

FIS Aluminium Premiums

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Good morning,

Monday was a quiet day on the premiums, being a Swiss holiday, with just three trades clearing on the CME block.

On the Midwest premium, Nov22 AUP was bid and hit at 27.625 in 25x and left 27.50/28.00 on the follow, with Q422 also left 27.50/28.00 in 20x/10x. Further down the curve, Jul23 AUP was bid and hit at 26.75 in 25x and Apr23 vs Jul23 was bid at 0.25b in 100x but not countered.

On the European premiums, only the duty paid contract traded. Q422 printed at 380 in 10x and was left 350 bid in 15x on the follow. For the duty unpaid contract, Aug-Nov was offered at 420 in 40x but no bids were seen in the market.

Aluminium retreated from the highest closing level in a month after China’s latest manufacturing and property data deepened concerns over the prospects for economic recovery in the world’s top metal-consuming country. China’s factory activity unexpectedly contracted in July while property sales continued to shrink, highlighting the fragility of the recovery amid sporadic Covid outbreaks. The slowdown isn’t isolated to China as economies around the world feel the strain from lingering supply chain issues and higher energy costs. US manufacturing growth in July was the slowest in two years and European factory activity plunged.

Monday’s Trades:

AUP
Nov22 @ 27.625 25x
Jul23 @ 26.75 25x

EDP
Q422 @ 380 10x

AUP Curve	Bid	Offer	Val
Aug-22	27.80	28.00	27.90
Q322	27.65	27.80	27.73
Q422	27.50	27.65	27.58
2H22	27.60	27.75	27.68
1H23	26.50	26.75	26.63
Cal23	26.00	26.25	26.13

EDP Curve	Bid	Offer	Val
Aug-22	490	500	495
Q322	450	465	458
Q422	375	385	380
2H22	425	435	430
1H23	310	320	315
Cal23	300	310	305

AEP Curve	Bid	Offer	Val
Aug-22	440	460	450
Q322	375	390	382.5
Q422	360	375	367.5
2H22	367	382	374.5
1H23	215	225	220
Cal23	205	215	210

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