

FIS Aluminium Premiums

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Good morning,

Tuesday was a fairly busy day on the premiums, with 11 trades clearing on the CME block.

On the Midwest, activity was limited to 2023. On the front end, Q223 was offered and lifted at 28.00 in 15x with buying cares on the follow. Feb-Dec23 then traded at 28.50 in 10x before later trading down at 28.25 in the same size. There was interest to buy 2H23 but no realistic bids were seen.

On the Euro premiums, the duty unpaid contract enjoyed the majority of the liquidity, trading flat across 2023 at 230. Q223 was offered and lifted at 230 in 20x before trading three more times at this level. Feb-Jun, and Q3 traded at the same level in 10x and 15x respectively with 2H also trading in 20x at 230. Duty paid saw just one small trade, Feb23-Jan24 at 330 in just 3x.

LME Aluminium fell 0.8% to \$2,601 a ton, retreating from the highest close since June, after China capped another year with record production. That points to resilient Chinese supply — the nation accounts for about half of the world’s total output — against a backdrop of global supply tightness. The Chinese economy is facing a challenging recovery after years of stringent Covid restrictions.

Tuesday's Trades:

AUP

Q223 @ 28.00 15x

Feb-Dec23 @ 28.50 10x, 28.25 10x

EDP

Feb23-Jan24 @ 330 3x

AEP

Q223 @ 230 20x, 20x, 10x, 10x

Q323 @ 230 15x

Feb-Jun @ 230 10x

2H23 @ 230 20x

AUP Curve	Bid	Offer	Val
Q123	27.50	28.00	27.75
Q223	27.75	28.25	28.00
Q323	28.00	28.50	28.25
Q423	28.25	28.75	28.50
Cal23	27.90	28.40	28.15
Cal24	27.30	27.70	27.50

AEP Curve	Bid	Offer	Val
Q123	215	225	205
Q223	225	235	230
Q323	225	235	230
Q423	230	240	235
Cal23	223	233	228
Cal24	240	250	245

EDP Curve	Bid	Offer	Val
Q123	305	310	307.5
Q223	315	320	317.5
Q323	320	330	325
Q423	330	340	335
Cal23	317	325	321
Cal24	340	350	345

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