



**PETROVIETNAM POWER CORPORATION**  
**PETROVIETNAM POWER COAL IMPORT AND SUPPLY COMPANY**  
**DAILY NEWS**

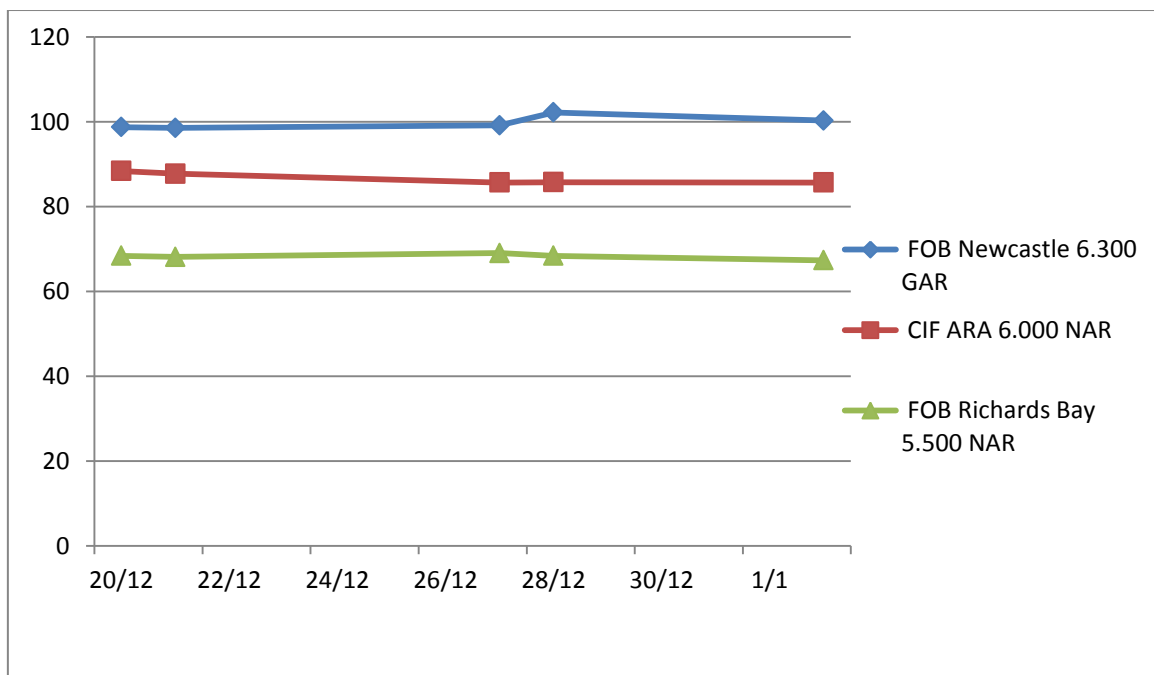
Date 10/01/2019

**INTERNATIONAL COAL PRICE ASSESSMENTS**

Daily prompt physical thermal coal assessments	Window 7 – 45 day	+/-	Window 90 - day	+/-
FOB Newcastle 6,300 GAR	100.30	-1.90	N/A	N/A
CIF ARA 6,000 NAR	85.70	-0.05	N/A	N/A
FOB Richards Bay 5,500 NAR	67.35	-1.05	N/A	N/A
FOB Kalimantan 5,900 GAR	N/A	N/A	68.00	+0.00
FOB Kalimantan 5,000 GAR	N/A	N/A	46.00	+0.00

China Coal Assessment	USD/tons	+/-	NDT/tons	+/-
PCC6 (CFR South China 3,800 NAR)	38.10	+0.00	260.13	-0.05
PCC7 (CFR South China 4,700 NAR)	53.60	+0.00	365.96	-0.06
PCC8 (CFR South China 5,500 NAR)	70.00	+0.00	477.93	-0.09

**DAILY PROMPT PHYSICAL THERMAL COAL ASSESSMENTS IN 2019**



*(Source: Platts Coal Trader International – Date 2/1/2019)*

## **NEWS**

### **Australia's DBCT coal terminal sees loading issues as Queensland weathers ex cyclone**

Australia's coal industry seems to have so-far largely escaped any major impacts related to Ex-Tropical Cyclone Penny which is moving along the Queensland coast and the only issue to date being some vessel loading problems at the Dalrymple Bay Coal Terminal, market sources said Wednesday. Vessel loading issues at the common-user 85 million mt/year nameplate capacity DBCT happened on Tuesday, while train arrivals to the terminal were not affected, a source said Wednesday. Exports throughput at DBCT fell from 214,597 mt on Monday to 97,334 mt on Tuesday against a daily target of 224,854 mt, according to Integrated Logistics Company data for the terminal. Rail deliveries to the terminal were 241,249 mt on Monday, and 201,207 mt on Tuesday with port stocks at midnight local time Tuesday standing at 891,600 mt and a vessel queue of 24, it said.

Ex-Tropical Cyclone Penny was hovering over the tropical east coast of Queensland, near Gloucester Island east of Bowen Wednesday morning, Australia's Bureau of Meteorology said. "Penny is forecast to adopt a track towards the northwest during today and remains a very low chance of reforming into a tropical cyclone in the Coral Sea," it said. "Heavy rain remains a risk about coastal and adjacent inland areas north of Mackay during today," it said, noting that a severe weather warning is current and that a flood watch is in place for coastal catchments between Gladstone and Cape Tribulation extending inland over parts of the Central Highlands and Coalfields.

A spokesman for BHP said Wednesday that the neighboring terminal to DBCT, the 55 million mt/year nameplate Hay Point Coal Terminal is operating as normal. "There's been some rain in the region overnight that is related to Penny, but nothing major," he said. The BHP Mitsubishi Alliance, owned 50:50 by BHP and Mitsubishi Development, owns and operates HPCT. A spokeswoman for Adani, which owns the 50 million mt/year nameplate Abbot Point Coal Terminal said that it had experienced no impact and did not expect to. The Gladstone Ports Corporation were not available for immediate comment. A spokesman for rail operator Aurizon said Wednesday that the Central Queensland Coal Network remains open and operational. "We will continue to monitor ex TC Penny," he added.

### **Vinacomin asked to ensure coal supply, enhance quality**

Deputy Prime Minister Trinh Dinh Dung asked the Viet Nam National Coal – Mineral Industries Holding Corporation Limited (Vinacomin) to ensure sufficient coal supply and seek measures to improve coal quality in 2019. Speaking at Vinacomin's conference on Wednesday to review 2018 business results and develop orientations for 2019, Dung said that coal demand was increasing, especially for power generation, which was estimated at 58 million tonnes this year, 90 million tonnes in 2025 and 130 million tonnes in 2030. "Vinacomin must strive to ensure enough coal supply for socio-economic development," Dung said. In addition, focus must be placed on improving coal quality through applying modern technologies in production as well as on protecting the environment, Dung said. He also urged Vinacomin to improve the efficiency of its bauxite projects with focus on environmental protection and promoting local socio-economic development.

Vinacomin's general director Dang Thanh Hai said that as coal production was more difficult, the company this year would renovate production technology, strengthen automation to ensure labour safety, improve productivity, reduce cost and enhance product competitiveness for sustainable growth. In 2019, Vinacomin targeted to reach a production output of 40 million tonnes, revenue of VND128 trillion (US\$5.6 billion) and average monthly salary of VND11.3 million, from VND10.8 million in 2018. It estimated total coal consumption demand at 42 million tonnes in 2019. Vinacomin's report showed that the company achieved positive business results in 2018 with all indicators exceeding the targets. Coal production in 2018 reached 35.96 million tonnes, equivalent to 107 per cent of the target for the full year. Sales of coal in the domestic market were estimated at 38.7 million tonnes while exports totalled 1.8 million tonnes.

Aluminium production was at VND1.31 million tonnes, 170,000 tonnes higher than 2017. Vinacomin's electricity output totalled 9.4 billion kWh, accounting for nearly 5 per cent of the country's total electricity output. Vinacomin earned VND121.7 trillion revenue in 2018, seven per cent higher than the target. Its export revenue was estimated at \$780 million, 36 per cent higher than the target. Its profit in 2018 doubled the target to reach VND4 trillion and VND1 trillion higher than 2017. Vinacomin contributed VND16 trillion to the State budget last year. The company also focused on restructuring in 2018, collecting VND235.9 billion from divesting out of non-core businesses.

### **Australia's North Queensland registers record year for coal exports in 2018**

Australia's North Queensland shipped more coal than ever before in 2018, data released by the North Queensland Bulk Ports Corporation said Wednesday. The Pacific Rim region, via its three terminals, Dalrymple Bay, Hay Point and Abbot Point, exported 148.20 million mt of coal during the year, up 10% from 134.85 million mt in 2017 and surpassed the previous high of 144.19 million mt in 2016, figures collected from NQBP showed. The data does not show the breakdown of metallurgical and thermal coal, but the majority of it is the former. North Queensland is Australia's biggest metallurgical coal producing and exporting region and Australia itself is the world's largest exporter of the product - having shipped 54% of all world exports in 2017.

"Australia will comfortably remain the largest exporter of metallurgical coal, accounting for a forecast 57% of the seaborne market in 2020. However, this represents a decline from Australia's share in the pre-Cyclone Debbie period (60% in 2016), with Canada, Russia and Mozambique all forecast to increase their exports," Australia's chief economist's Resources and Energy Quarterly report said late last month.

*(Source: www.spglobal.com)*

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

<i>Unit: USD/ton</i>				
<b>Size</b>	<b>From</b>	<b>To</b>	<b>Freight rates</b>	<b>Change</b>
<b>Capesize</b> (150.000 tons)	Australia	China	8.25	+0.05
	Queensland	Japan	9.30	+0.05
	New South Wales	South Korea	10.15	+0.05
<b>Panamax</b> (70.000 tons)	Richards Bay	India West	12.70	+0.00
	Kalimantan	India West	8.50	+0.00
	Richards Bay	India East	12.90	+0.00
	Kalimantan	India East	7.10	+0.00
	Australia	China	11.35	+0.00
	Australia	India	12.40	+0.00

*(Source: Platts Coal Trader International – Date 2/1/2019)*