## Steel & Scrap Morning Report

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Good Morning,

**FOB China HRC** 

The index kept stable last Friday at US\$515/t, MTD US\$517.33/t.

China's market sentiment firmed last Friday after better-than-expected data showed the country's total financing rose to 3.58trillion yuan in August, around 1 trillion yuan higher than expected. Major Chinese mills were reluctant to cut prices further as domestic prices showed some signs of strength. There is a lot of market talks about short-selling deals at lower levels around \$510/t fob China for SS400 HRC. (Argus)

## **Turkish Scrap**

Turkish Deepsea import scrap prices soften from 2020 high

Workable levels from key regions vary on exchange rates

Limited correction expected down to \$295-\$299/mt CFR

Deepsea Turkish import scrap prices weakened from a 2020 high, as a lower Baltic-origin deal was heard along with lower workable levels, sources said. S&P Global Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$299.50/mt CFR on Sept. 11, down \$3 on day. This was the first downward movement in the index since Aug. 24. A Baltic-origin deal was heard by multiple sources to be booked on Sept 9 by an Iskenderun mill, with HMS 1/2 (80:20) at \$300/mt CFR, and bonus scrap at \$310/mt CFR. (Platts)

## EHR

Northwest European hot-rolled coil (HRC) prices edged higher again Friday amid a lack of cheaper alternatives.

Argus' daily benchmark northwest European HRC index increased by €1.50/t on Friday to €474/t ex-works, taking the month-todate average to €464.30/t.

Most Visegrad-based mills were trying to approach the €500/t level previously announced by ArcelorMittal, with their offers sitting around €490/t delivered Germany.

One mill in the region has been slow to start up post-summer because of working capital issues, so was not actively offering many tonnes. (Argus)

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Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	299.50	-3.00	299.56
Steel Rebar FOB Turkey (\$/mt)	460.00	0.00	456.06
Argus HRC NW Europe (€/mt)	474.00	1.50	463.83
Argus FOB China HRC (\$/mt)	515.00	0.00	517.33

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Sep-20	520	530	525
Oct-20	506	516	511
Nov-20	500	516	508
Dec-20	500	507	504
Q4 20	501	511	506
Q1 21	493	503	498

LME REBAR FOB TK			
	Bid	Ask	Value
Sep-20	458	468	463
Oct-20	457	467	462
Nov-20	455	467	461
Dec-20	455	463	459
Q4 20	455	465	460
Q1 21	450	460	455

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Sep-20	301	311	306
Oct-20	296	311	304
Nov-20	296	304	300
Dec-20	292	302	297
Q4 20	294	304	299
Q1 21	288	298	293

BUSHELING			
	Bid	Ask	Value
Sep-20	280	300	290
Oct-20	310	326	318
Nov-20	317	327	322
Dec-20	322	332	327
Q4 20	316	328	322
Q1 21	325	335	330

US HRC USD/short ton			
	Bid	Ask	Value
Sep-20	531	541	536
Oct-20	570	580	575
Nov-20	573	583	578
Q4 20	573	583	578
Q1 21	577	587	582
Q2 21	573	583	578

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Sep-20	465	485	475
Oct-20	475	485	480
Nov-20	475	495	485
Q4 20	473	493	483
Q1 21	465	485	475
Q2 21	462	482	472

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