

FERTILIZER SWAPS

Fertilizer Financial Markets Commentary/Curves

NOLA FUTURES & SWAPS

UREA

NOLA UREA futures were slightly down today as offers drift slightly lower ahead of details about the most recent Indian tender to be revealed tomorrow. Today Q4 NOLA UREA futures traded at \$340 in line with where we had value at the beginning of the day. In the physical market, there was little getting done for most of the day, but then late in the day May traded at \$350 down \$5 from last done on Friday.

UAN

NOLA UAN futures were stable today – little numbers circulating – very little order flow.

DAP

NOLA DAP futures continue to their bullish streak today trading up into the \$560s for the September (\$562 and \$565) contract, last done for this timeframe was \$555 and that was for the full Q3 strip. On the follow, bids were seen at \$565 for Q3 on the follow. This comes on the backs of higher values on DAP trading. Mosaic raised their fill program to \$555 for DAP barges for Jun-Sept delivery up ~\$10 from where they originally came out.

INTERNATIONAL FUTURES

India's latest purchasing tender closed today, with much of the market patiently waiting full details to be disclosed – now expected from MMTC tomorrow. We do know that offers were received from 14 companies; the rest is speculation – that ~2.5mn tonnes in total were offered, and L1 prices levels rumoured a nudge under \$360 cfr for both east and west coast. The rumoured levels are slightly below expectations, and put AG values back a touch on last done trading levels for paper. However, the market doesn't see it all as doom and gloom, as a more attractive price level could lead to more volume purchased by MMTC, which in turn could tighten supply for markets elsewhere. On that theme, physical prices in the international markets continue to creep up – business was heard concluded in the low \$340s/mt fob AG, and cfr Brazil was reported above \$380/mt cfr for small lots. Paper markets were largely stagnant as we await confirmation out of India, but June Brazil paper was heard to have traded 374 in the otc market.

DOMESTIC

NOLA UREA				
	BID	ASK	MID	Δ
MAY	360	368	364	▼ -2
JUN	330	338	334	▬ 0
JUL	335	341	338	▼ -3
Q3	335	341	338	▼ -3
Q4	336	342	339	▼ -3

NOLA UAN				
	BID	ASK	MID	Δ
MAY	285	293	289	▬ 0
JUN	255	265	260	▬ 0
JUL	225	235	230	▬ 0
Q3	225	235	230	▬ 0

NOLA DAP				
	BID	ASK	MID	Δ
MAY	557	566	562	▲ 10
JUN	560	570	565	▲ 12
JUL	565	571	568	▲ 15
Q3	565	571	568	▲ 15

INTERNATIONAL

AG UREA				
	BID	ASK	MID	Δ
MAY	338	345	342	▼ -4
JUN	340	345	343	▼ -1
JUL	340	345	343	▲ 3

EGYPT UREA				
	BID	ASK	MID	Δ
MAY	340	355	348	▬ 0
JUN	340	355	348	▬ 0
JUL	340	355	348	▲ 8

BRAZIL UREA				
	BID	ASK	MID	Δ
MAY	373	383	378	▲ 13
JUN	370	380	375	▲ 13
JUL	355	375	365	▲ 13

For more information on Fertilizer Financial Instruments please contact the team at ferts@freightinvestor.com

Taylor Eastman: +1 913 246 3580
 Sam Seid: +1 913 276 4154
 Andrew Manna: +44 (0) 7889 720 076

