

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 (7.7.21) to US\$880/t, MTD US\$875.60/t.

Traders lifted offers by \$10/t to \$880/t fob China and were reluctant to receive orders below \$870/t fob for SS400 HRC produced by smaller Chinese mills. Chinese SS400 HRC and HR strip were heard sold at \$880/t and \$860/t cfr Pakistan, respectively, last week. Those levels were no longer available in the rising trend. A small quantity of Chinese SAE1006 grade coils was sold at \$930/t cfr South Korea this week, up from \$910/t cfr South Korea last week.

Traders also lifted workable levels for Chinese SAE1006 grade coils to \$915-930/t cfr Vietnam. Vietnamese buyers remain quiet on bidding as domestic demand has been curbed by Covid cases and lockdowns. Vietnamese mills were heard to have cut output as a result. (Argus)

Turkish Scrap

Shred premium over HMS 1/2 (80:20) heard below \$20/mt in latest deals

US, EU markets see strong July domestic markets for higher quality scrap grades

Turkish Deepsea import ferrous scrap remained largely stable July 7, as several US- and Baltic-origin cargoes were heard to be booked, sources said. S&P Global Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) July 7 at \$496.50/mt CFR, down \$1/mt on day. A Baltic-origin cargo totalling 30,000 mt was booked July 6 by a Marmara mill, with 15,000 mt HMS 1/2 (80:20) at \$496/mt CFR and 15,000 mt shredded scrap at \$515/mt CFR. The deal was confirmed by the buyer for August shipment.

A second Baltic-origin deal was also booked by a Marmara mill, heard by Platts July 6 (after the 4.30pm London time), with 15,000 mt HMS 1/2 (80:20) at \$500/mt CFR, 9,000 mt shredded scrap at \$515/mt CFR, and 4,000 mt bonus scrap at \$515/mt CFR. The deal was confirmed by the seller for August shipment. A third Baltic-origin cargo was heard July 6 after the 4:30 pm pricing deadline to be booked by an Iskenderun, with HMS 1/2 (80:20) cited at \$495/mt CFR. (Platts)

US HRC

The S&P Global Platts TSI US hot-rolled coil index was calculated at \$1,782.75/st EXW Indiana July 7, down 50 cents from July 6.

An integrated mill was asking for \$1,800/st for its August production, according to a trader. A service centre source reported a 300-st transaction of pre-rolled coil stock from a Midwest mini-mill. That transaction was, however, excluded as it did not meet Platts specifications to be included. (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)	496.50	-1.00	497.00
Steel Rebar FOB Turkey (\$/mt)	720.00	0.00	720.50
Argus HRC NW Europe (€/mt)	1158.75	4.00	1150.35
Argus FOB China HRC (\$/mt)	880.00	1.00	875.60

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Jul-21	895	905	900
Aug-21	905	915	910
Sep-21	905	915	910
Oct-21	905	915	910
Q3-21	902	912	907
Q4-21	896	906	901

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Jul-21	505	515	510
Aug-21	514	524	519
Sep-21	510	520	515
Oct-21	505	515	510
Q3-21	510	520	493
Q4-21	488	498	493

LME REBAR FOB TK			
	Bid	Ask	Value
Jul-21	735	745	740
Aug-21	740	750	745
Sep-21	745	755	750
Oct-21	735	745	740
Q3-21	740	750	745
Q4-21	718	728	723

BUSHELING			
	Bid	Ask	Value
Jul-21	655	665	660
Aug-21	685	695	690
Sep-21	690	700	695
Oct-21	685	695	690
Q3-21	685	695	690
Q4-21	683	693	688

US HRC USD/short ton			
	Bid	Ask	Value
Jul-21	1780	1790	1785
Aug-21	1792	1802	1797
Sep-21	1780	1790	1785
Oct-21	1745	1755	1750
Q3-21	1784	1794	1789
Q4-21	1671	1681	1676

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Jul-21	1157	1167	1162
Aug-21	1150	1160	1155
Sep-21	1130	1140	1135
Oct-21	1066	1076	1071
Q3-21	1146	1156	1151
Q4-21	1034	1044	1039