



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

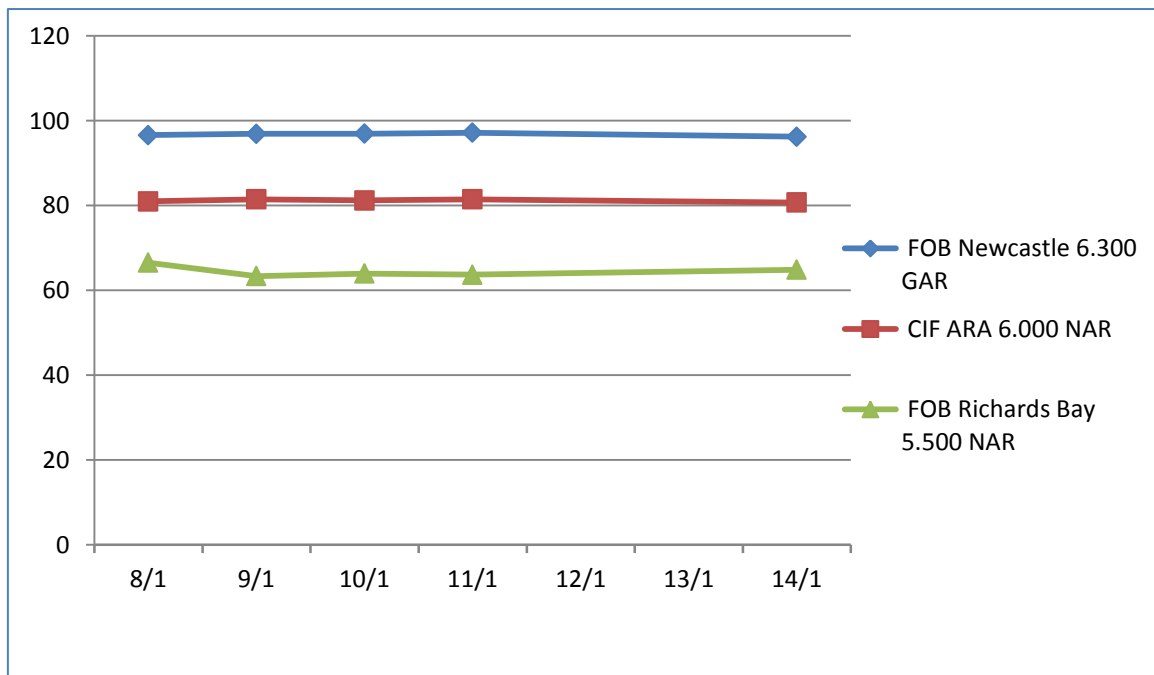
Date 16/01/2019

INTERNATIONAL COAL PRICE ASSESSMENTS

Daily prompt physical thermal coal assessments	Window 7 – 45 day	+/-	Window 90 - day	+/-
FOB Newcastle 6,300 GAR	96.90	+0.30	N/A	N/A
CIF ARA 6,000 NAR	81.45	+0.50	N/A	N/A
FOB Richards Bay 5,500 NAR	63.35	+0.75	N/A	N/A
FOB Kalimantan 5,900 GAR	N/A	N/A	68.40	+0.10
FOB Kalimantan 5,000 GAR	N/A	N/A	46.90	+0.20

China Coal Assessment	USD/tons	+/-	NDT/tons	+/-
PCC6 (CFR South China 3,800 NAR)	38.70	+0.10	263.19	-0.32
PCC7 (CFR South China 4,700 NAR)	54.35	+0.10	369.63	-0.72
PCC8 (CFR South China 5,500 NAR)	71.00	+0.00	482.86	-1.84

DAILY PROMPT PHYSICAL THERMAL COAL ASSESSMENTS IN 2019



(Source: Platts Coal Trader International – Date 14/1/2019)

NEWS

Indian thermal coal buyers return for South African coal in December

Volumes of South African thermal coal to key market India recovered in December, after low demand in the prior months saw prices fall, pushing spare tons to the already oversupplied European markets. This could be beneficial for the European coal market, which had been oversupplied with off-spec South African coals in late 2018, adding downward pressure to prices and sentiment. “Indians have been buying more recently, when discount got so wide they had to,” a coal trader said. S&P Global Platts FOB Richards Bay 5,500 kcal/kg NAR price fell from \$74.10/mt at the start of September to a multi-year low of \$56.55/mt on November 23. This downward price trend encouraged spot demand from notoriously price-sensitive buyers in India. India accounted for 45% of all South African coal exports in 2017 and when demand from India fell in late 2018 a lot of sellers were looking to alternate markets, notably Europe, to place coal.

South Africa exported 3.8 mil mt of thermal coal for India in December

A coal analyst estimated around 3.8 million mt of thermal coal had been shipped from South Africa to India in December, while data from cFlow showed 30 laden coal vessels with total deadweight tonnage of 3.36 million dwt traveled to India, with an additional 590,872 dwt of part-laden ships as well. This is up from 22 laden vessels with total 2.51 million dwt in November, cFlow showed. The coal analyst was not expecting the increased flows to hold steady in January, as Indian power plants were holding sufficient stock levels at present, although the source did expect the “next wave of buying” to begin at the end of January. This was partly due to the Lunar New Year, as in previous years the absence of Chinese buyers had led FOB prices for Indonesian and South African coals to trend lower, bringing Indian spot demand to the market. The increased flows from South Africa were reflected in stockpiles at the country’s dedicated export hub, Richards Bay Coal Terminal. For the months leading up to December, the stockpiles were trending higher, reaching 5.6 million mt at the start of December, and had fallen to 2.9 million mt at the end of last week.

Russian railways sees 2018 export growth led by coal, metals cargoes

Russian Railways said Friday that railings to seaports in the country increased 4.5% to 306.5 million mt of total cargo in 2018, with increases in coal and ferrous metals shipments, along with fertilizers and grains. Export cargo shipments in 2018 were made up of 46.6% or 143 million mt coal, 26.1% oil, 8.9% ferrous metals, 6.7% fertilizers and 3.7% grain, the network operator said by email. Coal shipments rose 3.6% and ferrous metals shipments rose 8.9%, it said. Russia is a major exporter to European and Pacific markets for thermal coal, pulverized coal injection coal for steelmaking, and some grades of coking coals and coke. Russia also exports steel and pig iron, as well as ferrous scrap to various markets, including for EAF-mills and for re-rolling. Exports at northwestern Russian ports totaled 130.9 million mt, and Far East shipments totaled 99 million mt with 76.4 million mt shipped from southern Russian ports, Russian Railways said.

(Source: www.splatts.com)

INTERNATIONAL SPOT DRY BULK FREIGHT ASSESSMENTS

				<i>Unit: USD/ton</i>
Size	From	To	Freight rates	Change
Capesize (150.000 tons)	Australia	China	7.70	-0.15
	Queensland	Japan	8.60	-0.15
	New South Wales	South Korea	9.45	-0.15
Panamax (70.000 tons)	Richards Bay	India West	12.00	-0.30
	Kalimantan	India West	8.00	-0.10
	Richards Bay	India East	12.20	-0.30
	Kalimantan	India East	6.65	-0.10
	Australia	China	10.80	-0.10
	Australia	India	12.10	-0.10

(Source: Platts Coal Trader International – Date 14/1/2019)