Twitter Thread by Tar ■

Tar ■
@itsTarH

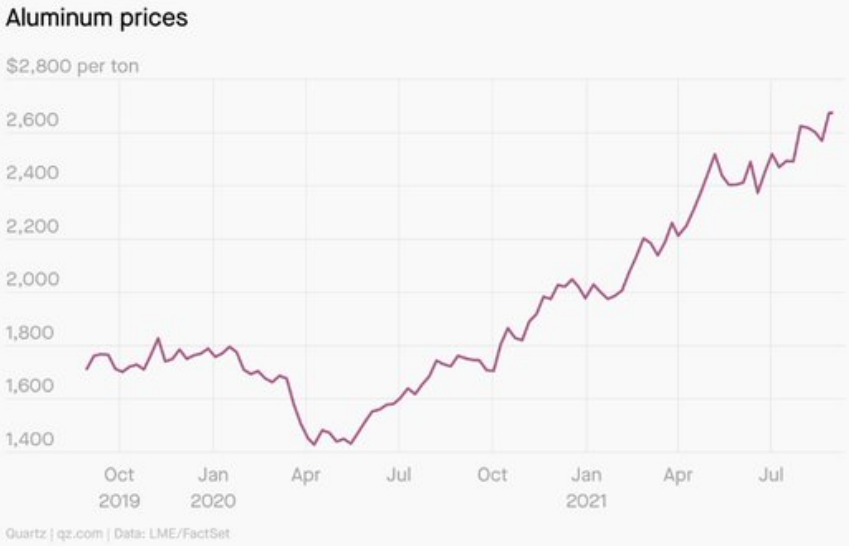
China becomes a net importer of Aluminium

Crackdown on factories in China driven by political rulings to curb emissions

Nalco delivers the highest grossing quarter ever

2+2 = 20 https://t.co/paEk76EaGT

Aluminum prices have hit their highest point in 10 years thanks to China's crackdown on energy use, which directly affects smelters. Now, the world's biggest aluminum producer and consumer has become an *importer* of the metal, with knock-on effects around the world.



"There's just not enough metal in North America," says Roy Harvey, CFO of US-based aluminum supplier Alcoa. Providers like Alcoa may be cheerfully riding the aluminum wave, but companies that use the element in their products—think beer cans and kitchen wraps—are looking at millions of dollars in increased costs.

Common theme coming out of China is

1\u20e3 Govt wants to focus on general prosperity than just prosperity of a few
2\u20e3 Large focus on limiting emissions
3\u20e3 Willing to lose market share and global dominance in some categories to achieve the above

Bodes well for some sectors in India.

— Tar \u26a1 (@itsTarH) August 31, 2021
https://t.co/eabqmzuU2v

Aluminum prices have risen almost 40% this year on the LME. https://t.co/yWD0I1yECY pic.twitter.com/IhaJD53mmX

— Lisa Abramowicz (@lisaabramowicz1) August 31, 2021

VP Thread on Nalco
https://t.co/SpTcbmWUOg

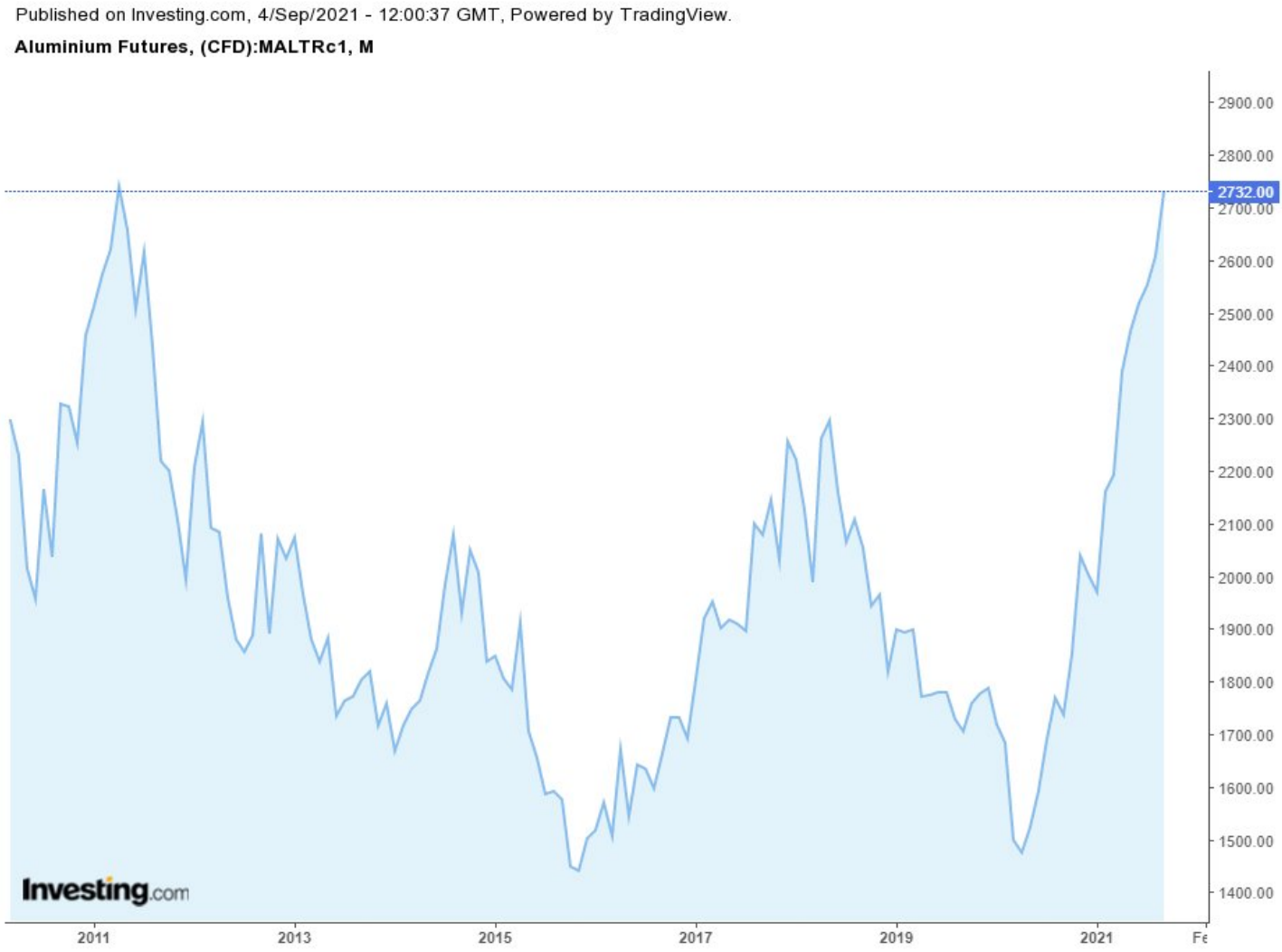
Nalco's earnings have very high sensitivity to aluminum price. In fact, it’s earnings double for every US$400/t increase in aluminum price.

https://t.co/aqbthw1gFP

Aluminum Prices just ~14% away from their ATH of 3000+ USD/T



Aluminum Prices at 10yr High!



The wonders of Aluminum

https://t.co/RJ2rS2rCM1