<u>EMISSIONS | OIL | FE</u>RROUS | FREIGHT | AGRI | <mark>METALS</mark> | ENERGY | PHYSICAL FREIGHT

FIS

Aluminium Premiums

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

Good morning,

Wednesday was a quieter day on the premiums, with just four trades clearing on the CME block,

The majority of activity was for the Midwest contract, on the front end August AUP traded at 29.00 in 18x. A little further out, Dec22 printed at 27.50 in 40x with Q123 trading at the same level also in 40x, where it was bid on in an additional 20x. Later in the day, after the release of the below physical news the full cal23 was bid at 27.50 in 40x but did not trade.

European activity remained largely focused on the duty paid contract. Aug-Sep EDP traded at 455 in 40x with buying cares on the follow. July euros were bid at 455 and 520 for AEP and EDP respectively but not countered. There was general selling appetite for Q4 duty paid and unpaid but no bids were seen.

Century Aluminium Co. plans to idle one of its US plants and lay off more than 600 workers, in the latest sign of how surging energy costs are hurting industry and roiling commodity markets. America's second-largest aluminium producer -- which sells most of its metal to trading giant Glencore Plc -- will shutter its Hawesville plant in Kentucky for nine to 12 months starting later in June, according to a letter sent to employees. It's the first major announcement of a shutdown by a US metal producer, and signals the danger of more pain for manufacturers if the world's energy crunch intensifies. LME Aluminium rose as much as 1.8% from a ten-month low after Century's announcement.

Wednesday's Trades:

AUP Aug22 @ 29.00 in 18x Dec22 @ 27.50 in 40x Q123 @ 27.50 in 40x

EDP Aug-Sep @ 455 in 40x

AUP Curve	Bid	Offer	Val
Jun'22	35.50	35.65	35.58
Jul'22	34.90	35.05	34.98
Q322	34.65	34.80	34.73
Q422	33.90	34.10	34.00
2H22	34.30	34.45	34.38
1H23	32.00	32.15	32.08
Cal23	31.25	31.40	31.33

EDP Curve	Bid	Offer	Val
Jun'22	590	600	595
Jul'22	475	490	483
Q322	455	470	463
Q422	430	445	438
2H22	450	465	458
1H23	425	440	433
Cal23	415	430	423

AEP Curve	Bid	Offer	Val
Jun'22	490	505	498
Jul'22	435	450	443
Q322	410	425	417.5
Q422	395	410	402.5
2H22	402	417	409.5
1H23	385	400	392.5
Cal23	370	380	375

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at <u>freightinvestorservices.com</u>