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**EHR CME**

Leading European steelmakers are selling tonnages previously destined for the automotive industry into destinations such as Israel and Morocco at knockdown prices, according to several delegates at the Made in Steel fair in Milan.

One producer has offered around \$850/t fob to these regions, at a substantial discount to domestic European prices — *Argus'* daily Italian hot-rolled coil (HRC) index was €933.50/t today, down by €12.25/t, while the daily north-west EU index nudged down by €0.50/t to €987/t.

European mills are battling to quietly remove surplus tonnes from the market without sacrificing domestic prices, as they are locked in talks with automotive companies for 2022 contracts. Automakers have already withdrawn from the talks somewhat, in the expectation of getting cheaper prices by dragging them out. The volume being freed up by reduced automotive production is unclear, although two large European producers have told *Argus* that around 18-25pc of their deliveries are being returned. For one of the mills, automotive represents almost half its sales. (*Argus*)

**Turkish Scrap**

Fresh Venezuela, Baltic-origin deals heard  
Further near-term increases expected

Turkish Deepsea import ferrous scrap prices rose further Oct. 7, as Turkish mills continued to cite higher workable levels amid concerns over tighter scrap supply and energy costs, sources said. S&P Global Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) Oct. 7 at \$455/mt CFR, up \$5/mt on day, reaching a level last seen almost two months ago on Aug. 16.

"Mills are trying to go long to secure their raw materials costs and supply ahead of the winter period, when energy costs will be very uncertain," a UK trader said, expecting prices could reach \$480/mt CFR within two weeks. A Venezuela-origin cargo totaling around 25,000 mt was booked Oct. 6 by an Iskenderun mill, with HMS 1/2 (80:20) at \$450/mt CFR for second-half October shipment.

A Baltic-origin cargo was also heard by multiple sources to be booked Oct. 6 by a Marmara mill, with HMS 1/2 (80:20) at \$451/mt CFR, bonus scrap at \$466/mt CFR, for H2 November shipment. (Platts)

**US HRC**

The S&P Global Platts TSI US hot-rolled coil index was assessed at \$1,950/st EXW Indiana Oct. 7, unchanged from Oct. 6 as pricing indications remained static.

A Midwest service centre source indicated \$1,940-\$1,960 as a tradable value from a Midwest mini-mill with a mid-December lead time. (Platts)

## Market Rates

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	455.00	5.00	445.50
Steel Rebar FOB Turkey (\$/mt)	672.50	2.50	667.50
Argus HRC NW Europe (€/mt)	987.00	-0.50	993.15
Argus FOB China HRC (\$/mt)	HOL	HOL	909.00

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Oct-21	895	905	900
Nov-21	905	915	910
Dec-21	900	910	905
Q4-21	900	910	905
Q1-22	892	902	897
Q2-22	887	897	892

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Oct-21	455	465	460
Nov-21	475	485	480
Dec-21	475	485	480
Q4-21	468	478	480
Q1-22	475	485	480
Q2-22	465	475	470

LME REBAR FOB TK			
	Bid	Ask	Value
Oct-21	680	690	685
Nov-21	705	715	710
Dec-21	700	710	705
Q4-21	695	705	700
Q1-22	698	708	703
Q2-22	693	703	698

BUSHELING			
	Bid	Ask	Value
Oct-21	595	605	600
Nov-21	605	615	610
Dec-21	605	615	610
Q4-21	602	612	607
Q1-22	600	610	605
Q2-22	587	597	592

US HRC USD/short ton			
	Bid	Ask	Value
Oct-21	1875	1885	1880
Nov-21	1745	1755	1750
Dec-21	1595	1605	1600
Q4-21	1738	1748	1743
Q1-22	1363	1373	1368
Q2-22	1205	1215	1210

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Oct-21	980	990	985
Nov-21	930	940	935
Dec-21	910	920	915
Q4-21	940	950	945
Q1-22	882	892	887
Q2-22	838	848	843

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