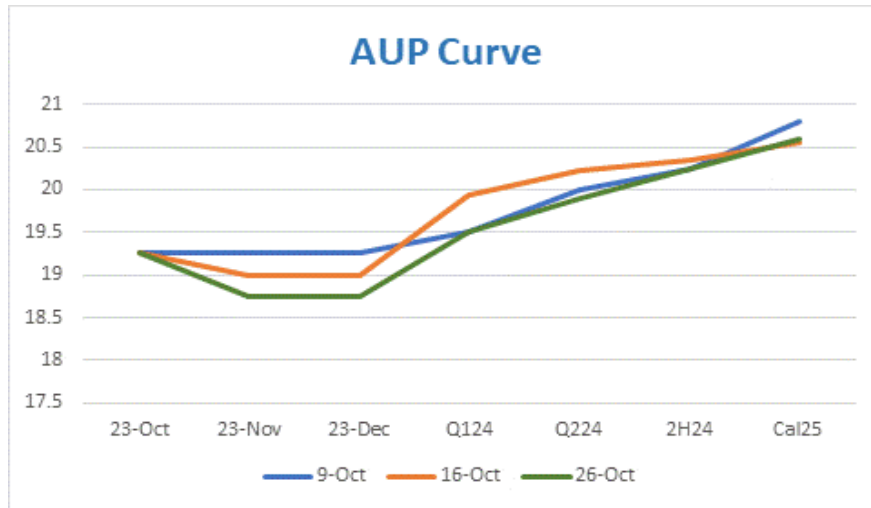




Aluminum Premium Report

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10/26/23



FIS AUP Curve 10/26			
Period	Bid	Offer	Midpoint
23-Oct	19.00	19.50	19.25
23-Nov	18.50	19.00	18.75
23-Dec	18.50	19.00	18.75
Q423	18.67	19.17	18.92
Q124	19.25	19.75	19.50
Q224	19.65	20.15	19.90
1H24	19.45	19.95	19.70
2H24	20.00	20.50	20.25
Cal24	19.73	20.23	19.98
Cal25	20.35	20.85	20.60

Commentary:

There was heavy activity today on the CME block. In total, 16,250 tons of AUP traded. This activity occurred in a spread of Nov23/Dec23 trading at 18.75. Q224 traded 19.80, and Q124 traded 19.50. There were also multiple 1H24 trades at 19.55 and 19.70; finally, 2H24 traded multiple times at 20.25. In response, the curve was pulled down. Expect more trading as the week goes on.

The UAW reached a tentative agreement with Ford, putting more pressure on GM and Stellantis to reach a deal. In the agreement, Ford increased hourly wages 25% over the life of the new contract, which exceeds four years. With cost-of-living allowances, the top wage rate is expected to increase 33%, top pay will be over \$40 an hour. The UAW leadership will vote on the deal Oct. 29th, and then it will have to be ratified by Ford’s 57,000 hourly workers; the process has an uncertain outcome because expectations have been raised by UAW President Shawn Fain’s call for a transformational deal. As of Oct. 23rd, the auto strike has cost GM, Ford, and Stellantis about \$2.1 billion in lost earnings.

The UAW has offered a new contract proposal to GM, similar to the one signed with Ford. Shawn Fain and GM CEO Mary Barra met this morning and while there is no tentative agreement yet, the sides are close on many key issues. GM is expected to make a counteroffer later today or Friday. (Source: Bloomberg)

Platts “Heards”:

US: 99.7% P1020: Delivered US Midwest: Indicative value heard at 18.75-19.25 cents/lb premium over LME cash settlement, spot delivery, net-30: trader

US: 99.7% P1020: Delivered US Midwest: Indicative value heard at 19-19.5 cents/lb premium over LME cash settlement, spot delivery, net-30: trader

US: 99.7% P1020: Delivered US Midwest: Indicative value heard at 18.5-19 cents/lb premium over LME cash settlement, spot delivery, net-30: trader

US: 99.7% P1020: Delivered US Midwest: Indicative value heard at 17.5-18 cents/lb premium over LME cash settlement, spot delivery, net-30: trader



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FIS AEP Curve 10/26			
Period	Bid	Offer	Midpoint
23-Oct	160	180	170
23-Nov	160	180	170
23-Dec	145	165	155
Q423	155	175	165
Q124	145	165	155
Q224	145	165	155
1H24	145	165	155
2H24	170	190	180
Cal24	158	178	168
Cal25	170	190	180

FIS EDP Curve 10/26			
Period	Bid	Offer	Midpoint
23-Oct	205	235	220
23-Nov	200	230	215
23-Dec	200	230	215
Q423	202	232	217
Q124	200	230	215
Q224	200	230	215
1H24	200	230	215
2H24	206	236	221
Cal24	203	233	218
Cal 25	240	270	255

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