0.10	445.58	+2.73
PCC8 (CFR South China 5,500 NAR)	82.75	+0.25	539.85	+4.14

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



(Source: Platts Coal Trader International – Date 05/09/2017)

## **NEWS**

### **Indian Railways' April-August coal movement falls marginally on year**

State-run carrier Indian Railways carried 215.86 million mt coal over April-August, down marginally by 0.3% from the same period a year ago, according to the latest data from the Directorate of Statistics and Economics. Of the total quantity transported by Indian Railways in the first five months of the current fiscal year 2017-18, 179.89 million mt was domestic coal, down 0.6% year on year, while 35.97 million mt consisted of imported coal, up almost 1% from the year-ago period. Domestic coal shipments transported to thermal power houses fell 32% to 89.56 million mt during April-August while imported coal shipments stood at 6.95 million mt, up 69% year on year, the data showed. Domestic coal supply to steel mills during the period under review was at 6.71 million mt, down 6% from a year ago, while imported coal volumes grew 23% to 15.82 million mt. The data showed domestic coal deliveries to other users jumping 107% to 83.50 million mt while imported coal deliveries fell 29% year on year to 13.20 million mt. Coal contributes to around 50% share in the overall freight traffic of Indian Railways. On a monthly basis, the railways carried 42.07 million mt of coal during August, up 6% from the same month a year ago.

### **China domestic thermal coal supply likely to remain tight amid safety checks**

China's supply of spot domestic thermal coal might remain constrained in the coming months due to mine safety checks and government policies, Citi analysts said in a note Tuesday. "Global thermal and coking coal prices are experiencing their third spike in the past 12 months due to supply tightness in the Chinese market," the analysts said. Coal production in China, particularly in Shanxi province, has continually faced challenges from safety inspections this year, Citi said. China's thermal coal market could see a persisting tight balance for longer due to a combination of robust demand, tepid supply and restocking, the analysts said. In late August, the government announced the start of a new round of safety inspections across industries following a coal mine accident in Shanxi province in which four lives were lost. Citi analysts said they expected mounting pressure on safety inspections on commodities output to be sustained through the second half of 2017. Supply constraints have coincided with robust thermal coal demand so far this year, with July thermal power generation setting records, the analysts noted. From January to July, total electricity generation rose 6.8% on the year, while raw coal production has increased 5.4% during the same period, according to data from the National Bureau of Statistics.

*(Source: Platts)*

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

<b>Size</b>	<b>From</b>	<b>To</b>	<b>Freight rates</b>	<b>Change</b>
<b>Capesize</b> (150,000 tons)	Australia	China	8.80	+0.30
	Queensland	Japan	9.60	+0.30
	New South Wales	South Korea	9.85	+0.30
<b>Panamax</b> (70,000 tons)	Richards Bay	India West	12.00	+0.35
	Kalimantan	India West	8.05	+0.15
	Richards Bay	India East	12.35	+0.35
	Kalimantan	India East	6.95	+0.10
	Australia	China	11.25	+0.80
	Australia	India	12.90	+1.20

*(Source: Platts Coal Trader International – Date 05/09/2017)*