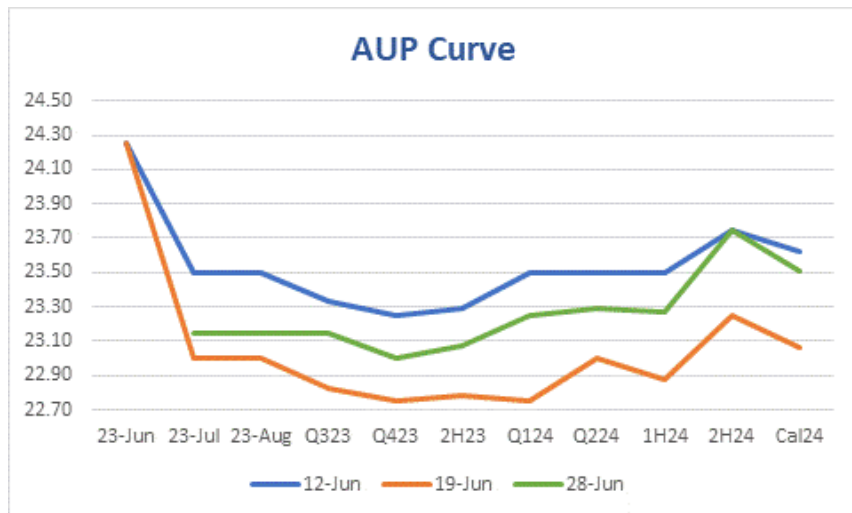




Aluminum Premium Report

Stamford +1 203 318 6598 | London +44 (0) 20 7090 1120 | Aluminium@freightinvestor.com

06/28/23



FIS AUP Curve 6/28			
Period	Bid	Offer	Midpoint
23-Jul	22.90	23.40	23.15
23-Aug	22.90	23.40	23.15
Q323	22.90	23.40	23.15
Q423	22.75	23.25	23.00
2H23	22.83	23.33	23.08
Q124	23.15	23.65	23.40
Q224	23.15	23.65	23.40
1H24	23.15	23.65	23.40
2H24	23.15	23.65	23.40
Cal24	23.15	23.65	23.40

AUP Commentary:

Today on Midwest Premium there were three trades on the CME block. They were all Cal24 trading at 23.40, all in various amounts. The curve remained consistent with what has been going on so far this week.

The EU’s implementation of the Cross-Border Adjustment Mechanism (CBAM) poses a serious threat to India’s aluminum industry and the global price of aluminum. The initiative is aimed at lowering carbon emissions to reach net zero; India has a much higher emission intensity compared to Europe, and stands to add \$1,500-1,600 in costs to produce one ton of aluminum. Indian manufacturers have set new emissions reduction goals in response, as the CBAM goes into effect on October 1st, 2023.

Trade Activity:

- Cal24 AUP 23.40 in 15x
- Cal24 AUP 23.40 in 5x
- Cal24 AUP 23.40 in 20x

Platts “Heards”:

US: 99.7% P1020: Delivered US Midwest: Indicative value heard at 22-23 cents/lb premium over LME cash settlement, spot delivery, net-30: trader



Aluminum Premium Report

Stamford +1 203 318 6598 | London +44 (0) 20 7090 1120 | Aluminium@freightinvestor.com

FIS AEP Curve 6/28			
Period	Bid	Offer	Midpoint
23-Jul	215	240	228
23-Aug	215	240	228
Q323	185	215	200
Q423	185	215	200
2H23	185	215	200
Q124	175	195	185
Q224	175	195	185
1H24	175	195	185
2H24	160	190	175
Cal24	168	193	180

FIS EDP Curve 6/28			
Period	Bid	Offer	Midpoint
23-Jul	290	310	300
23-Aug	265	295	280
Q323	260	290	275
Q423	260	290	275
2H23	260	290	275
Q124	270	300	285
Q224	265	295	280
1H24	268	298	283
2H24	260	290	275
Cal24	264	294	279

Trade Activity :

July/Aug23 EDP 300/280 in 12x

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association (“NFA”). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at www.freightinvestorservices.com