

Thursday, December 16, 2021



Fertilizer Derivatives End of Day Report

NOLA FUTURES & SWAPS

UREA

As mentioned below in our international comment, the widely anticipated Indian tender was announced today. It seems every urea market in the world is looking towards India to support price here in the short term, and NOLA is no exception. It could be said that values throughout the forward curve on futures were up modestly, but there wasn't outright buying activity. All of the traction today in the futures was the JAN//APR spread. Buyers of the spread believe prices will firm in the short term (supported by India), but also take a point of view that prices will correct in the more deferred timeframe. This spread provides a perfect way to execute this view with April trading \$5 over where January value is. Even though futures activity was modest today, it can't be said the physical market was active, with lack of buyers in the NOLA barge market.

INTERNATIONAL FUTURES

India's IPL announced a fresh urea purchasing tender today. Reaction was fairly muted in the paper market, as the announcement had been widely anticipated for some time. However, scepticism over the immediacy of this tender had been holding back buying activity elsewhere in the world. Whether or not today's announcement kick starts activity outside India, is likely to influence the next moves in the paper market.

NOLA

NOLA UREA				
	BID	ASK	MID	Δ
DEC	767	773	770	0
JAN	783	787	785	2
FEB	787	793	790	1
MAR	790	798	794	-1
Q2	750	760	755	0

NOLA UAN				
	BID	ASK	MID	Δ
DEC	552	560	556	0
JAN	580	590	585	0
FEB	580	590	585	0
Q1	580	590	585	0

NOLA DAP				
	BID	ASK	MID	Δ
DEC	742	750	746	0
JAN	732	742	737	-5
FEB	732	740	736	-4
Q1	730	740	735	0

INTERNATIONAL

AG UREA				
	BID	ASK	MID	Δ
DEC	950	960	955	0
JAN	870	880	875	-5
FEB	845	855	850	0
Q1	845	860	853	3

EGYPT UREA				
	BID	ASK	MID	Δ
DEC	940	950	945	0
JAN	875	885	880	0
FEB	845	855	850	0
Q1	845	860	853	3

BRAZIL UREA				
	BID	ASK	MID	Δ
DEC	835	845	840	4
JAN	820	835	828	0
FEB	820	840	830	0
Q1	820	840	830	0

BRAZIL MAP				
	BID	ASK	MID	Δ
DEC	850	860	855	0
JAN	830	860	845	0
FEB	830	860	845	0
Q1	830	860	845	0

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