

## GLOBAL SNAPSHOT

| Equities (% Change) | 23-10-2017 | 1 Day | 1 Week | 1Mth  | Currencies (% Change) | 23-10-2017 | 1 Day | 1 Week | 1Mth  |
|---------------------|------------|-------|--------|-------|-----------------------|------------|-------|--------|-------|
| SENSEX              | 32,506.72  | 0.36  | -0.05  | 2.17  | INR                   | 65.02      | -0.03 | 0.17   | 0.32  |
| NIFTY               | 10,184.85  | 0.38  | -0.11  | 2.56  | EUR                   | 1.17       | -0.30 | -0.03  | -0.72 |
| DOW JONES           | 23,273.96  | -0.23 | 1.38   | 4.14  | JPY                   | 113.43     | -0.08 | -1.02  | -1.44 |
| NASDAQ              | 6,586.83   | -0.64 | -0.56  | 2.49  | AUD                   | 0.78       | -0.13 | -0.36  | -1.50 |
| NIKKEI              | 21,696.65  | 1.11  | 1.75   | 6.97  | GBP                   | 1.32       | 0.06  | 0.23   | -1.83 |
| TOKYO               | 1,745.25   | 0.84  | 1.59   | 5.18  | Indo Rupiah           | 13543.00   | 0.18  | -0.11  | -1.46 |
| HANG SANG           | 28,305.88  | -0.64 | -1.33  | 1.56  | RAND                  | 13.71      | 0.46  | -2.16  | -2.61 |
| SHANGHAI            | 3,380.70   | 0.06  | 0.33   | 0.92  | YUAN                  | 6.64       | 0.29  | -0.08  | -0.11 |
| KOSPI               | 2,490.05   | 0.02  | 0.39   | 4.41  |                       |            |       |        |       |
| Energy (% Change)   | 23-10-2017 | 1 Day | 1 Week | 1Mth  | Freight (% Change)    | 23-10-2017 | 1 Day | 1 Week | 1Mth  |
| WTI (\$/bbl)        | 51.90      | 0.84  | 0.19   | 2.61  | BDI                   | 1,586.00   | 1.00  | 4.14   | 5.59  |
| BRENT (\$/bbl)      | 57.37      | -0.66 | -0.71  | 1.07  | CAPEXSIZE             | 3,187.00   | 1.34  | 6.95   | 1.27  |
| N.Gas (\$/mmbtu)    | 2.99       | 2.61  | 0.54   | -1.42 | PANAMAX               | 1,642.00   | 0.00  | 0.31   | 9.98  |
| Gold (\$/ounce)     | 1282.27    | 0.14  | -0.18  | -2.14 | HANDYSIZE             | 683.00     | 1.00  | 4.12   | 14.60 |
| Silver (\$/ounce)   | 17.09      | 0.33  | 0.53   | -0.32 |                       |            |       |        |       |
| IRON ORE (62% Fe)   | 62.00      | -0.74 | -1.15  | -2.45 |                       |            |       |        |       |

### CIL Monthly Production & Offtake (in mn MT)

| Date       | Production | Offtake |
|------------|------------|---------|
| 31-01-2017 | 55.99      | 51.35   |
| 28-02-2017 | 54.30      | 47.70   |
| 31-03-2017 | 66.07      | 52.30   |
| 30-04-2017 | 38.44      | 45.29   |
| 31-05-2017 | 40.74      | 46.41   |
| 30-06-2017 | 39.66      | 45.67   |
| 31-07-2017 | 36.64      | 44.33   |
| 31-08-2017 | 37.63      | 43.75   |
| 30-09-2017 | 38.77      | 43.58   |

## INVENTORY – PORTS; POWER PLANTS

### China Total Thermal Coal inventory at ports decreased by 2.77% (w/w) to 15.26mn MT

China total thermal coal inventory at major ports decreased by 2.77% (w/w) to 15.26mn MT as on 20<sup>th</sup> Oct.17 from 15.7mn MT as on 13<sup>th</sup> Oct. While Inventory at QHD port increased by 7.9% (w/w) to 7.17mn MT as on 20<sup>th</sup> Oct.17 from 6.64mn MT as on 13<sup>th</sup> Sep.17 on weekly basis.

### Coal Stocks at Indian Power plants declined 2.4% (w/w) to 7.2mn MT

Total Coal stocks at Indian thermal power plants declined by 2.4% (w/w) to 7.2mn MT as on 19<sup>th</sup> Oct.17 from 7.4mn MT as on 13<sup>th</sup> Oct.17. While No. of power plants with less than 4 days of inventory increased to 23 (critical stock levels) and with less than 7 days of inventory stood 4 as on 19<sup>th</sup> Oct.17. While since 1<sup>st</sup> Oct.17 the stocks have declined by 13.4%.

## POLICY & MAJOR UPDATES

### Hunan vows to cut unsafe and outdated coal capacity by end-2018

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China's Hunan province is set to close all coal-and-gas outburst mines with production capacity at and below 9MMTPA by the end of next year, reducing the number of coal mines to around 200 in the province. Coal mines that can't reach the planned capacity requirements by 2018 through technical upgrading are also on the removing list. It's said there are 339 coal mines across the province at present. So far this year, 54 coal mines have been closed, and 17 were sealed. During the recent years, the province has achieved great achievements in overcapacity cutbacks in the coal sector. The number of coal mines decreased to 401 in 2015 from 2,216 in 2008. In 2016, the province shut down 62 coal mines, overfulfilling the annual target set by the central government.

### China Sep raw coal output up 7.6% on year

China produced 298.12mn MT of raw coal in September, up 7.6% year on year and 2.53% month on month, showed data from the National Bureau of Statistics on October 19. During the first nine months, the country's raw coal output totaled 2.59 billion tonnes, up 5.7% from a year ago.

### China Sep power consumption up 7.2% on year

China consumed 531.7 TWh of electricity in September, increasing 7.2% from the previous year but falling 11.3% from August. The residential segment consumed 95.3 TWh of electricity in September, up 11.7% from the year-ago level but falling 6.7% from August. While, China generated 522 TWh of electricity in September, rising 5.3% from the preceding year but falling 12.2% from August. That equated to a daily output of 17.4 TWh on average in September, up 5.3% year on year

### China Qinhuangdao Coal Price Fall 0.16% w/w to 621 Yuan/Ton

| As of      | Average Price | % Change  |
|------------|---------------|-----------|
| 10/23/2017 | 618           | -0.48%    |
| 10/16/2017 | 621           | -0.16%    |
| 10/09/2017 | 622           | -0.16%    |
| 09/25/2017 | 623           | unchanged |
| 09/18/2017 | 623           | 2.13%     |
| 09/11/2017 | 610           | 0.66%     |
| 09/04/2017 | 606           | -0.16%    |
| 08/28/2017 | 607           | -0.16%    |
| 08/21/2017 | 608           | unchanged |
| 08/14/2017 | 608           | unchanged |

## TRADE DEVELOPMENTS & MINING UPDATES

### NDRC gives nod to China Coal's two coal mine projects

China Coal Energy Co., Ltd., the listed arm of China National Coal Group, has recently received approval to build two coal mines and associated washing plants in Ordos, Inner Mongolia, with annual capacity totalling 14mn MT. The two coal mines are Mudu Chaideng and Narlinhe No.2 mine, with annual capacity respectively at 6mn MT and 8mn MT.

### China Shenhua Sep coal output down 9.1% YoY

China Shenhua Energy Co., Ltd, the listed arm of coal giant Shenhua Group, produced 23.1mn MT of commercial coal in September this year, falling 0.4% from the month-ago level and 9.1% year on year. Coal sales of the company stood at 35.2mn MT in September, falling 7.9% from the preceding month and 2.8% on the year.

### NDRC urges to expand production of CBM, shale gas and coal-based gas

The National Development and Reform Commission urged provinces and large state-owned energy enterprises to produce clean gases as much as possible to ensure energy supply in the coming winter heating time. These clean gases include coal-bed methane, shale gas and gas obtained through coal chemical ways. The commission also

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required to accelerate construction of key gas fields like Anyue, Qinghai DongPing and Tarim gas fields, ensuring these newly-built capacities can be put into production in a timely manner.

## INFRASTRUCTURE & TECHNOLOGY UPDATES

### China Jan-Sep coal industry FAI down 8.5% YoY

China's fixed-asset investment (FAI) in coal mining and washing industry amounted to 201.2 billion-yuan (\$30.5 billion) in the first nine months this year, down 8.5% from the previous year.

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