

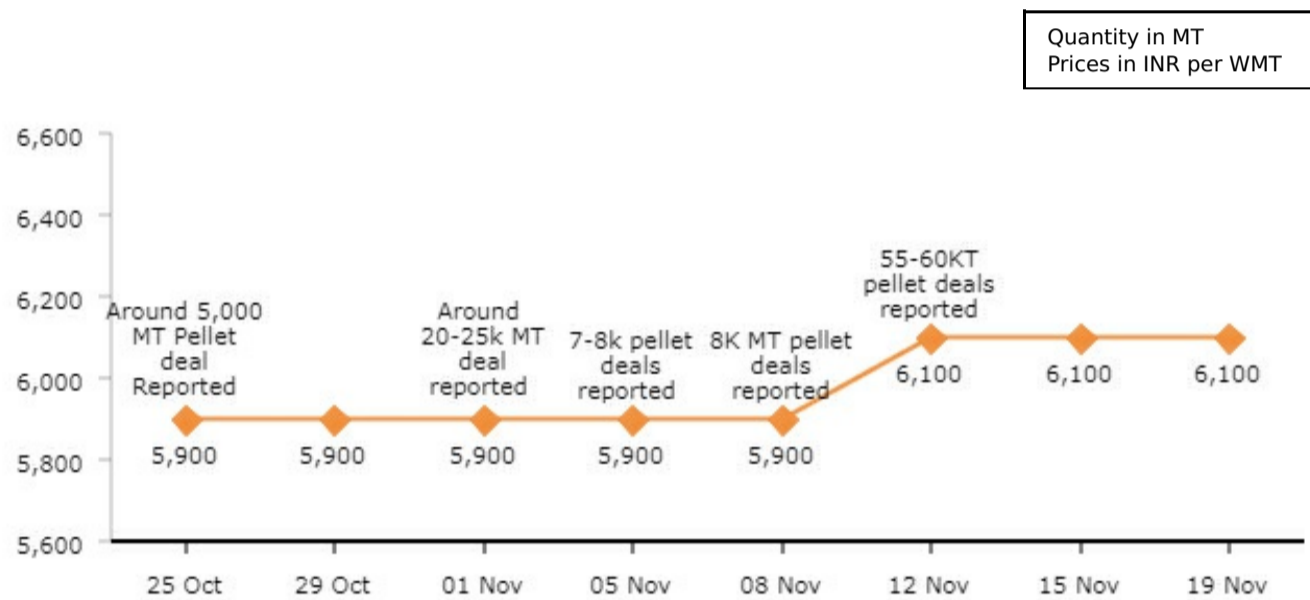
# Pellet Index-PELLEX

## PELLEX Rationale

PELLEX- DAP Raipur (Delivered Price - Plantsite in Raipur)	<b>INR 6,100/WMT*</b>
Date and Time of publication	19 November, 2019 & 18.30 (IST)
Publishing Window	Monday to Tuesday
Last Index Price (15 Nov, 2019)	INR 6,100/WMT*

\* **Rounded off to the nearest multiple of 50**

\* **Prices on delivered basis (including freight) to a DRI maker in Raipur**



### Concluded Transaction Price

- PELLEX stable at INR 6,100/wmt (DAP Raipur) amid no deals.
- Amid pending deliveries of previous bookings, few Raipur pellet makers are not offering in the domestic market.

### Firm Offers

- Raipur based pellet offers remain stable at INR 6,100/MT( Ex-plant); normalizing for freight to Raipur at INR 6,250/MT (DAP Raipur).
- Raigarh based pellet offers stable at INR 5,500 (Ex-plant), normalizing freight to Raipur at INR 6,150/MT (DAP Raipur). One of the pellet makers from Raigarh is not offering in the market owing to lack of stocks.

### Firm Bids

- No bids were reported in this publishing window.
- SteelMint P-DRI Assessment (Nov 19, 2019) decreased by INR 600/MT to INR 16,400/MT (Ex-Raipur) against INR 17,000/MT a week ago. Market sentiments are reported to be weak amid limited trades.

### Export Realization

- No pellet deals were reported in this publishing window. SteelMint Pellet export assessment stands at USD 94-95/MT, FoB India. However, the Pellet export market has improved slightly on falling port stocks in China.
- Ex -Plant export realization for Raipur pellet maker up to INR 5,400-5,450/WMT.
- In Central India the export market is semi-liquid, therefore export realization factor has been ignored in the computation of PELLEX.

### Substitute Parity Price

- Considering the landed cost of Lump and other factors like yield, conversion cost, etc for NMDC and Orissa; the substitute parity price for Pellet is INR 5,930/MT (DAP Raipur).

### Deals from Other Regions

- Bellary based major pellet makers have concluded 10,000 MT pellet deal at INR 6,350-6,400/MT (Ex-plant) to Karnataka, Tamil Nadu, and Hyderabad steel makers.
- In another deal from Bellary based pellet makers sold 7,000 MT pellets at INR 6,250/MT yesterday.
- Odisha (Rourkela) based pellet maker reported pellet deal for 6,000-7,000 MT at INR 5,200/MT (Loaded to the wagon) in the last two-three days in the local market.

### Statistical Exclusion for Bids and Offers

No bids and offers

# PELLET SPECIFICATION

## India Domestic Pellet specification, DAP Raipur

S. No.	Particulars	Specifications
1	Price	INR per metric tonne
2	Fe Content	Base 63.5%, Range 63% to 64%
3	Silica	Base 3.5%, Maximum 5.0%
4	Alumina	Base 2.0%, Maximum 4.0%
5	Combined Silica/Maximum 7.0% Alumina	Maximum 7.0%
06	Trade Size	Minimum 2,500 MT, Maximum 10,000 MT
07	LOI	Base 3.0%
08	Delivery Terms	DAP Raipur (Delivered to Buyers site in Raipur)
09	Delivery period	Within 2 -4 week
10	Assessment Frequency	Twice in a Week
11	Data collection	Window 1 - Monday 9.00 until Tuesday 17.30 (IST) Window 2 - Wednesday 9.00 until Friday 17.30 (IST)
12	Publication	Window 1 - Tuesday 18.30 (IST) Window 2 - Friday 18.30 (IST)
13	Payment Terms	Advance (Loaded to Truck)

### Note:

- Transactions/market information not covered in the previous cycle to be considered in the next cycle
- PELLEX assesses DAP Raipur Prices. DAP is Delivered at Place, meaning prices on delivered basis (including freight) to a DRI maker in Raipur
- For more details, refer to SteelMint PELLEX Methodology document