

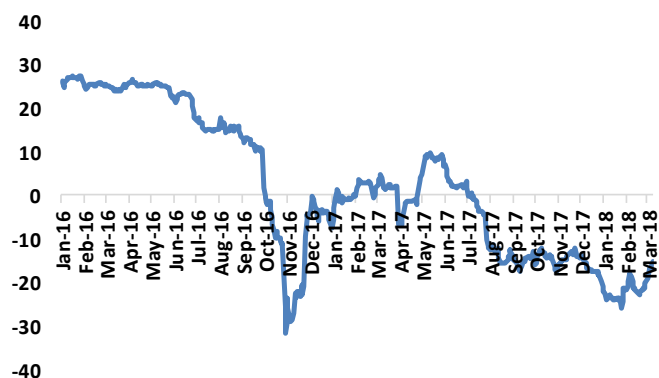
## GLOBAL SNAPSHOT

Equities (% Change)	12-03-2018	1 Day	1 Week	1Mth	Currencies (% Change)	12-03-2018	1 Day	1 Week	1Mth
SENSEX	33,917.94	1.83	2.09	-0.84	INR	65.04	-0.19	0.00	-0.99
NIFTY	10,421.40	1.90	1.95	-0.86	EUR	1.23	0.22	-0.61	-0.19
DOW JONES	25,178.61	-0.62	1.22	2.18	JPY	106.42	-0.37	-0.59	0.99
NASDAQ	7,588.33	0.36	3.51	8.20	AUD	0.79	0.37	0.50	0.11
NIKKEI	21,824.03	1.65	2.00	2.83	GBP	1.39	0.40	0.03	-0.01
TOKYO	1,741.30	1.51	1.52	1.50	Indo Rupiah	13765.00	-0.23	0.17	-0.73
HANG SANG	31,594.33	1.93	3.27	5.59	RAND	11.82	0.06	-0.52	1.10
SHANGHAI	3,326.70	0.59	0.90	4.21	YUAN	6.33	-0.08	-0.19	0.23
KOSPI	2,484.12	1.00	3.11	3.81					

Energy (% Change)	12-03-2018	1 Day	1 Week	1Mth	Freight (% Change)	12-03-2018	1 Day	1 Week	1Mth
WTI (\$/bbl)	61.36	-1.10	-2.19	3.45	BDI	--	--	-1.65	7.00
BRENT (\$/bbl)	64.95	-0.82	-1.44	3.38	CAPESIZE	1,425.00	-3.65	-10.77	-21.88
N.Gas (\$/mmbtu)	2.78	1.68	1.46	6.33	PANAMAX	1,624.00	1.00	8.12	32.25
Gold (\$/ounce)	1323.10	-0.06	-1.10	-0.73	HANDYSIZE	615.00	1.00	4.24	18.73
Silver (\$/ounce)	16.53	-0.33	-1.62	-0.55					
Iron ore - DCE	481.50	-2.13	-7.88	-8.94					

Arbitrage: QHD - Newcastle (\$/MT)



\*Positive figure indicates China is better off importing Coal  
 \*Newcastle: CFR prices

CIL Monthly Production & Offtake (in mn MT)		
Date	Production	Offtake
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
30-11-2017	51.29	50.67
31-12-2017	54.63	53.44
31-01-2018	56.69	53.7
28-02-2018	54.46	49.97

## INVENTORY – PORTS; POWER PLANTS

### China Total Thermal Coal inventory at ports increased by 9.7% (w/w) to 15.86mn MT

China total thermal coal inventory at major ports increased by 9.7% (w/w) to 15.86mn MT as on 9<sup>th</sup> Mar.18 from 14.46mn MT as on 2<sup>nd</sup> Mar.18. While Inventory at QHD port increased to 6.56mn MT from 6.44mn MT during the same period.

### Coal Stocks at Indian Power plants declined 1.25% (w/w) to 15.32mn MT

Total Coal stocks at Indian thermal power plants declined by 1.25% (w/w) to 15.32mn MT as on 6<sup>th</sup> Mar.18 from 15.52mn MT as on 2<sup>nd</sup> Mar.18. While No. of power plants with less than 4 days of inventory increased and stood at 14 (critical stock levels) and with less than 7 days of inventory increased and stood 11 as on 6<sup>th</sup> Mar.18.

## China Inventory at six major power plants declined 1.8% (w/w) to 133mn MT

China's inventory at six major power plants declined by 1.8% (w/w) to 133mn MT as on 9<sup>th</sup> Mar.18 from 135.49mn MT as on 2<sup>nd</sup> Mar.18. Restocking by power plants remained sluggish this week.

### POLICY & MAJOR UPDATES

#### China NDRC Approves 3 Coal Mines with Annual 19m Tons Capacity

National Development and Reform Commission approves two coal mine projects in Xinjiang, with annual production capacities of 7m tons and 6m tons. NDRC also approved coal mine project in Inner Mongolia with 3.4b yuan investment and 6m tons annual production capacity.

#### Guizhou raises 2018 power coal term contract volumes to 70mn MT

Southwestern China's Guizhou province has raised this year's term contract supply volumes for power coal to 70 mn MT from previous 60.81 mn MT, in an aim to ensure stable power coal supply and steady economic performance.

#### Indonesia Orders Coal Price Cut to Shield Power Producers revises effective date to 12<sup>th</sup> March 2018

Indonesia ordered coal miners to lower prices of the fuel sold to domestic electricity producers by a third to shield them from surging costs and the impact of a freeze in power tariff. The Energy and Mineral Resource Ministry set the price of coal with a gross heating value of 6,322 kilocalories a kilogram at \$70 a metric ton until the end of 2019. The government is regulating coal prices to help PT Perusahaan Listrik Negara, a state-owned producer and distributor of electricity, better input costs. While coal prices have nearly doubled in the past two years. Indonesia Revises Effective Date for New Coal Price to March 12 from 1st Jan.18 set as per previous rule.

#### Indonesia's Mar HBA thermal coal price up 24.37% y/y

Indonesia's Ministry of Energy and Mineral Resources set its March thermal coal reference price, also known as Harga Batubara Acuan or HBA, at 101.86/t, up 24.37% year on year and 1.16% from February. The HBA price was set \$95.54/t in January and \$83.32/t for February 2017. The reference price in March is higher than the average price of \$82.48/t since the HBA was introduced in 2010.

#### China Qinhuangdao Coal Price Fall 0.16% W/w to 611 Yuan/Ton

As of	Average Price	% Change
03/12/2018	611	-0.16%
03/05/2018	612	-0.16%
02/26/2018	613	-0.16%
02/12/2018	614	-0.16%
02/05/2018	615	-0.16%
01/29/2018	616	unchanged
01/22/2018	616	-0.16%
01/15/2018	617	unchanged
01/08/2018	617	unchanged
12/25/2017	617	0.49%

### TRADE DEVELOPMENTS & MINING UPDATES

#### China overcapacity campaign faces its toughest challenge this year

China's effort to cut overcapacity in steel and coal is expected to face its most difficult challenge this year, although the target may look small compared with the previous two years. The newly announced Chinese government report said that in 2018, China plans to cut steel production capacity by around 30 mn MT, and coal production capacity by approximately 150 mn MT. In 2017, the plan was to reduce steel production capacity by around 50

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mn MT and to shut down at least 150 mn MT of coal production facilities. In 2016, the target was about 45 mn MT of steel capacity and 250 mn MT of coal capacity. In the past, (the reduction mostly involved) slashing outdated capacity and closing 'zombie enterprises', but now, it is to tackle inefficient capacity. This last bit of the work is most difficult, because it targets operating and perhaps profit-making enterprises. In 2017 and 2016, the country removed 120 mn MT of steel production capacity, and 473 mn MT of coal mining capacity, going far beyond annual goals.

## INFRASTRUCTURE & TECHNOLOGY UPDATES

### China plans to plough 732 bln yuan into rail investment this year

China plans to inject 732 billion yuan (\$115.3 billion) into rail investment in 2018. The world's top economy will also invest 1.8 trillion yuan in road and waterway construction this year. Aim is to strengthen the infrastructure and boost the economy.

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