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FIS Steel & Scrap Morning Report

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Good morning,

- Baltic and US based sellers transact physical scrap at \$285/t CFR
- Northwest European strengthens €1.75/t amid expectations of higher prices in Q4

Events/Announcements today:

USD JOLTs Job Openings (Jun)

GBP BRC Retail Sales Monitor (YoY)

A handful of additional physical scrap fixtures completed late last week. A Baltic based seller is reported to have transacted an HMS 80:20 cargo at \$285/t CFR. A US-origin HMS 90:10 cargo was also reported completed at \$288/t CFR, Platts assesses this to represent \$285/t CFR value for HMS 80:20. Scrap futures curve held steady last Friday. The Northwest European HRC index moved €1.75/t higher last Friday amid expectation of higher HRC prices in Q4, Argus reports.

Onshore rebar futures continue their struggle from last Friday amid rising tensions between the US and China. FOB China HRC future moved a touch higher Friday and also continue to show strength today as Sep and Oct value move \$2 higher.

Friday's trades:

CME US HRC Midwest

Aug @ 468 in 1kT

Nov @ 528 in 500t + 500t

Q221 @ 540 in 1kT/m

Q4 @ 524 in 1kT/m

Q4 @ 525 in 1700t/m

CME US Busheling Midwest

Nov @ 310 in 1500t

Please see Friday's closing curves:

US HRC USD/short ton				
	Bid	Ask	Value	
Aug-20	460	470	465	
Sep-20	490	500	495	
Oct-20	506	516	511	
Q4 20	514	524	519	
Q1 21	531	541	536	
Q2 21	545	555	550	

NWE HRC EUR/metric ton				
	Bid	Ask	Value	
Aug-20	419	429	424	
Sep-20	429	439	434	
Oct-20	433	443	438	
Q4 20	433	443	438	
Q1 21	438	448	443	
Q2 21	442	452	447	

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	285.50	1.00	282.90
Steel Rebar FOB Turkey (\$/mt)	440.00	0.00	437.70
Argus HRC NW Europe (€/mt)	413.50	1.75	411.85

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LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Aug-20	493	503	498
Sep-20	489	499	494
Oct-20	482	492	487
Nov-20	480	490	485
Q4 20	480	490	485
Q1 21	470	480	475

LME HMS 80:20 CFR TK				
	Bid	Ask	Value	
Aug-20	285	295	290	
Sep-20	284	294	289	
Oct-20	280	290	285	
Nov-20	278	288	283	
Q4 20	278	288	283	
Q1 21	270	280	275	

LME REBAR FOB TK				
	Bid	Ask	Value	
Aug-20	440	450	445	
Sep-20	447	457	452	
Oct-20	444	454	449	
Nov-20	438	448	443	
Q4 20	435	445	440	
Q1 21	428	438	433	

BUSHELING				
	Bid	Ask	Value	
Aug-20	260	270	265	
Sep-20	275	285	280	
Oct-20	290	300	295	
Nov-20	302	312	307	
Q4 20	301	311	306	
Q1 21	318	328	323	