


FERTILIZER SWAPS
Fertilizer Financial Markets Commentary/Curves
NOLA FUTURES & SWAPS
UREA

The NOLA UREA market continued to firm up today trading as high as \$250 for an August barge up \$5 from yesterday. Futures were also firmer today trading as high as \$255 for SEPT/OCT and \$250 for the full Q4 strip. However, near the end of the business day we saw slight pressure on the Q4 futures market trading \$247 for Q4 near COB and being offered on the follow close to \$250. Overall, the mood seems firmer today but slightly cooled near COB. Likely NOLA traders waiting for direction in the international market before making next moves on NOLA UREA

UAN

Nola UAN swaps finally saw some traction today trading \$135 for Q4 NOLA UAN swaps against a spread to Q4 NOLA UREA futures at \$247 (a \$112 spread) or a \$0.06 discount of UAN to UREA (\$0.21/lb N compared to \$0.27/lb N for UAN and UREA respectively). As was mentioned yesterday - we have seen UAN last as a discount to UREA for longer periods, but clearly some traders believe UAN should not be quite at a \$0.06 discount for the Q4 timeframe. For reference, Q4 UAN would have to be priced at \$170 to be at parity with Q4 UREA at \$247.

DAP

NOLA DAP continues to trade for paper on OCT at \$318 - for 3kt today. On the follow we saw offers for SEPT and OCT at \$325 and \$318 respectively.

INTERNATIONAL FUTURES

Momentum in urea markets continued today, with prices firming once again. However selling interest is beginning to emerge and markets tightening after sellers initially took a hiatus amidst yesterday's price increases. Sep AG futures traded today at \$272.50, up from \$254 at the end of last week and Brazil urea was bid into the high \$280s for September. Egypt paper meanwhile traded in line with the physical market at \$280 for the September expiry, after Helwan closed a sales tender today achieving the same price level.

DOMESTIC

NOLA UREA				
	BID	ASK	MID	Δ
AUG	248	254	251	▲ 7
SEPT	252	256	254	▲ 7
OCT	245	253	249	▲ 5
Q4	242	250	246	▲ 4
Q1	233	243	238	▲ 2

NOLA UAN				
	BID	ASK	MID	Δ
AUG	120	128	124	▲ 0
SEPT	123	131	127	▲ 0
Q4	130	136	133	▲ 3
Q1	132	138	135	▲ 0

NOLA DAP				
	BID	ASK	MID	Δ
AUG	320	325	323	▲ 0
SEPT	320	325	323	▲ 0
Q4	311	317	314	▲ 0
Q1	310	325	318	▲ 0

INTERNATIONAL

AG UREA				
	BID	ASK	MID	Δ
AUG	267	275	271	▲ 2
SEPT	272	277	275	▲ 4
OCT	270	276	273	▲ 2

EGYPT UREA				
	BID	ASK	MID	Δ
AUG	274	280	277	▲ 4
SEPT	275	283	279	▲ 5
OCT	275	285	280	▲ 5

BRAZIL UREA				
	BID	ASK	MID	Δ
AUG	280	290	285	▲ 2
SEPT	287	293	290	▲ 6
OCT	285	295	290	▲ 9
Q4	280	295	288	▲ 13

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