

# FIS Steel & Scrap Morning Report

London +44 20 7090 1120 | info@freightinvestor.com | www.freightinvestorservices.com

Good Morning,

## FOB China HRC

The index rose by \$1/t yesterday to US\$563/t, MTD US\$542.06/t.

Chinese domestic market prices fell yesterday as both sentiment and transactions cooled down into the winter, but seaborne markets remained hot. A large Chinese mill sharply increased offer by \$15/t to \$590/t fob for SS400 HRC. The mill has sold out its January shipment coils, which is the main reason why it pushed up offers to such a high level. Another Chinese mill maintained its offer at \$565-570/t fob China, but for March shipment.

A Chinese mill sold a total of 40,000t SAE1006 grade coils at \$585/t cfr Vietnam late last week, for February shipment. Many Vietnamese buyers could accept such a level but offers further increased to \$595-605/t cfr Vietnam for Chinese coils, \$600-605/t cfr Vietnam for Taiwanese coils and \$640/t cfr Vietnam for Japanese coils. (Argus)

## CME EHR

The daily northwest European HRC index rose by €9.25/t to €545/t.

European mills were encouraged by strength in the rest of the world, with increases in Turkish and CIS prices, as well as seaborne Asian levels. Turkish HRC was available at €540-550/t cif south Europe, while Egypt was last offering at \$605-610/t fob, although it was uncertain whether that remained valid and whether the limited capacity available was still on offer.

Traders were assessing whether the domestic Italian price would rise enough to attract import offers, especially from Asia, given today's drop in Chinese futures prices, which — if sustained — could result in more capacity being offered into Europe from India and east Asia. (Argus)

## Turkish Scrap

Turkish Import scrap prices hit two-year high amid firm demand

Mill sources consider \$350/mt CFR likely in short-term

Dockside prices rise further in Benelux and USDeepsea Turkish import scrap prices continued their sharp rise, as a further EU-origin cargo was heard to be booked, sources said. S&P Global Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$336.25/mt CFR on Nov. 23, up \$3.75/mt on the day, to reach the highest level since Nov. 13, 2018, when the index sat at \$336.50/mt CFR. The index has jumped \$42.25/mt since the beginning of November, when the index was at \$294/mt CFR on Nov. 2. An EU-origin cargo totaling 40,000 mt was booked Nov. 21-22 by a Marmara mill, with 25,000 mt HMS 1/2 (75:25), 10,000 mt shredded scrap, and 5,000 mt bonus scrap at a cargo average price of \$332.50/mt CFR. The deal was confirmed by the sellside. (Platts)

# FIS Steel & Scrap Morning Report

London +44 20 7090 1120 | info@freightinvestor.com | www.freightinvestorservices.com

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	336.25	3.75	310.64
Steel Rebar FOB Turkey (\$/mt)	502.50	2.50	476.19
Argus HRC NW Europe (€/mt)	545.00	9.25	522.05
Argus FOB China HRC (\$/mt)	563.00	1.00	542.06

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Nov-20	558	569	564
Dec-20	570	580	575
Jan-21	567	587	577
Feb-21	550	560	555
Q1-21	548	558	553
Q2-21	530	540	535

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Nov-20	312	322	317
Dec-20	350	360	355
Jan-21	348	358	353
Feb-21	335	345	340
Q1-21	336	346	341
Q2-21	328	338	333

LME REBAR FOB TK			
	Bid	Ask	Value
Nov-20	485	495	490
Dec-20	534	544	539
Jan-21	495	505	500
Feb-21	505	515	510
Q1-21	515	525	520
Q2-21	505	515	510

BUSHELING			
	Bid	Ask	Value
Dec-20	345	355	350
Jan-21	375	388	382
Feb-21	378	388	383
Mar-21	379	389	384
Q1-21	377	388	383
Q2-21	359	369	364

US HRC USD/short ton			
	Bid	Ask	Value
Nov-20	714	724	719
Dec-20	790	800	795
Jan-21	810	820	815
Feb-21	800	810	805
Q1-21	800	810	805

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Nov-20	520	530	525
Dec-20	565	573	569
Jan-21	563	570	567
Feb-21	553	560	557
Q1-21	525	545	535