



PETROVIETNAM OIL & GAS GROUP
PETROVIETNAM POWER CORPORATION
DAILY NEWS

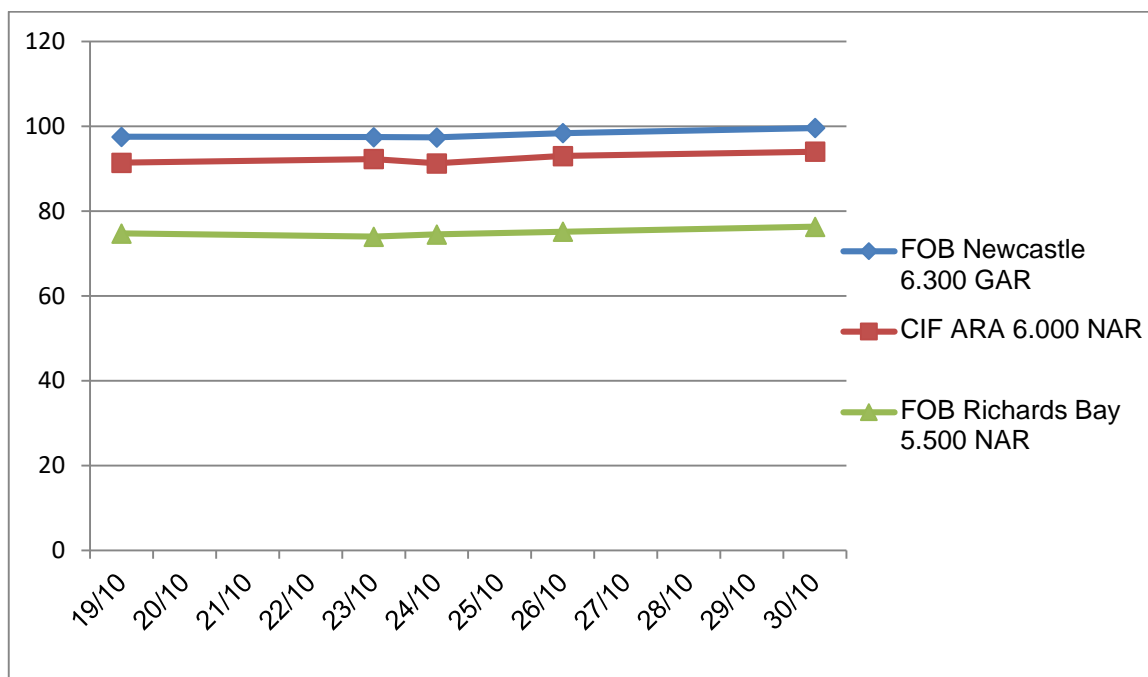
Date 31/10/2017

INTERNATIONAL COAL PRICE ASSESSMENTS

Daily prompt physical thermal coal assessments	Window 7 – 45 day	+/-	Window 90 - day	+/-
FOB Newcastle 6,300 GAR	99.60	+1.10	99.20	+0.80
CIF ARA 6,000 NAR	94.00	+0.85	93.70	+0.85
FOB Richards Bay 5,500 NAR	76.30	+0.60	N/A	N/A
FOB Kalimantan 5,900 GAR	N/A	N/A	82.90	+0.00
FOB Kalimantan 5,000 GAR	N/A	N/A	65.75	+0.00

China Coal Assessment	USD/tons	+/-	NDT/tons	+/-
PCC6 (CFR South China 3,800 NAR)	54.05	+0.50	418.72	-4.21
PCC7 (CFR South China 4,700 NAR)	74.60	+0.00	577.92	-0.46
PCC8 (CFR South China 5,500 NAR)	88.00	-0.25	681.72	-2.48

DAILY PROMPT PHYSICAL THERMAL COAL ASSESSMENTS IN 2017



(Source: Platts Coal Trader International – Date 30/10/2017)

NEWS

China imports 500,000 tons of North Korean coal in September

China imported 509,000 tons of coal from North Korea last month, raising doubts about its implementation of U.N. sanctions over Pyongyang's nuclear and missile programs, Voice of America (VOA) reported Tuesday. VOA's Korean Service said China bought US\$44 million of coal from the North in September, citing data from the Korea International Trade Association. In August, the Chinese Commerce Ministry announced a plan to ban the imports of coal and seafood from the country in line with the Aug. 14 U.N. sanctions on North Korea. China would allow any cargo that is already at port to clear customs as usual before the U.N. sanctions came into force on Sept. 5, it added. Anthony Ruggiero, an expert at the Foundation for Defense of Democracies, told VOA that China's continuous imports from the North gives rise to doubts about Beijing's overall approach to sanctions against North Korea.

Coal production in 3Q17 as expected for Glencore

Glencore reported coal production of 91 million t for 3Q17, indicating this was in line with the comparable period, as expected increases from productivity improvements and Glencore's higher equity share in certain mines were offset by the impacts of industrial action in New South Wales and unusually heavy rainfall in Colombia.

Australian metallurgical coal production totalled 4.5 million t, which was 0.9 million t (25%) ahead of the comparable period. Glencore reported this was affected by geological issues at Oaky Creek. The restart of the Integra mine contributed 0.4 million t.

Australian thermal and semi-soft coal production was 45.5 million t and was in line with the comparable period, as expected increases from the higher equity ownership of the Newlands and Collinsville mines, productivity increases in 1H17 and the ramp-up of Rolleston, were offset by planned mine closures and the impact of industrial action in New South Wales.

Glencore's South African thermal coal production came in at 21.6 million t. The company indicated this was in line with the comparable period as stronger operating performances at Tweefontein and Goedgedonden were offset by planned smaller mine closures. Prodeco production of 11.7 million t was 1.3 million t below the comparable period, mainly relating to the impact of unusually heavy rainfall in the region in Q2 and Q3. Cerrejón produced 7.7 million t, which was in line with the comparable period, as the easement of restrictions related to dust emissions in 2016, was offset by disruption related to heavy rainfall.

Pacific National coal train crew poised for second 48-hour strike

Hundreds of Pacific National train workers are poised to strike for 48 hours at the weekend after talks with the Australian coal haulage company stalled, said the Australian Rail, Tram and Bus Union, Friday. The industrial action is planned to start at 12:00 pm (0000 GMT) Saturday, and will be the second 48-hour strike to hit coal train services used by New South Wales coal producers to deliver export cargoes to the port of Newcastle and Port Kembla after Pacific National rail workers stopped work last weekend.

The RTBU said it had decided to go ahead with the strike this weekend after negotiations with Pacific National on a new collective agreement for its New South Wales business unit failed to make progress this week. Alex Claassens, the union's New South Wales secretary, said: "In a Fair Work Commission conciliation this week, the company unfortunately halted bargaining again — leaving workers and their families in limbo yet again."

As a sign of its good faith, the RTBU has advised the Australian workplace relations agency that any plans for further industrial action would be deferred for two weeks, from 12:00 pm Monday, on one condition. The condition is that the company agrees to a suggestion from the Fair Work Commission to divide future negotiations with the union into three groups, namely, common employment conditions, bulk rail issues, and coal rail issues. "It suggests that these groups should meet either simultaneously, or as close together as possible, and that the bulk and coal conditions are not combined, but sit behind a common section in a combined enterprise agreement," said the

union in a statement. The union said it was hopeful that Pacific National would return to the negotiating table and negotiate a fair and reasonable agreement that ensures workers' pay, conditions and job security are protected.

(Source: Platts)

INTERNATIONAL SPOT DRY BULK FREIGHT ASSESSMENTS

Unit: USD/ton

Size	From	To	Freight rates	Change
Capesize (150,000 tons)	Australia	China	9.50	-0.25
	Queensland	Japan	11.00	-0.25
	New South Wales	South Korea	11.35	-0.25
Panamax (70,000 tons)	Richards Bay	India West	12.80	+0.00
	Kalimantan	India West	9.40	-0.10
	Richards Bay	India East	13.30	+0.00
	Kalimantan	India East	8.15	-0.10
	Australia	China	12.40	+0.00
	Australia	India	14.10	+0.00

(Source: Platts Coal Trader International – Date 30/10/2017)