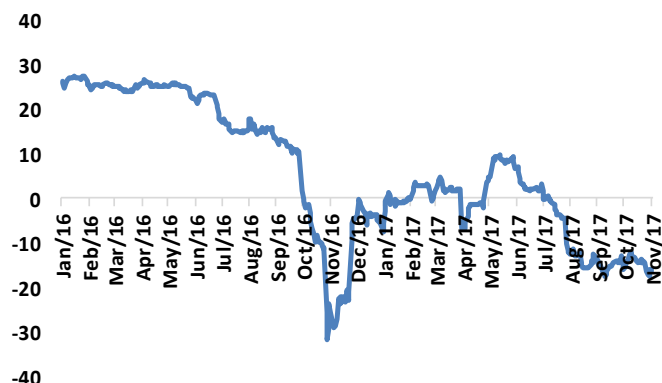


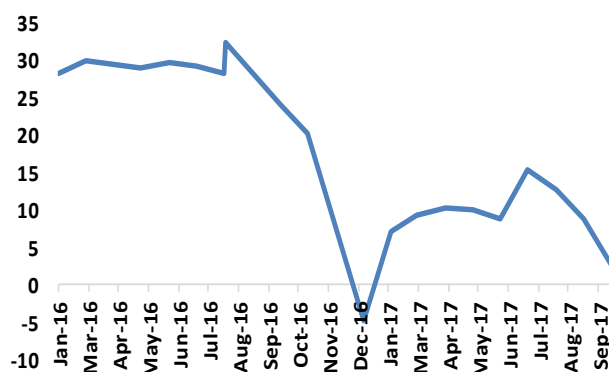
## GLOBAL SNAPSHOT

Equities (% Change)	06-11-2017	1 Day	1 Week	1Mth	Currencies (% Change)	06-11-2017	1 Day	1 Week	1Mth
SENSEX	33,731.19	0.14	1.87	6.35	INR	64.68	0.21	0.09	1.04
NIFTY	10,451.80	-0.01	1.35	4.97	EUR	1.16	0.02	-0.33	-1.12
DOW JONES	23,548.42	0.04	0.86	3.40	JPY	113.71	-0.32	-0.25	-1.10
NASDAQ	6,786.44	0.33	1.31	2.98	AUD	0.77	0.54	0.39	-0.86
NIKKEI	22,548.35	0.04	3.71	10.33	GBP	1.32	0.72	-0.84	0.22
TOKYO	1,792.66	-0.08	2.07	7.13	Indo Rupiah	13524.00	0.19	0.45	0.12
HANG SANG	28,596.80	-0.02	2.47	1.71	RAND	14.10	-0.90	0.16	-2.10
SHANGHAI	3,388.17	0.49	0.43	1.76	YUAN	6.63	-0.08	0.17	0.02
KOSPI	2,549.41	-0.33	0.75	6.18					
Energy (% Change)	06-11-2017	1 Day	1 Week	1Mth	Freight (% Change)	06-11-2017	1 Day	1 Week	1Mth
WTI (\$/bbl)	57.35	3.07	5.54	16.43	BDI	--	--	-3.78	5.05
BRENT (\$/bbl)	64.27	3.54	4.61	15.43	CAPESIZE	3,044.00	0.26	-5.38	3.93
N.Gas (\$/mmbtu)	3.13	5.03	7.94	2.63	PANAMAX	1,567.00	0.00	4.61	11.45
Gold (\$/ounce)	1281.95	0.95	0.63	-0.36	HANDYSIZE	661.00	0.00	-3.50	8.36
Silver (\$/ounce)	17.22	2.24	2.46	0.93					
IRON ORE (62% Fe)	63.36	5.81	6.76	1.80					

Arbitrage: QHD - Newcastle (\$/MT)



Arbitrage: QHD - Indonesia (\$/MT)



\*Positive figure indicates China is better off importing Coal

\*Newcastle: CFR prices

\*Indonesia: Envirocoal 5000 Kcal (CFR) prices

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
31-10-2017	46.14	48.28

## INVENTORY – PORTS; POWER PLANTS

### **China Total Thermal Coal inventory at ports increased by 1.37% (w/w) to 15.47mn MT**

China total thermal coal inventory at major ports increased by 1.37% (w/w) to 15.47mn MT as on 3<sup>rd</sup> Nov.17 from 15.26mn MT as on 20<sup>th</sup> Oct.17. While Inventory at QHD port increased by 0.4% (w/w) to 7.08mn MT from 7.05mn MT during same period.

### **Coal Stocks at Indian Power plants rose 2% (w/w) to 7.87mn MT**

Total Coal stocks at Indian thermal power plants rose 2% (w/w) to 7.87mn MT as on 2nd Nov.17 from 7.71mn MT as on 29<sup>th</sup> Oct.17. While No. of power plants with less than 4 days of inventory stood at 15 (critical stock levels) and with less than 7 days of inventory stood 6 as on 2nd Nov.17.

### **China Inventory at six major power plants rose 12% on weekly basis to 122.5mn MT**

China's inventory at six major power plants increased 12% (w/w) to 122.5mn MT as on 3<sup>rd</sup> Nov.17 from 111.6mn MT as on 27<sup>th</sup> Oct.17. Thermal coal price remains boosted given the strong restocking demand by Chinese power plants.

## POLICY & MAJOR UPDATES

### **Tianjin closes over 9,000 polluting company's**

Tianjin in North China has closed 9,081 heavily-polluting companies this year. The companies are among nearly 19,000 that were found to have violated policies in terms of environmental protection, land use, and construction during inspections in 2017. The closed companies have no possibility for improvement, while other polluting companies will be upgraded to meet environmental standards. Tianjin issued an orange alert for heavy air pollution on November 3 and initiated a Level II emergency response on November 4, requiring companies across the city to cut at least 50% of major pollutant emissions. China has a four-tier color-coded alert system for pollution, with red the highest, followed by orange, yellow and blue. It also has a corresponding four-level emergency response system, with Level I calling for a top emergency response and Level IV representing the lowest.

### **Coal India misses Apr-Oct output target by 5%**

Coal India missed its production target for the period April-October by 5% and its sales target by 3% despite power companies complaining about non-availability of adequate coal. The miner missed its sales target by almost 10 mn MT during the period and its production target by almost 15 mn MT. During April and October 2017, Coal India managed to produce 278 mn MT of coal while it sold 317 mn MT thus liquidating around 40 mn MT of existing stocks from its pit heads. The company's total stocks at the beginning of the year was about 68 mn MT which has now plunged to 29 mn MT.

### **China shuts 2.4 GW coal-fired power capacity in 3Qs**

China shut 2.4 GW of backward coal-fired power generating units in the first three quarters this year, and halted or postponed construction of power units with total capacity above 50 GW. Meanwhile, around 580 GW of coal-fired power capacity had completed ultra-low emissions reform in the country by end-September, over two years ahead of the scheduled 2020.

### **China solar power growing rapidly; 43 GW newly added in 3Qs**

China has seen rapid growth solar power development, as the government tries to improve the share of clean energy sources in its energy mix to cut pollution and improve air quality. In the first three quarters, the country newly installed 43 GW of photovoltaic (PV) power generation capacity. Of the newly added, 27.7 GW was installed at PV plants, up 3% from a year ago; 15.3 GW was added to the distributed generation, soaring 5 times year on year. More new PV capacity was installed in Central and East China than the Northwest region. Specifically, 11.95 GW, or 27.8% of the total, was installed in eastern China, up 2.8 times year on year; 9.1 GW in the central region,

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up 70% year on year and accounting for 21.2%. While in the northwestern region, only 5.71 GW or 13.3% of the total was newly installed, slumping 40% from a year ago. As of end-September, the country's PV installed capacity totaled 120 GW - PV plants at 94.8 GW and distributed generation 25.62 GW.

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

As of	Average Price	% Change
11/06/2017	615	-0.16%
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

### 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.

#### 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 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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