

FIS Steel & Scrap Morning Report

London +44 20 7090 1120 | info@freightinvestor.com | www.freightinvestorservices.com

Good morning,

- Physical scrap prices near \$260/t CFR

A handful of additional recent physical deals were reported yesterday, with both Baltic and US based sellers transacting. Platts reports that a US-origin HMS 80:20 cargo was completed at \$258.50/t CFR, whilst a Baltic cargo was finalised at \$259/t CFR. There was activity across the futures curve yesterday, with prints in small clips between \$260-263/t through to year end. The Northwest European HRC index fell 50c yesterday, the curve remains in a contango.

FOB China HRC continues to remain elevated amid strong Chinese steel sentiment. August futures value has increased \$7 since Tuesday, the curve remains backwardated.

Yesterday's trades:

CME US HRC Midwest

Q4 @ 506 in 400t/m

CME US Busheling Midwest

Aug @ 277 in 1kT

Please see yesterday's closing curves:

US HRC USD/short ton			
	Bid	Ask	Value
Jul-20	475	485	480
Aug-20	479	489	484
Sep-20	494	504	499
Q4 20	503	513	508
Q1 21	526	536	531
Q2 21	531	541	536

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Jul-20	387	407	397
Aug-20	407	427	417
Sep-20	418	438	428
Q4 20	421	441	431
Q1 21	430	450	440
Q2 21	429	449	439

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	258.75	0.75	255.91
Steel Rebar FOB Turkey (\$/mt)	417.50	2.50	409.73
Argus HRC NW Europe (€/mt)	400.25	-0.50	396.23
Argus FOB China HRC (\$/mt)	454.00	0.00	444.30

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Jul-20	449	459	454
Aug-20	447	457	452
Sep-20	442	452	447
Oct-20	437	447	442
Q4 20	435	445	440
Q1 21	428	438	433

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Jul-20	255	265	260
Aug-20	258	268	263
Sep-20	258	268	263
Oct-20	258	268	263
Q4 20	258	268	263
Q1 21	258	268	263

LME REBAR FOB TK			
	Bid	Ask	Value
Jul-20	405	415	410
Aug-20	415	425	420
Sep-20	415	425	420
Oct-20	415	425	420
Q4 20	415	425	420
Q1 21	415	425	420

BUSHELING			
	BID	ASK	Value
Aug-20	272	282	277
Sep-20	280	290	285
Oct-20	287	297	292
Q4 20	297	307	302
Q1 21	316	326	321