



Steel & Scrap Morning Report

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Good morning,

- Scrap futures continue to gain strength, as front month futures move \$5 higher
- Northwest European HRC index creeps up €1.50/t

Turkish scrap import prices held steady with Eid holiday celebrations in Turkey. However, Platts reports physical activity is expected to tick up towards the end of the week. The futures curve continues to gain strength with Aug and Sep moving \$5/t higher to \$295/t and \$290/t respectively. The Northwest European HRC index crept up €1.50/t yesterday, as a large stockholder bought 10kT of September material, Argus reports.

Argus reports a Chinese mill increased offers for SS400 HRC by \$15/t to \$515/t yesterday amid strong domestic Chinese sentiment. Another mill is understood to have increased offers by \$10/t to \$505/t FOB. FOB China HRC futures held steady yesterday with the curve in backwardation through to Q121.

Yesterday's trades:

CME US HRC Midwest

- Q4 @ 530 in 500t/m
- Q4 @ 530 in 1kT/m
- Q4 @ 530 in 1kT/m
- Q4 @ 530 in 1kT/m
- Aug @ 583 in 500t + 1kT
- Q4 @ 530 in 1kT/m
- Q4 vs Q121 @ -15 in 1kT/m
- Q4 vs Q121 @ -15 in 1kT/m
- Q4 vs Q121 @ -14 in 1kT/m
- Aug @ 482 in 500t

Yesterday's closing curves:

US HRC USD/short ton			
	Bid	Ask	Value
Aug-20	475	485	480
Sep-20	505	515	510
Oct-20	510	520	515
Q4 20	518	528	523
Q1 21	531	541	536

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Aug-20	415	435	425
Sep-20	422	442	432
Q4 20	428	448	438
Q1 21	433	453	443
Q2 21	432	452	442

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	279.50	0.00	279.50
Steel Rebar FOB Turkey (\$/mt)	433.50	0.00	433.50
Argus HRC NW Europe (€/mt)	410.50	1.50	410.50
Argus FOB China HRC (\$/mt)	485.00	3.00	485.00

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LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Aug-20	490	500	495
Sep-20	485	495	490
Oct-20	483	493	488
Nov-20	482	492	487
Q4 20	478	488	483
Q1 21	472	482	477

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Aug-20	290	300	295
Sep-20	285	295	290
Oct-20	260	270	265
Nov-20	260	270	265
Q4 20	278	288	283
Q1 21	273	283	278

LME REBAR FOB TK			
	Bid	Ask	Value
Aug-20	445	455	450
Sep-20	442	452	447
Oct-20	442	452	447
Nov-20	442	452	447
Q4 20	436	446	441
Q1 21	430	440	435

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	BID	ASK	Value
Aug-20	266	276	271
Sep-20	276	286	281
Oct-20	294	304	299
Q4 20	302	312	307
Q1 21	318	328	323