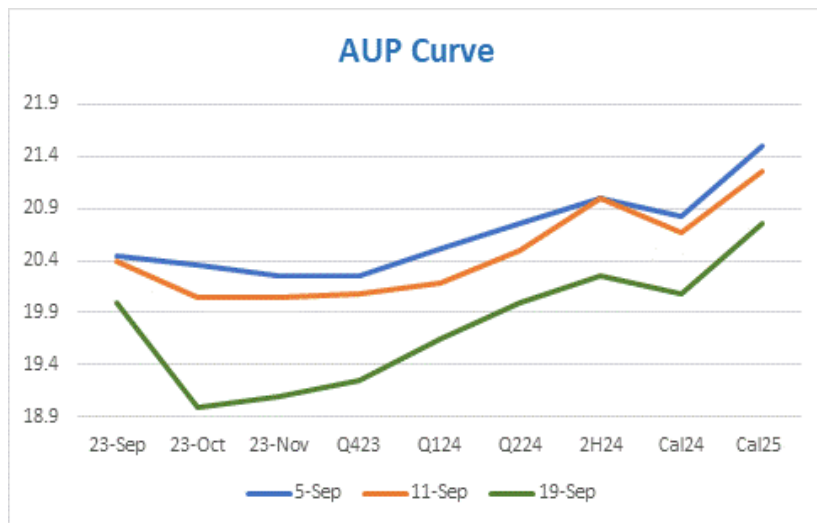




# Aluminum Premium Report

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09/19/23



FIS AUP Curve 9/19			
Period	Bid	Offer	Midpoint
23-Sep	19.75	20.25	20.00
23-Oct	18.75	19.25	19.00
23-Nov	18.85	19.35	19.10
Q423	19.00	19.50	19.25
Sep-Dec	19.09	19.59	19.34
Q124	19.40	19.90	19.65
Q224	19.75	20.25	20.00
1H24	19.58	20.08	19.83
2H24	20.00	20.50	20.25
Cal24	19.79	20.29	20.04
Cal25	20.50	21.00	20.75

**Commentary:**

There was again heavy trading on the CME block today. Overall, 19,525 tons of AUP were traded. A lot of this activity was seen in Oct23, along with Q324 and Q124, as well as a spread between Q423 and Q124. Oct23 on the curve was pulled down due to the trading, along with Q124. Onscreen trading activity at 20.00 in Q224 also pulled the curve down.

Goldman Sachs cut its price targets on aluminum for this year as well as 2024 due to weak ex-China demand. For 2023, prices were reduced from \$2,431 to \$2,300/ton; 2024 fell from \$3,000 to \$2,500/ton. Global aluminum deficit was seen 634kt this year vs a projected 997kt in June. While ex-China demand has cooled, the solar industry inside China is still driving demand. This trend will continue into 2024. Chinese net aluminum imports may rise to 120kt-150kt/month for the rest of the year due to the green economy as well as property completions. Demand from green sectors had a 40% rise y/y to 5.5m tons this year, representing 8% of global consumption. That could rise 4m tons between 2024 and 2027. (Source: Bloomberg)

**Platts "Heards":**

Platts Aluminum: US: 99.7% P1020: DDP US average-freight Midwest: Company A (Trader) reports offer at 19.8 cents/lb over LME average for next 30 days, delivery within 7-30 days, up to 1,000 mt, sow/T-bar shape, non-Russian brand acceptable to buyer, net-30 terms

Platts Aluminum: US: 99.7% P1020: DDP US average-freight Midwest: Company A (Trader) reports offer at 19 cents/lb over LME average for next 30 days, delivery within 7-30 days, up to 1,000 mt, sow/T-bar shape, any non-Russian brand acceptable to buyer, net-cash terms

Platts Aluminum: US: 99.7% P1020: Delivered US Midwest: Indicative value heard at 21 cents/lb premium over LME cash settlement, spot delivery, net-30: trader

Platts Aluminum: US: 99.7% P1020: Delivered US Midwest: Indicative value heard at 19.5-20 cents/lb premium over LME cash settlement, spot delivery, net-30: trader;



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FIS AEP Curve 9/19			
Period	Bid	Offer	Midpoint
23-Sep	190	210	200
23-Oct	180	200	190
23-Nov	190	210	200
Q423	185	205	195
Sep-Dec	186	206	196
Q124	170	190	180
Q224	175	195	185
1H24	172.5	192.5	183
2H24	170	190	180
Cal24	171	191	181
Cal25	170	190	180

FIS EDP Curve 9/19			
Period	Bid	Offer	Midpoint
23-Sep	245	275	260
23-Oct	225	255	240
23-Nov	225	255	240
Q423	225	255	240
Sep-Dec	230	260	245
Q124	221	251	236
Q224	221	251	236
1H24	221	251	236
2H24	243	273	258
Cal24	232	262	247
Cal 25	255	285	270

## Platts "Heards" (Cont.) :

Platts Aluminum: US: 99.7% P1020: Delivered US  
Midwest: Indicative value heard at 21 cents/lb  
premium over LME cash settlement, spot delivery,  
net-30: trader

Platts Aluminum: US: 99.7% P1020: Delivered US  
Midwest: Indicative value heard at 19 cents/lb  
premium over LME cash settlement, spot delivery,  
net-30: trader