



Steel & Scrap Morning Report

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

Good Morning,

FOB China HRC

The index rose by \$6/t yesterday (16.3.21) to US\$723/t, MTD US\$708.50/t.

Chinese mills stay firm on offers on growing expectations that Beijing will reduce export tax rebates, while domestic prices fell on pressure from rebounding Tangshan steel production. A rebate reduction would push up export offers so mills could absorb the cost, making mills reluctant to reduce offer level. But no official announcement has been made. The Tangshan government lifted level II pollution warnings and restrictions on truck deliveries.

Both mills and traders kept SAE grade coils offers unchanged and remained positive on price outlooks given tight supply. Vietnamese buyers are sidelined after purchasing large tonnages last week from Vietnam-based Formosa Ha Tinh and Indian mills. Trade could become more active if all major supply regions stay firm on offer levels. (Argus)

Turkish Scrap

Mills target \$415-\$420/mt CFR for deepsea premium HMS 1/2 (80:20)

Shortsea prices collapse below \$400 CFR on 'desperate' sales

Turkish Deepsea import ferrous scrap prices fell sharply March 16 as mills continued to hold back from buying activity, sources said. S&P Global Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) March 16 at \$430/mt CFR, down \$7/mt on the day.

"Below \$430/mt CFR is a loss for [scrap] suppliers but if Turkish mills feel that they can control all deep sea scrap demand, they will tend to wait as much as they can [before buying]," a Turkish mill source said. "The long product market is no good in comparison with flat steel, and moreover, we have Ramadan [around April 12-May 12] in front of us."

The daily outright spread between Turkish export rebar and import scrap was assessed at \$197.50/mt March 16, up \$7/mt on the day. Despite low rebar demand, mills were able to remain firm in their pricing relative to scrap, amid rebar orderbooks filled for most of April production, sources said. (Platts)

US HRC

The S&P Global Platts TSI US hot-rolled coil index was calculated at \$1,300/st EXW Indiana March 16, unchanged from March 15. A Midwest service centre source put the market at a minimum of \$1,300/st and cited limited availability. No other bids, offers or transactions were heard. Market conditions indicated unchanged prices. (Platts)

FIS Steel & Scrap Morning Report

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Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	430.00	-7.00	450.42
Steel Rebar FOB Turkey (\$/mt)	627.50	0.00	638.71
Argus HRC NW Europe (€/mt)	785.00	1.50	764.81
Argus FOB China HRC (\$/mt)	723.00	6.00	708.50

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Mar-21	705	715	710
Apr-21	695	705	700
May-21	691	701	696
Jun-21	680	690	685
Q2-21	689	699	694
Q3-21	660	670	665

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Mar-21	435	445	440
Apr-21	450	460	455
May-21	445	455	450
Jun-21	445	455	450
Q2-21	447	457	445
Q3-21	440	450	445

LME REBAR FOB TK			
	Bid	Ask	Value
Mar-21	630	640	635
Apr-21	632	642	637
May-21	632	642	637
Jun-21	632	642	637
Q2-21	632	642	637
Q3-21	631	641	636

BUSHELING			
	Bid	Ask	Value
Apr-21	595	605	600
May-21	625	635	630
Jun-21	620	630	625
Jul-21	613	623	618
Q2-21	613	623	618
Q3-21	613	623	618

US HRC USD/short ton			
	Bid	Ask	Value
Mar-21	1253	1263	1258
Apr-21	1315	1325	1320
May-21	1299	1309	1304
Jun-21	1249	1259	1254
Q2-21	1288	1298	1293
Q3-21	1163	1173	1168

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Mar-21	780	790	785
Apr-21	825	835	830
May-21	785	795	790
Jun-21	753	763	758
Q2-21	788	798	793
Q3-21	709	719	714