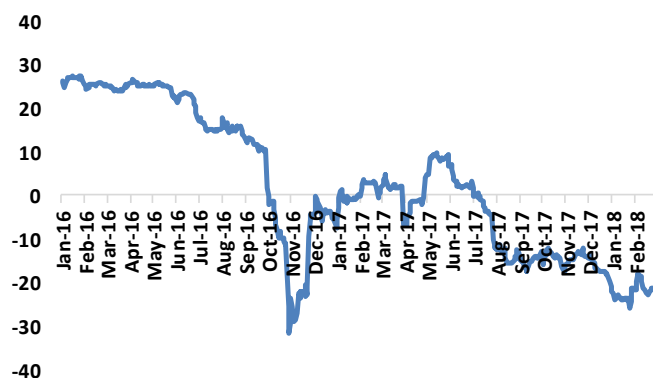


GLOBAL SNAPSHOT

Equities (% Change)	05-03-2018	1 Day	1 Week	1Mth	Currencies (% Change)	05-03-2018	1 Day	1 Week	1Mth
SENSEX	33,746.78	-0.88	-1.38	-0.66	INR	65.11	-0.08	-0.21	-1.19
NIFTY	10,358.85	-0.95	-1.51	-0.72	EUR	1.23	0.15	0.95	-0.23
DOW JONES	24,874.76	1.37	-3.25	-0.15	JPY	106.20	0.43	0.93	3.03
NASDAQ	7,330.71	1.00	-1.22	3.02	AUD	0.78	0.06	-0.14	-1.62
NIKKEI	21,042.09	-0.66	-4.09	-0.63	GBP	1.38	0.34	-0.47	-0.76
TOKYO	1,694.79	-0.79	-3.83	-1.24	Indo Rupiah	13762.00	0.04	-0.62	-1.63
HANG SANG	29,886.39	-2.28	-3.09	-0.96	RAND	11.83	-0.77	-0.97	0.72
SHANGHAI	3,256.93	0.07	-0.86	-3.17	YUAN	6.35	0.07	-0.37	-0.78
KOSPI	2,375.06	-1.13	-2.05	-1.87					

Energy (% Change)	05-03-2018	1 Day	1 Week	1Mth	Freight (% Change)	05-03-2018	1 Day	1 Week	1Mth
WTI (\$/bbl)	62.57	2.16	-0.54	-1.14	BDI	1,210.00	0.00	1.60	10.50
BRENT (\$/bbl)	65.54	1.82	-1.52	-1.85	CAPESIZE	1,597.00	0.31	-4.94	11.44
N.Gas (\$/mmbtu)	2.70	0.33	0.78	-0.70	PANAMAX	1,502.00	0.00	-0.13	14.13
Gold (\$/ounce)	1320.11	-0.20	0.31	-0.13	HANDYSIZE	590.00	1.00	9.67	9.67
Silver (\$/ounce)	16.43	-0.58	0.18	-1.12					
Iron ore - DCE	529.50	-1.85	-4.76	-0.38					

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 14.1% (w/w) to 14.46mn MT

China total thermal coal inventory at major ports increased by 14.1% (w/w) to 14.46mn MT as on 2nd Mar.18 from 12.67mn MT as on 23rd Feb.18. While Inventory at QHD port increased to 6.44mn MT from 5.98mn MT during the same period.

Coal Stocks at Indian Power plants declined slightly 0.6% (w/w) to 15.47mn MT

Total Coal stocks at Indian thermal power plants declined slightly by 0.6% (w/w) to 15.47mn MT as on 3rd Mar.18 from 15.56mn MT as on 27th Feb.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 3rd Mar.18.

China Inventory at six major power plants increased sharply 29% to 135.49mn MT

China's inventory at six major power plants increased sharply by 29.2% fortnightly to 135.49mn MT as on 2nd Mar.18 from 104.86mn MT as on 23rd Feb.18 Restocking by power plants post Chinese New Year holidays led to sharp rise in inventory levels.

POLICY & MAJOR UPDATES

China to cut energy consumption per unit of GDP by 3% in 2018

China aims to cut energy consumption per unit of GDP by 3% at least this year. China's total energy consumption will be capped at 5 billion tonnes of coal equivalent by 2020, according to a government plan for the 2016-2020 period. This will translate into a 15% reduction of energy use per unit of GDP by 2020. China will also make continued reductions in the release of major pollutants in 2018

China sets economic growth target of 6.5%

China will continue to pursue stable economic growth this year, setting its GDP growth target at around 6.5% and reducing its fiscal deficit ratio target to 2.6%. The country will continue to adopt a prudent, neutral monetary policy and a proactive fiscal policy to maintain stable economic growth while taking forceful measures to ward off financial risks. The fiscal deficit is set at 2.38 trillion yuan (\$375.2 billion) this year and the fiscal deficit to GDP ratio is set at 2.6%, compared with 3% set last year.

China to cut 30 Mtpa steel capacity, 150 Mtpa coal capacity in 2018

China will cut ineffective steel capacity of 30 million tonnes per annum (Mtpa) and coal capacity of 150 Mtpa in 2018. Meanwhile, coal-fired power generating units with a capacity of less than 300,000 kilowatts that fail to meet standards will be closed this year. China pledged in 2016 to slash 500 Mtpa of coal capacity and 500 Mtpa of steel capacity in three to five years. By end-2016, it shed coal and steel capacity by 250 Mtpa and 45 Mtpa, respectively, outstripping its target for the year. In 2017, it finalized the targeted 150 Mtpa of coal capacity reduction in October, two months ahead of the schedule. By end-2017, the number of coal mines in the country fell to 7,000 or so from 10,800 in 2015.

China Qinhuangdao Coal Price Fall 0.16% W/w to 612 Yuan/Ton

As of	Average Price	% Change
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%
12/18/2017	614	0.16%

TRADE DEVELOPMENTS & MINING UPDATES

Indian govt may cancel coal mine in Jharkhand allotted to Essar

Stating that the performance of Essar Power has not been up to the mark with regard to making operational a coal mine in Jharkhand, the Indian government may cancel the coal block allotted to firm once the court stay on the mine is vacated. In Essar's (Essar Power) matter there is an injunction by Hon'ble court prohibiting the government to take any coercive action against them. When the injunction is vacated, govt. will take appropriate action against them in terms of the agreement which may include even cancellation (of Tokisud North coal block)."

Tokisud North mine, having geological reserves of 103.24mn MT and extractable reserves of 51.97mn MT. The mine was scheduled to begin operations in fiscal 2015-16.

Green nod to Indian MCL's coal mine expansion project

Mahanadi Coalfields Ltd (MCL) has received green nod for the II phase expansion of its Lakhanpur opencast coal mine located in Jharsuguda district, Odisha that would entail an investment of Rs 436.79 crore (\$67.11 million). The proposal is to increase the production capacity of the Lakhanpur opencast mine from 18.75 million tonnes per annum (Mtpa) to 21 Mtpa. The environment clearance (EC) has been granted to the company for the phase-II expansion of its Lakhanpur opencast mine for a period of one year only. The ministry said it will take a call on extending the EC based on the recommendations of its expert advisory committee (EAC), which will review the project in December. Lakhanpur opencast mine, spread over a total area of 2,452 hectares, has coal linkages with thermal power plants. The MCL board has already approved the mining plan for the proposed expansion.

Anglo American completes sale of Drayton coal mine in Australia

Anglo American plc announced the completion of the sale of its 88.17% interest in the Drayton thermal coal mine and Drayton South project, located in New South Wales Australia to Malabar Coal Limited following the announcement of the sale and purchase agreement in May 2017. The terms of the transaction remain confidential. Anglo American ceased mining activities at the Drayton mine during 2016.

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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