



Price Risk Assessment | Cost Impact | Procurement Intelligence | Hedging Considerations

ALUMINIUM PRICE RISK ASSESSMENT

**Identifying Further Upside Risk
When Aluminium Was Already at a High**

Dubai-based Food Processing Client

Proof of Concept | November 2025



01 | EXECUTIVE SNAPSHOT

The Client

A Dubai-based food-processing company operating across vegetables, fruits, meat, spices and processed foods, with significant aluminium-can packaging requirements.



Annual can consumption

~80 million cans



Annual spend

~US\$6 million

Commodity

Aluminium

Market benchmark

LME Cash Aluminium

Engagement

3-month Price Outlook

The Business Question

Aluminium prices were already at elevated levels when the engagement began. The management challenge was not simply to understand the current price, but to determine:

“Could aluminium move materially higher from an already expensive level?”

MediMo was engaged to provide an independent forward Price Outlook to support procurement and cost-management decisions.

02 | THE DECISION POINT

 27 October 2025

LME Cash Aluminium

US\$2,878.50

per metric tonne (MT)

At this level, the client was already surprised by the prospect of further price escalation.



MediMo's Assessment

~8%

FURTHER UPSIDE

Indicative February 2026 level

US\$3,092/MT



Why this mattered

The assessment challenged a common procurement assumption:

“Prices are already high, so there cannot be much more upside.”

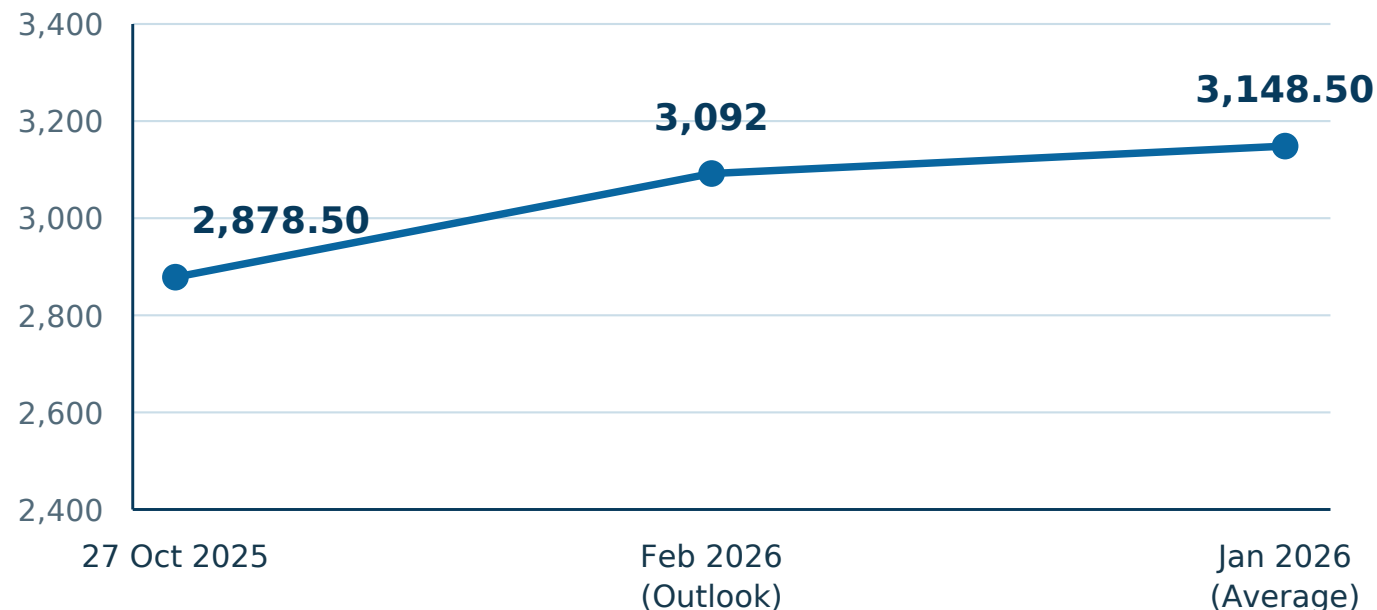
MediMo's role was to independently assess the risk from the current price level, rather than anchor the decision solely to where the market was trading that day.

03 | MEDIMO PRICE OUTLOOK vs. MARKET OUTCOME

The subsequent market movement provided a clear validation of the direction and magnitude of the risk identified.



LME Cash Aluminium Price Movement (US\$/MT)



Market movement
from starting
point

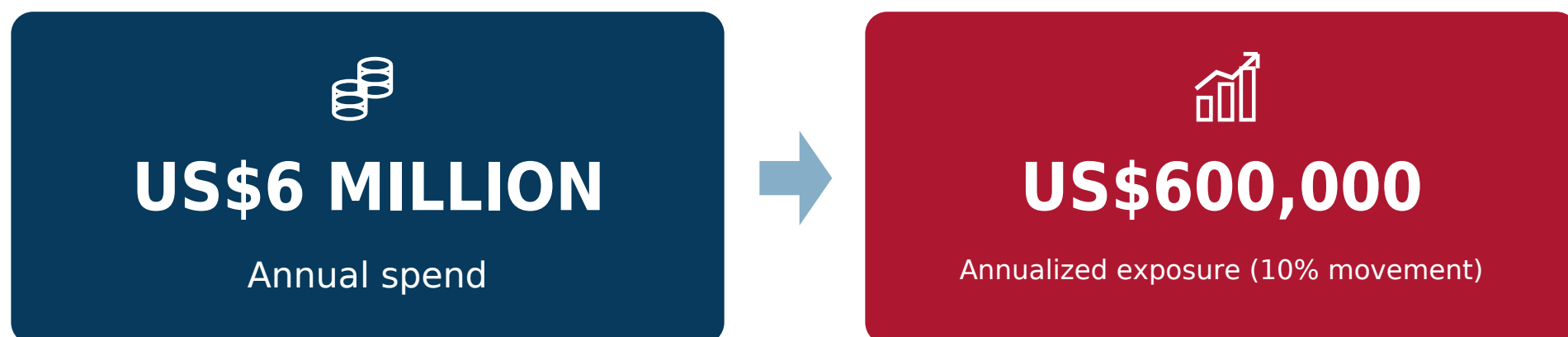
~9.4%



27 Oct 2025	Feb 2026 outlook	Jan 2026 average	Increase from start
US\$2,878.50/MT	US\$3,092/MT	US\$3,148.50/MT	~9.4%

04 | FROM PRICE MOVEMENT TO COST IMPACT

For a business consuming approximately 80 million cans annually, with ~US\$6 million of annual spend, aluminium price movements can have a significant financial impact.



Illustrative sensitivity

Price movement	Approx. annualized exposure
1%	US\$60,000
3%	US\$180,000
5%	US\$300,000
8%	US\$480,000
10%	US\$600,000

From market intelligence to commercial relevance



Price Risk Assessment



Quantify Cost Impact



Evaluate Procurement Timing



Consider Hedging Requirements



Make Better-Informed Decisions

05 | THE MEDIMO APPROACH

MediMo's role is not to replace the client's procurement or treasury judgement. It is to provide an independent analytical perspective that can be incorporated into the client's existing decision process.

01 Price Risk Assessment

Assess the forward price environment and identify potential upside or downside risks.

02 Cost Impact

Translate commodity movements into the financial exposure relevant to the client's business.

03 Procurement Intelligence

Enable management to consider market conditions alongside supplier quotations, contracts, inventory and purchasing cycles.

04 Hedging Considerations

Provide an independent market perspective that can support discussions around appropriate risk coverage.

06 | FINAL MANAGEMENT TAKEAWAY

This aluminium POC illustrates a broader principle relevant to commodity-intensive businesses:

“The biggest commodity risk is not always the price you are paying today. It can be the price risk you fail to identify before tomorrow's market move.”

For businesses with significant commodity exposure, MediMo provides an independent perspective designed to help management:

Assess
Price Risk

Understand
Cost Impact

Improve Procurement
Decisions

Evaluate Hedging
Considerations