Colonial Coal buoyed by the increased coking coal price

Colonial Coal {TSX.V: CAD} the British Columbian based metallurgical (coking) coal exploration and development company has seen increased interest in the shares due to the recent strong rise in the price of coking coal.

,

Colonial Coal {TSX.V: CAD} the British Columbian based metallurgical (coking) coal exploration and development company has seen increased interest in the shares due to the recent strong rise in the price of coking coal.

The price of coking coal fell as low as US$90 (Canadian $120 at the time) at the depths of the market, but has now rebounded strongly to around US$210, which equates to CAD $256 at today's exchange rates.

Colonial are based in the Peace River Basin, and FOB costs are CAD $140, so at current prices there is a huge margin, and investors seem to be catching on as recent volume has been healthy, despite the normal summer doldrums.