



# Steel & Scrap Morning Report

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Good Morning,

## FOB China HRC

The index rose by \$3/t yesterday to US\$556/t, MTD US\$536.17/t.

China's steel demand is strong with Shanghai HRC ex-warehouse prices gaining Yn150/t in the past two weeks amid warmer weather than normal. Two major Chinese mills increased offers by \$5-10/t to \$565-570/t fob for SS400 HRC yesterday. Mills were reluctant to sell below \$560/t fob. Prices in South America remained the highest with local buyers chasing up to \$565-570/t fob.

Vietnamese buyers also accepted higher prices. An eastern China mill sold 10,000t of SAE1006 grade coils at \$568/t cfr Vietnam last Friday, but that was no longer available after Chinese mills lifted offers to \$580/t cfr Vietnam this week. Some Vietnamese buyers increased bids to \$570/t cfr Vietnam for large mills when mills from South Korea and Japan pushing up offers to \$595-600/t cfr Vietnam. (Argus)

## EHR CME

European hot-rolled coil (HRC) prices continued to march higher yesterday, on a worsening supply shortage and a lack of import offers.

The daily northwest European HRC index rose by €4.75/t to €534.25/t (month-to-date €516.85/t). Buyers were scrambling for tonnes as lead times continued to extend and more mills sold out for the first quarter. One Italian producer, which typically has lead times of less than a month, is sold out for the first quarter and offering April. Today it was offering at €510-515/t ex-works locally, and at €550/t delivered into Germany. Given the apparent demand strength, and a firm automotive market, mills were being selective in response to buyers' requests — where buyers wanted 1,000t, they might get half this amount, and buyers paying the highest levels would get the best allocations, sell-side sources said. (Argus)

## Turkish Scrap

Turkish HMS prices stay strong on solid buying interest

Strong demand for ferrous scrap, coupled with rising semi and finished steel prices, supported the upward momentum in the Turkish imported scrap market, sources said on Nov. 17. A number of Turkish mills were actively looking for cargoes, an agent source said. A European recycler said the Turkish market was active with buyers inquiring for offers. He also saw robust demand for scrap from EU steelmakers, who were also looking to import US cargoes.

S&P Global Platts daily heavy melting scrap 1/2 (80:20) assessment moved up \$2/mt on Nov. 17, to \$322.50/mt CFR Turkey. Offers from recyclers were scant, but those mentioned by several sources were pegged at \$330/mt CFR Turkey, unchanged on day. Sales from two Baltic suppliers were even rumored at \$330/mt CFR Izmir already. While the \$330/mt CFR was viewed as workable in the near future, the next trades might conclude somewhere around \$325/mt CFR first, according to some market players. (Platts)

# FIS Steel & Scrap Morning Report

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Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	322.50	2.00	303.75
Steel Rebar FOB Turkey (\$/mt)	490.00	3.00	468.46
Argus HRC NW Europe (€/mt)	534.25	4.75	516.81
Argus FOB China HRC (\$/mt)	556.00	3.00	536.17

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Nov-20	558	569	564
Dec-20	577	587	582
Jan-21	567	587	577
Feb-21	550	560	555
Q1-21	553	563	558
Q2-21	541	551	546

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Nov-20	312	322	317
Dec-20	345	355	350
Jan-21	343	353	348
Feb-21	335	345	340
Q1-21	334	344	339
Q2-21	326	336	331

LME REBAR FOB TK			
	Bid	Ask	Value
Nov-20	485	495	490
Dec-20	510	520	515
Jan-21	495	505	500
Feb-21	497	507	502
Q1-21	506	516	511
Q2-21	496	506	501

BUSHELING			
	Bid	Ask	Value
Nov-20	299	309	304
Dec-20	330	340	335
Jan-21	350	360	355
Feb-21	355	365	360
Q1-21	350	360	355
Q2-21	326	337	331

US HRC USD/short ton			
	Bid	Ask	Value
Nov-20	713	723	718
Dec-20	762	772	767
Jan-21	758	768	763
Feb-21	722	732	727
Q1-21	727	737	732
Q2-21	682	692	687

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Nov-20	520	530	525
Dec-20	540	550	545
Jan-21	534	541	538
Feb-21	520	527	524
Q1-21	525	545	535
Q2-21	510	530	520