



# Steel & Scrap Morning Report

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Good morning,

- Baltic-origin physical scrap deals completed at \$259.5-260/t CFR for HMS 80:20
- FOB China HRC index increases \$16 last week

A handful of Baltic-origin physical scrap deals were reported towards the end of last week. A Baltic based seller is reported to have transacted an HMS 80:20 cargo at \$260/t CFR. The cargo also included shredded and bonus scrap at \$265/t and \$270/t CFR respectively. A second Baltic deal was reported at \$259.50/t CFR. The scrap futures curve continues to hold steady through to year end. Argus reports the Northwest European HRC market was quiet last Friday, with some buyers securing September cargoes.

The Chinese market remained robust, with further price increases expected over the coming week with the rainy season gradually ending, Argus reports. The robust Chinese market helped the index rise \$16/t last week. The fob China HRC futures curve remains backwardated through to Q121.

Friday's trades:

Please see Friday's closing curves:

### CME US HRC Midwest

Nov-Dec @ 517 in 1100t + 900t

Aug-Sep @ 501 in 720t

Nov-Dec @ 518 in 500t/m + 500t/m

### CME US Busheling Midwest

Aug @ 276 in 1kT + 500t

US HRC USD/short ton			
	Bid	Ask	Value
Jul-20	476	486	481
Aug-20	490	500	495
Sep-20	501	511	506
Q4 20	508	518	513
Q1 21	528	538	533
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	415	435	425
Q4 20	423	443	433
Q1 21	432	452	442
Q2 21	431	451	441

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	260.00	0.00	256.54
Steel Rebar FOB Turkey (\$/mt)	420.00	0.00	411.31
Argus HRC NW Europe (€/mt)	401.50	-0.50	397.08
Argus FOB China HRC (\$/mt)	463.00	3.00	447.17

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Jul-20	453	463	458
Aug-20	448	458	453
Sep-20	443	453	448
Oct-20	438	448	443
Q4 20	435	445	440
Q1 21	430	440	435

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Jul-20	253	263	258
Aug-20	260	270	265
Sep-20	260	270	265
Oct-20	260	270	265
Q4 20	260	270	265
Q1 21	258	268	263

LME REBAR FOB TK			
	Bid	Ask	Value
Jul-20	410	420	415
Aug-20	418	428	423
Sep-20	418	428	423
Oct-20	418	428	423
Q4 20	418	428	423
Q1 21	417	427	422

BUSHELING			
	BID	ASK	Value
Aug-20	274	284	279
Sep-20	280	290	285
Oct-20	287	297	292
Q4 20	297	307	302
Q1 21	316	326	321

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