



# Steel & Scrap Morning Report

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Good Morning,

## FOB China HRC

The index fell by \$1/t yesterday (28.6.21) to US\$879/t, MTD US\$905.95/t.

Tangshan has required its steel mills to suspend operations of blast furnace, sintering and coke batteries over 29 June to 1 July. Mills that can meet ultra-low emission standards were subject to voluntary suspensions. The curbs will reduce Tangshan capacity utilization to below 15pc, participants said. Restrictions on Shanxi mills' sintering and blast furnace will cut over 400,000t of steel output over the same period. Major ports in north China including Tianjin, Huanghuagang, Caofeidian and Jingtang have suspended operation till the night of 1 July.

An east China mill cut its offer by \$20/t to \$920/t fob for SS400 HRC to induce buying interest. A large Chinese mill sold around 15,000t SAE1006 grade coils at \$915-920/t cfr Vietnam last week. Offers for coil from a Russian mill were heard cut to \$900/t cfr Vietnam from \$1,050/t cfr Vietnam. (Argus)

## EHR CME

EU HRC: Market falls Northwest European hot-rolled coil (HRC) prices slipped markedly today as some mills sold at lower levels amid quiet activity.

The daily NW EU HRC index dropped by €38.75/t (\$46.26) to €1,161/t ex-works, while the cold-rolled coil assessment slipped €10/t to €1,302.50/t. Lower import prices, primarily from India, weighed on sentiment somewhat, despite the country's quota being likely to be filled and exceeded very quickly upon opening on 1 July. Taiwanese HRC was offered at €1,050/t effective for September shipment, so October-November delivery. With import offers at such lower levels, domestic activity remained limited, with buyers waiting for cheaper prices unless they absolutely have to purchase. One mill source said it would struggle to achieve €1,100/t for deals with larger buyers today. (Argus)

## US HRC

The S&P Global Platts TSI US hot-rolled coil index was calculated at \$1,740.25/st EXW Indiana June 28, up \$2.25 from June 25.

A service centre source indicated \$1,750/st as a tradable value. A Midwest service centre source recently transacted from an integrated mill at that level and said he would bid at \$1,760-\$1,780/st for 500 st of spot availability. Still, the upper-end of that range was not factored into the volume-weighted average calculation based on Platts methodology. (Platts)

# FIS Steel & Scrap Morning Report

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Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	499.00	0.00	500.66
Steel Rebar FOB Turkey (\$/mt)	720.00	-5.00	727.13
Argus HRC NW Europe (€/mt)	1161.00	-38.75	1157.84
Argus FOB China HRC (\$/mt)	879.00	-1.00	905.95

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Jun-21	910	920	915
Jul-21	880	890	885
Aug-21	875	885	880
Sep-21	873	883	878
Q3-21	876	886	881
Q4-21	857	867	862

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Jun-21	505	515	510
Jul-21	500	510	505
Aug-21	495	505	500
Sep-21	490	500	495
Q3-21	495	505	485
Q4-21	480	490	485

LME REBAR FOB TK			
	Bid	Ask	Value
Jun-21	725	735	730
Jul-21	738	748	743
Aug-21	738	748	743
Sep-21	732	742	737
Q3-21	736	746	741
Q4-21	710	720	715

BUSHELING			
	Bid	Ask	Value
Jul-21	700	710	705
Aug-21	715	725	720
Sep-21	710	720	715
Oct-21	705	715	710
Q3-21	705	715	710
Q4-21	683	693	688

US HRC USD/short ton			
	Bid	Ask	Value
Jun-21	1659	1669	1664
Jul-21	1795	1805	1800
Aug-21	1820	1830	1825
Sep-21	1805	1815	1810
Q3-21	1807	1817	1812
Q4-21	1639	1649	1644

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Jun-21	1153	1163	1158
Jul-21	1175	1185	1180
Aug-21	1137	1147	1142
Sep-21	1110	1120	1115
Q3-21	1141	1151	1146
Q4-21	970	980	975