## **Aluminium Premiums**

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## Good morning,

Friday was quieter on the premiums, with just five trades clear on the CME block.

On the front end Midwest premium, Nov22 printed at 25.25 in 100x with Q422 later trading at the same level in 30x with selling cares on the follow. Further out—Q123 printed at 25.50 in 50x, there were cares to sell 1H23 and the cal23 strip but no firm bids were seen

On the euro premiums, activity was focused on the front end. Q422 EDP printed 340 in 20x with selling cares on the follow and Q4 AEP at 275 in just 3-4x. There was interest to sell '23 euros, with Q123 EDP offered at 335 in 20x, however there was little buying appetite for this far out.

LME aluminium opened at \$2,475/mt last Tuesday, with its weekly low and high at \$2,288/mt and \$2,478/mt respectively before trading at \$2,301/mt as of CST 15 on Friday, down 5.5% on the week. High energy prices overseas and domestic power shortages will provide cost support to aluminium prices, while limited growth of new orders received by downstream enterprises has diminished market confidence over the demand outlook. The most-traded SHFE aluminium contract and LME aluminium are expected to fluctuate between 17,500-19,000 yuan/mt and \$2,250-2,500/mt respectively this week. The market shall closely watch potential supply disruptions in Yunnan and other regions. (source: SMM)

## Friday's Trades:

AUP
Nov22 @ 25.25 100x
Q422 @ 25.25 30x
Q123 @ 25.50 50x

EDP Q422 @ 340 20x

AEP Q422 @ 275 3-4x

AUP Curve	Bid	Offer	Val
Sep-22	24.60	25.00	24.80
Q422	25.00	25.50	25.25
1H23	25.50	26.00	25.75
Cal23	25.60	26.10	25.85

EDP Curve	Bid	Offer	Val
Sep-22	380.00	395.00	387.50
Q422	335.00	345.00	340.00
1H23	310.00	320.00	315.00
Cal23	300.00	310.00	305.00

AEP Curve	Bid	Offer	Val
Sep-22	350.00	360.00	355.00
Q422	265.00	275.00	270.00
1H23	250.00	260.00	255.00
Cal23	220.00	230.00	225.00

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