

# FIS Steel & Scrap Morning Report

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

Good Morning,

## FOB China HRC

There is no index yesterday given Singapore public holiday.

China's steel market sentiment cooled down yesterday after China's Premier Li said that China will strengthen market regulation and use monetary policies to cope with the soaring commodities prices to ensure a stable economy at the State Council executive meeting. HRC inventory at mills and traders' warehouses decreased by over 120,000t this week, compared to an inventory rise of over 200,000t last week.

Vietnamese buyers have focused on placing orders with local-based Hoa Phat given its competitive prices. The mill announced its August shipment coils offers at \$1,018-1,022/t cif Vietnam yesterday, much lower than offers from China and India at \$1,075-1,110/t cfr Vietnam for SAE1006 grade coils. (Argus)

## Turkish Scrap

Market activity expected to pick up after Eid holiday

Scrap at 2.35% below expected value: Platts Turkey ARC

Turkish Deepsea import ferrous scrap prices remained firm above \$500/mt CFR May 13, but market activity was low due to a national holiday in Turkey. S&P Global Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) May 13 at \$503/mt CFR, down \$4.50/mt on day.

A Baltic-origin cargo totalling 18,000 mt was booked late May 12 by an Iskenderun mill, with HMS 1/2 (95:5) at \$510/mt CFR. The deal was confirmed by the buyer for June shipment. Market value for premium HMS 1/2 (80:20) was put at around \$503/mt CFR relative to the cargo.

The Turkish import scrap market was quiet during the Eid al-Fitr holiday on May 13. Market participants also noted the sharp daily drop in China's futures and physical markets, which had been preceded by heavy bullish sentiment, after the removal of the Chinese steel export rebate and record Chinese steel output.

"I believe mills will try to maintain the price at \$510/mt CFR maximum for premium HMS 1/2 (80:20) for the short-term so as to create a good margin base and then pay whatever is needed moving forward," an EU trading source said. The trader added that the recent July shipment bookings were due to many European and Baltic recyclers being well sold for June, thus only being able to offer July shipment, but said some further June shipment bookings were still expected. (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)	503.00	-4.50	488.28
Steel Rebar FOB Turkey (\$/mt)	770.00	0.00	715.94
Argus HRC NW Europe (€/mt)	1056.75	0.00	1048.34
Argus FOB China HRC (\$/mt)	0.00	0.00	966.38

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
May-21	1035	1045	1040
Jun-21	1025	1035	1030
Jul-21	1055	1065	1060
Aug-21	1015	1025	1020
Q3-21	1018	1028	1023
Q4-21	938	948	943

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
May-21	515	525	520
Jun-21	515	525	520
Jul-21	505	515	510
Aug-21	505	515	510
Q3-21	502	512	492
Q4-21	487	497	492

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	790	800	795
Q4-21	742	752	747

BUSHELING			
	Bid	Ask	Value
Jun-21	670	680	675
Jul-21	695	705	700
Aug-21	695	705	700
Sep-21	685	695	690
Q3-21	685	695	690
Q4-21	665	675	670

US HRC USD/short ton			
	Bid	Ask	Value
May-21	1495	1505	1500
Jun-21	1575	1585	1580
Jul-21	1575	1585	1580
Aug-21	1575	1585	1580
Q3-21	1562	1572	1567
Q4-21	1411	1421	1416

NWE HRC EUR/metric ton			
	Bid	Ask	Value
May-21	1077	1087	1082
Jun-21	1105	1115	1110
Jul-21	1053	1063	1058
Aug-21	1015	1025	1020
Q3-21	1026	1036	1031
Q4-21	941	951	946