

FIS Aluminium Premiums

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Good morning,

Wednesday was a fairly active day on the premiums, with 10 trades clearing on the CME block.

Activity was predominantly focused on the Midwest contract. Jan23 printed 21.25 in 18x, with Mar23 offered and lifted at 22.00 in 30x where it was bid on at the same level in 170x. Further down the curve, Apr-Sep23 traded at 21.90 in 25x and Q423 twice at 22.70. Dec was spread into Q123 and Cal23 at 1.6c and 1.5c respectively.

On the euro premiums, only the duty unpaid traded—Cal23 AEP printed at 195 in 10x. On the duty unpaid, Q123 was bid at 240 in 20-40x and there was interest to buy 2H23 EDP at 250 in 20x (indic) but neither tenor traded. Q123 ALA was offered and lifted at 320 in 15x with selling cares on the follow.

Rusal welcomed the London Metal Exchange’s decision not to delist Russian brands, but is concerned that from January the exchange will publish a monthly report singling out the percentage of Russian metal on warrant in LME warehouses, the aluminium giant’s Sales and Marketing Chief Roman Andryushin said in a letter sent to LME on Nov 16. China’s top aluminium smelters have issued a joint pledge to expand overseas production, with Guinea and Southeast Asia the main targets. Companies including Aluminum Corp. of China Co. and Shandong Weiqiao Pioneering Group Co. will explore plans to jointly build alumina plants in West Africa’s Guinea, they said in a statement published in China Nonferrous Metals Industry Association’s newsletter following a meeting in Sanya, Hainan province, on Wednesday. Southeast Asia could also host new fabricators and factories, they said.

Wednesday’s Trades:

AUP

Jan23 @ 21.25 18x
 Mar23 @ 22.00 30x, 10x
 Apr-Sep23 @ 21.90 25x
 Q423 @ 22.70 45x, 20x
 Dec v Q223 @ 1.5c in 18x/6x
 Dec v Cal23 @ 1.6c in 120x/10x

AEP

Cal23 @ 195 10x

ALA

Q123 @ 320 15x

AUP Curve	Bid	Offer	Val
Nov	19.70	20.00	19.85
Dec	20.25	20.75	20.50
Q123	21.60	22.10	21.85
Q223	21.90	22.40	22.15
Q323	22.20	22.70	22.45
Q423	22.45	22.90	22.68
Cal23	21.95	22.50	22.23
Cal24	22.75	22.90	22.83

AEP Curve	Bid	Offer	Val
Nov	235	245	240
Dec	230	240	235
Q123	210	220	215
Q223	195	205	200
Q323	185	195	190
Q423	175	185	180
Cal23	190	200	195

EDP Curve	Bid	Offer	Val
Nov	270	290	280
Dec	260	270	265
Q123	255	265	260
Q223	250	260	255
Q323	245	255	250
Q423	240	250	245
Cal23	248	258	253

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