

FIS Steel & Scrap Morning Report

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Good Morning,

FOB China HRC

The index rose by \$1/t yesterday (14.7.21) to US\$896/t, MTD US\$882.90/t.

Beijing's "look-back" inspections on steel capacity cuts in Shanxi and Jiangsu provinces over 14-16 July could shed output, while second-half policies spread for mills to not exceed 2020 output. Mills in Jiangsu province were asked to limit steel output to no more than 2020 levels.

Smaller Chinese mills lifted offers to \$950/t cfr South Korea for SS400 HRC. Those mills pushed up offers by \$50/t within two days. Some Chinese mills sold SAE1006 grade coils at \$930/t cfr South Korea earlier this week, but no mills are willing to sell at such a level now.

Vietnamese buyers were waiting for domestic steelmaker Formosa Ha Tinh's new monthly offers to be announced today. Formosa's indicative offer is heard to be around \$970/t cif Vietnam for SAE1006 grade coils. (Argus)

EHR CME

Argus' daily headline domestic Italian index slipped by €5/t to €1,085/t ex-works, while the daily northwest EU HRC index dipped by €4.50/t to €1,168.50/t. The daily NW cold-rolled coil assessment was static at €1,317.50/t.

European hot-rolled coil (HRC) prices slipped a touch today amid quiet activity, as some lower import offers circulated the marketplace.

A Russian producer offered into Antwerp at €1,050/t fca, down by €30-40/t from its last quotation, and substantially below domestic offers that were approaching €1,200/t.

Two Turkish mills were reportedly offering \$1,030-1,040/t fob, which equates to around €925-955/t cif Italy including duties of 4.7pc and 7.3pc, respectively. However, an executive at one of the producers said it would only agree to such prices for large customers, and small allocations, and that it would be offering closer to \$1,100/t. Indonesian material was offered at €970/t cfr Antwerp, without quota issues, although one trader was peddling it at much higher levels. (Argus)

US HRC

The S&P Global Platts TSI US hot-rolled coil index was calculated at \$1,827/st EXW Indiana July 14, up \$9.75 from July 13.

A service centre source was able to place a 500-st order at \$1,840/st for August production from a mini-mill. He was also able to secure 500 st from a Midwest converter with a September lead time at the same price level. A Midwest service centre source, meanwhile, booked 450 st of August production allocated to him by a Midwest mini-mill at \$1,800/st. Another Midwest service centre source was bidding at that level for 700 st of spot availability. An integrated mill was asking for \$1,820/st but grades and availability offered were limited, according to a trader. (Platts)

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Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	484.00	-0.50	493.60
Steel Rebar FOB Turkey (\$/mt)	720.00	0.00	721.25
Argus HRC NW Europe (€/mt)	1168.50	-4.50	1160.23
Argus FOB China HRC (\$/mt)	896.00	1.00	882.90

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Jul-21	895	905	900
Aug-21	917	927	922
Sep-21	912	922	917
Oct-21	910	920	915
Q3-21	908	918	913
Q4-21	903	913	908

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Jul-21	503	513	508
Aug-21	495	505	500
Sep-21	493	503	498
Oct-21	490	500	495
Q3-21	497	507	492
Q4-21	487	497	492

LME REBAR FOB TK			
	Bid	Ask	Value
Jul-21	735	745	740
Aug-21	727	737	732
Sep-21	731	741	736
Oct-21	730	740	735
Q3-21	731	741	736
Q4-21	727	737	732

BUSHELING			
	Bid	Ask	Value
Aug-21	655	665	660
Sep-21	665	675	670
Oct-21	670	680	675
Nov-21	670	680	675
Q3-21	670	680	675
Q4-21	670	680	675

US HRC USD/short ton			
	Bid	Ask	Value
Jul-21	1775	1785	1780
Aug-21	1803	1813	1808
Sep-21	1757	1767	1762
Oct-21	1713	1723	1718
Q3-21	1778	1788	1783
Q4-21	1673	1683	1678

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Jul-21	1155	1165	1160
Aug-21	1147	1157	1152
Sep-21	1115	1125	1120
Oct-21	1073	1083	1078
Q3-21	1139	1149	1144
Q4-21	1053	1063	1058