

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 \$9/t yesterday (11.5.21) to US\$1,023/t, MTD US\$957.14/t.

Chinese domestic trade eyed government data that showed the manufacturing sector's producer price index (PPI) increased by 6.8pc in April, its fastest rise in more than three years. China's excavator sales in April increased by 2.5pc on year, with the domestic sales down by 5pc on year, and export volumes up by 166pc on year.

An east China mill lifted offer for SS400 HRC by \$70/t to \$1,110/t fob. A north China mill that had suspended offering last week offered at \$1,100/t fob. Another north China mill lifted offers to \$1,035/t fob from \$970/t. Buyers' bids moved up to \$995-1,000/t fob, remaining far below mills' offers.

An Indian mill sold around 20,000t SAE1006 grade coils at \$1,060/t cfr Vietnam last weekend. Vietnam-based Formosa Ha Tinh lifted its monthly HRC offers by \$120/t to \$1,030/t cif for base sizes of SAE1006 grade coils yesterday. (Argus)

Turkish Scrap

Suppliers hold for prices above \$500/mt CFR

Market activity expected to continue over Bayram holiday

Turkish Deepsea import ferrous scrap prices remained firm May 11, as suppliers maintained offers above \$500/mt CFR, sources said. S&P Global Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) May 11 at \$500/mt CFR, unchanged on day. The index remained at its highest level since Jan. 17, 2011, when it was at \$504/mt CFR. The Platts index record high was at \$510/mt CFR on Jan. 10, 2011.

A Venezuela-origin cargo sale totalling 25,000 mt was heard after Platts' 4:30 pm London deadline, with a price equivalent to around \$508-509/mt CFR Turkey for premium HMS 1/2 (80:20), highlighting firm demand from competing import scrap markets. "If the mills are confident of selling rebar at \$730-\$750/mt FOB, then they will be more keen to pay above \$500/mt CFR for scrap," a Turkish trading source said. "Depending on the cargo composition, I think the mills may buy five to six more June shipment cargoes but it's not a 'must' for them - and if they start selling for August shipment, then we will hear more July scrap bookings." (Platts)

US HRC

The S&P Global Platts TSI US hot-rolled coil index was calculated at \$1,514.25/st EXW Indiana May 11, down 25 cents from May 10.

A mini-mill source indicated a minimum of \$1,500/st as a tradable value but noted limited availability. A Midwest mini-mill was at \$1,600/st for its July production, according to a Midwest service center source. That indication, however, was excluded as it was deemed anomalous. (Platts)

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Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	500.00	0.00	482.63
Steel Rebar FOB Turkey (\$/mt)	730.00	15.00	697.92
Argus HRC NW Europe (€/mt)	1055.25	5.75	1045.54
Argus FOB China HRC (\$/mt)	1023.00	9.00	957.14

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
May-21	1035	1045	1040
Jun-21	1045	1055	1050
Jul-21	1055	1065	1060
Aug-21	1015	1025	1020
Q3-21	1022	1032	1027
Q4-21	938	948	943

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
May-21	525	535	530
Jun-21	555	565	560
Jul-21	555	565	560
Aug-21	550	560	555
Q3-21	550	560	537
Q4-21	532	542	537

LME REBAR FOB TK			
	Bid	Ask	Value
May-21	755	765	760
Jun-21	805	815	810
Jul-21	795	805	800
Aug-21	790	800	795
Q3-21	788	798	793
Q4-21	742	752	747

BUSHELING			
	Bid	Ask	Value
Jun-21	615	625	620
Jul-21	655	665	660
Aug-21	685	695	690
Sep-21	680	690	685
Q3-21	680	690	685
Q4-21	665	675	670

US HRC USD/short ton			
	Bid	Ask	Value
May-21	1514	1524	1519
Jun-21	1625	1635	1630
Jul-21	1638	1648	1643
Aug-21	1632	1642	1637
Q3-21	1623	1633	1628
Q4-21	1472	1482	1477

NWE HRC EUR/metric ton			
	Bid	Ask	Value
May-21	1087	1097	1092
Jun-21	1107	1117	1112
Jul-21	1063	1073	1068
Aug-21	1023	1033	1028
Q3-21	1030	1040	1035
Q4-21	915	925	920