

FIS Aluminium Premiums

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Good morning,

Tuesday saw seven premiums trades clear on the CME block.

On the front end Midwest premium, activity was focused on the front end. Q2 traded twice at 39.00 in 40x and 10x respectively then down at 38.75 in 20x and was left 39.00 offered in 40x on the follow. April later traded at 39.00 in 22x and 20x with buying cares on the follow. 2H AUP was offered at 38.25 in 20x but no counters were round.

Euro trading was muted as traders weighed up the impact of recent moves in spot. Q3 traded at 505 in 10-15x and was offered at 520 in 7x on the follow, Q2 EDP was offered at 535 in 40x but no firm bids were seen. There was interest to spread Q2 v 3 at 15b in 130x and selling cares for the Cal23 strip for both euro contracts but neither tenor traded.

Base metals slid as coronavirus outbreaks in China threatened to curtail the country's economic output, hitting demand in the world's top consumer of raw materials. Aluminium led declines on the London Metal Exchange, falling as much as 3% after dropping on Monday with Nickel trading resuming today. Long-lasting curbs on movement and manufacturing would present a severe headwind to metals demand due to China's high proportion of global consumption.

Tuesday's Trades:

AUP
Q2 @ 39.00 40x, 10x, 38.75 20x
Apr @ 39.00 22x, 20x

EDP
Q3 @ 505 10-15x

MJP
Apr-Dec @ 140 20x

AUP Curve	Bid	Offer	Val
Q222	38.85	39.00	38.93
Q322	37.90	38.10	38.00
Q422	37.25	37.40	37.33
2H22	37.60	37.75	37.68
1H23	36.10	36.25	36.18
Cal23	35.70	35.85	35.78

EDP Curve	Bid	Offer	Val
Q222	530	540	535
Q322	510	520	515
Q422	495	505	500
2H22	500	510	505
Cal23	460	470	465

AEP Curve	Bid	Offer	Val
Q222	420	430	425
Q322	410	420	415
Q422	400	410	405
2H22	405	410	407.5
Cal23	340	350	345