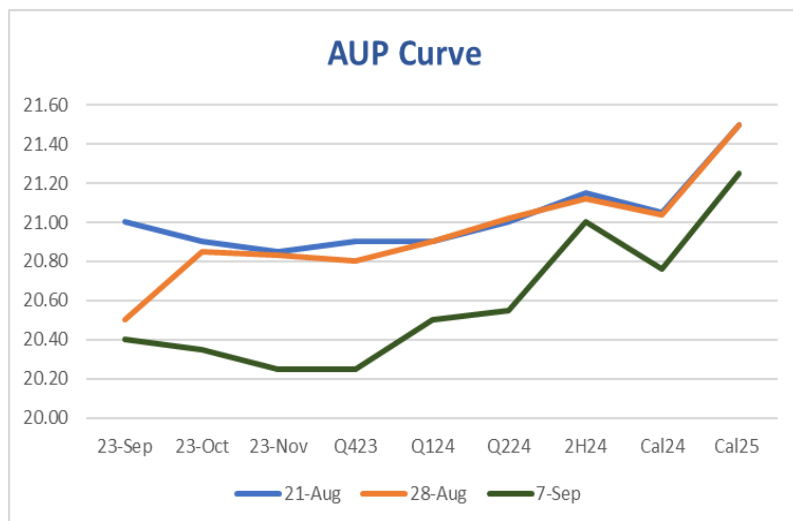




# Aluminum Premium Report

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09/07/23



FIS AUP Curve 9/7			
Period	Bid	Offer	Midpoint
23-Sep	20.15	20.65	20.40
23-Oct	20.10	20.60	20.35
23-Nov	20.00	20.50	20.25
Q423	20.00	20.50	20.25
Sep-Dec	20.06	20.56	20.31
Q124	20.25	20.75	20.50
Q224	20.30	20.80	20.55
1H24	20.28	20.78	20.53
2H24	20.75	21.25	21.00
Cal24	20.51	21.01	20.76
Cal25	21.00	21.50	21.25

### Commentary:

Today was a busy day on the CME block today. In total, 9,000 tons traded, the activity came in Q1 and Q2 of '24, as well as spreads in Nov23-Dec23. Q423 got to 20.00/20.50 but didn't trade, with Q124 left 20.25 bid and Cal25 21.50 offered.

The derivatives industry is expected to face more regulations in the face of criticism over poor response to market volatility. The International Swaps and Derivatives Association wants traders to adjust their margins more often; the Standard Initial Margin Model will undergo semiannual recalibrations instead of annual starting in 2025. The potential for quarterly readjustments at first bumped margin requirements by as much as 14%, though this would only be triggered after exceptional volatility. This will place more checks on trillions of dollars that are beyond the reach of central clearinghouses. The ISDA hopes that this will allay concerns by regulators about the potential for funds that take under-collateralized positions to rock markets. The current SIMM methodology meant that an event like the Covid-19 pandemic was not accounted for until the end of 2021. (Source: Bloomberg)

### Platts "Heards":

Platts Aluminum: US: 99.7% P1020: DDP US average-freight Midwest: Company A (Trader) reports offer at 20.3 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 19.5 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 20.25 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: producer



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FIS AEP Curve 9/7			
Period	Bid	Offer	Midpoint
23-Sep	190	210	200
23-Oct	180	200	190
23-Nov	190	210	200
Q423	187	207	197
Sep-Dec	187	207	197
Q124	285	305	295
Q224	285	305	295
1H24	285	305	295
2H24	285	305	295
Cal24	285	305	295
Cal25	285	305	295

FIS EDP Curve 9/7			
Period	Bid	Offer	Midpoint
23-Sep	245	275	260
23-Oct	235	265	250
23-Nov	221	251	236
Q423	240	270	255
Sep-Dec	235	265	250
Q124	236	266	251
Q224	238	268	253
1H24	237	267	252
2H24	243	273	258
Cal24	240	270	255
Cal 25	255	285	270

## Platts “Heards” (Cont.):

Platts Aluminum: US: 99.7% P1020: Delivered US Mid-west: Indicative value heard at 20-20.3 cents/lb premium over LME cash settlement, spot delivery, net-30: trader