

FIS Aluminium Premiums

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Good morning,

Monday saw nine premiums trades clear on the CME block.

On the front end of the Midwest premium, Aug22 printed at 27.00 in 40x and was offered on at this level in 10x, with Sep22 offered at 27.25 in 10x but not countered. Cal23 AUP was bid and hit at 25.75 in 11x and bid on there in 5x. Q123 vs Q323 AUP was bid and hit at 1.00b in 30x and got to 1.00b/1.50b on the follow in 20x. There was also interest to spread Q1 and 2 into the later half of 2023 at 0.5-1.00b but no counters were seen. Q322 ALA printed at 355 in 5x and Q422 at 362 in 15x.

On the European premiums, the duty paid contract enjoyed the most liquidity. Aug vs Nov22 printed at 90b (480 vs 390) in 80x and August outright was bid at 480 in 15x but not sold. 1H23 traded three times at 310 with selling cares on the follow. On the duty paid, there were cares to sell July at 470 but no bids were seen.

Most base metals rise in the morning Asian session on hopes for more infrastructure spending by China. Chinese authorities are considering a plan to allow local governments to sell CNY1.5 trillion in special bonds to boost infrastructure spending, ANZ analysts say in a research report, noting such measures are likely to support metals demand until end-2022. Together with ongoing supply-side issues, markets such as copper, aluminium and nickel are expected to remain tight ANZ adds, the three-month LME aluminium contract rose 0.2% at \$2,383.50 a ton this morning.

Monday's Trades:

AUP

Aug22 @ 27.00 40x

Cal23 @ 25.75 11x

Q123 v Q323 @ 1.00b 30x

EDP

Aug v Nov22 @ 90b 80x (480 v 390)

1H23 @ 310 60x, 10x, 10x

ALA

Q322 @ 355 in 5x

Q422 @ 362 in 15x

AUP Curve	Bid	Offer	Val
Jul'22	29.50	29.65	29.58
Q322	26.90	27.05	26.98
Q422	26.50	26.65	26.58
2H22	26.70	26.85	26.78
1H23	26.00	26.10	26.05
Cal23	25.70	25.85	25.78

AEP Curve	Bid	Offer	Val
Jul'22	460	470	465
Q322	405	415	410
Q422	380	390	385
2H22	392	402	397
1H23	285	295	290
Cal23	275	285	280

EDP Curve	Bid	Offer	Val
Jul'22	550	560	555
Q322	470	480	475
Q422	385	395	390
2H22	430	440	435
1H23	305	315	310
Cal23	300	310	305

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