



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

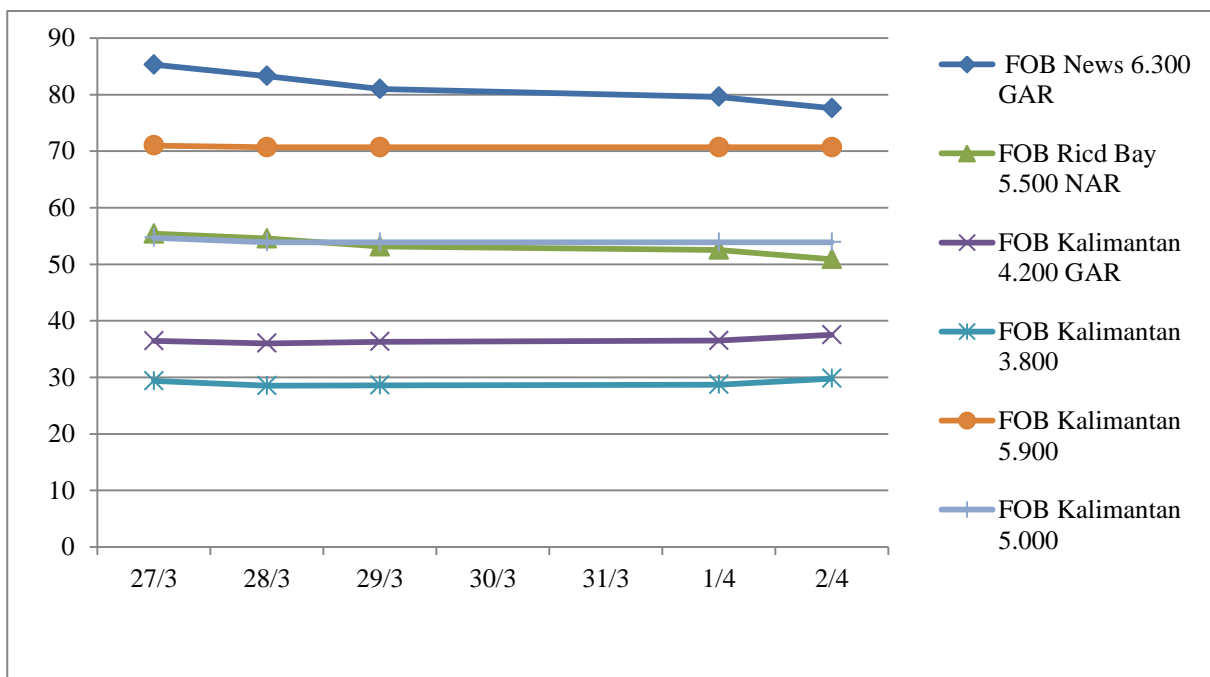
Date 8/4/2019

**INTERNATIONAL COAL PRICE ASSESSMENTS**

Daily prompt physical thermal coal assessments	Window 7 – 45 day	+/-	Window 90 - day	+/-
FOB Newcastle 6,300 GAR	91.10	+1,60	N/A	N/A
FOB Richards Bay 5.500 NAR	59.00	+1,50	N/A	N/A
FOB Kalimantan 5.900 GAR	N/A	N/A	71,75	+0.00
FOB Kalimantan 5,000 GAR	N/A	N/A	56,25	+0.00
FOB Kalimantan 4,200 GAR	37.90	+0,25	N/A	N/A
FOB Kalimantan 3.800 GAR	29.40	+0,15	N/A	N/A

China Coal Assessment	USD/tons	+/-	NDT/tons	+/-
PCC6 (CFR South China 3,800 NAR)	47.25	-0,25	315.84	-2.29
PCC7 (CFR South China 4,700 NAR)	63.75	+0,10	426.13	-0.84
PCC8 (CFR South China 5,500 NAR)	67.50	+1.50	451.19	-10.94

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



(Source: Platts Coal Trader International – Date 2/4/2019)

## **NEWS**

### **India's coal import rises 8 percent to 212 MT in April-February**

India's coal import increased by 7.8 per cent to 212.11 million tonnes in the April-February period of FY19, a report said. This comes at a time when the government is looking at relaxing the timeline for the 1 billion tonne coal production target it had set earlier for Coal India (CIL), which accounts for over 80 per cent of the domestic coal output. The country produced 196.59 million tonnes (MT) of coal in April-February period of fiscal 2017-18, according to the report by mjunction services. "During April-February 2018-19, coal and coke imports stood at 212.11 MT, about 7.89 percent increase over 196.59 MT recorded for the same period last year," it said. Coal imports in the month of February was at 18.31 MT (provisional) as compared to 21.15 MT (revised) in January 2019, it said.

Coal and coke imports in February 2018 stood at 15.98 MT, according to mjunction's compilation. "Coking coal imports saw a marginal decline in February, primarily due to the firm prices and not so upbeat outlook for the Indian steel sector. Real estate and auto sector's consumption of steel was down, which impacted production. "Non-coking coal offers, however, eased during the month in select markets, leading to steady import demand," mjunction MD and CEO Vinaya Varma said. mjunction — a joint venture between Tata Steel and SAIL — is a B2B e-commerce company and also publishes research reports on coal and steel verticals. Of the total imports during February 2019, non-coking coal was at 13.86 MT, against 14.59 MT imported in January 2019, it said. Coking coal imports were at 2.93 MT in February 2019, down against 3.32 MT a month ago. Metallurgical coke imports during the month were at 0.26 MT, while 0.34 MT was imported in January.

### **More mine safety checks in China stoke fears of coal supply disruption**

China's mine safety watchdog has ordered inspections over the weekend at "high risk" mines after recent industry accidents, stoking fears that thermal coal availability might be impacted in the near term. The National Coal Mine Safety Administration's order came after Beijing's State Council issued an urgent notice early last week following a major explosion at a chemical plant in east China. The checks will start with immediate effect till June, the notice showed. A forest fire that broke out in Shanxi province on Friday could also have prompted fears that this might affect coal production in the mine producing province, an east China-based trader said. According to Xinhua News Agency, the forest fire lasted for two days was brought under control on Sunday. The news agency updated Monday evening that Shanxi Qinyuan authorities have ordered nine coal mines and nine hazardous chemical production enterprise to shut in the aftermath of the tragedy. No details of the coal mines were given in the report.

Chinese thermal coal May futures contract jumped about 2% to around Yuan 606/mt during early Monday trade in Asia. Spot domestic prices, which have been falling for the past two weeks, were seen to be little affected. Nevertheless, prices are expected to stabilize and may likely increase on the back of the news of further mine checks, market sources said. S&P Global Platts assessed domestic 5,500 kcal/kg NAR grade of coal at Yuan 622/mt FOB Qinguangdao on Friday, unchanged from Thursday.

### **Australian insurer QBE to stop investing in thermal coal**

Australia's QBE Insurance Group said it was to stop investing in thermal coal from July 1 and aimed to phase out all direct insurance services to thermal coal customers by 2030. Financial groups have increasingly been ending their funding of thermal coal projects due to climate change issues, with French investment bank BNP Paribas making an announcement last month. However, QBE will still provide insurance for metallurgical coal used in steel production. "QBE's Energy Policy also confirms the company's intention to continue to invest in and provide insurance services for metallurgical coal and oil and gas companies, subject to further international developments as the world transitions to a lower carbon economy," the insurer said

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

<b>Size</b>	<b>From</b>	<b>To</b>	<b>Freight rates</b>	<i>Unit: USD/ton</i> <b>Change</b>
<b>Capesize</b>	Australia	China	5.55	-0.20
(150.000 tons)	Queensland	Japan	6.05	-0.25
	New South Wales	South Korea	6.90	-0.25
<b>Panamax</b>	Richards Bay	India West	11.90	+0.40
(70.000 tons)	Kalimantan	India West	7.70	+0.00
	Richards Bay	India East	12.25	+0.00
	Kalimantan	India East	6.35	+0.00
	Australia	China	10.60	+0.00
	Australia	India	11.80	+0.00

(Source: Platts Coal Trader International – Date 02/04/2019)