

13/10/2021**FOB China HRC**

The index fell by \$3/t yesterday (13.10.21) to US\$907/t, MTD US\$908.33/t.

China's MIIT finalized production curbs from 15 November to 15 March for Beijing-Tianjin-Hebei and surrounding areas. It asks localities to complete output control targets by the end of the year. The plan has two phases, with the second requiring mills to cut output by 30pc over 1 January-15 March from the same period a year earlier.

An east China mill cut offer by \$30/t to \$915/t fob for SS400 HRC. Other major Chinese mills were silent of offers, but some smaller mills or traders may consider selling at \$900-905/t fob with domestic selling prices are at an equivalent around \$900/t. Japanese mills also cut their offers by around \$30/t to \$930/t fob for SS400 HRC into South Korea, while Brazilian mills offered as low as \$840/t cfr South Korea for SAE grade coils. A deal for around 60,000t SAE grade coils from Russia was reported to be concluded at \$843/t cfr Vietnam. Some sellers cut Indian coils offers to \$890-900/t cfr Vietnam. (Argus)

Turkish Scrap

Recyclers target \$490-\$500/mt CFR for next deals
Mills begin December shipment bookings

The rate of Turkish deepsea import ferrous scrap price increases accelerated Oct. 13, with fresh EU and Baltic deals heard at sharply higher levels.

S&P Global Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) Oct. 13 at \$480.25/mt CFR, up \$12.75/mt on day to reach the highest level since July 19, when the index sat at \$482.50/mt CFR. The index has risen \$47.25/mt since Sept. 28.

A Baltic-origin cargo was heard by multiple sources to have been booked by an Izmir mill Oct. 13, with HMS 1/2 (80:20) at \$480/mt CFR. An EU-origin cargo totaling 40,000 mt, including 5,000 mt bonus scrap, was heard to be booked Oct. 13 by an Iskenderun mill, with HMS 1/2 (80:20) at \$475.50/mt CFR.

A second Baltic-origin cargo was heard after the 4:30 pm London time pricing deadline, while an Iskenderun mill booking a cargo on Oct. 13, with HMS 1/2 (80:20) at \$480/mt CFR, and bonus scrap at \$495/mt CFR for first half December shipment. The deal was confirmed by both parties. (Platts)

US HRC

The S&P Global Platts TSI US hot-rolled coil index was assessed at \$1,950/st EXW Indiana Oct. 13, down \$10 from Oct. 12 due to lower indications and softer demand.

A Midwest service center source was able to place an order at \$1,920/st for 100 st of late November production from a Midwest converter. Another Midwest service center source indicated an offer at \$1,960/st from a Midwest mini-mill for December production. The market was at \$1,940-\$1,960, according to a third service center source. (Platts)

Market Rates

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	480.25	12.75	455.08
Steel Rebar FOB Turkey (\$/mt)	702.50	7.50	678.89
Argus HRC NW Europe (€/mt)	988.00	3.25	990.28
Argus FOB China HRC (\$/mt)	907.00	-3.00	908.60

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Oct-21	895	905	900
Nov-21	905	915	910
Dec-21	905	915	910
Q4-21	902	912	907
Q1-22	895	905	900
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	725	735	730
Dec-21	725	735	730
Q4-21	710	720	715
Q1-22	712	722	717
Q2-22	695	705	700

BUSHELING			
	Bid	Ask	Value
Nov-21	610	620	615
Dec-21	600	610	605
Jan-22	600	610	605
Q1-22	598	608	603
Q2-22	587	597	592
Q3-22	575	585	580

US HRC USD/short ton			
	Bid	Ask	Value
Oct-21	1890	1900	1895
Nov-21	1780	1790	1785
Dec-21	1635	1645	1640
Q4-21	1768	1778	1773
Q1-22	1365	1375	1370
Q2-22	1185	1195	1190

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Oct-21	985	995	990
Nov-21	970	980	975
Dec-21	930	940	935
Q4-21	962	972	967
Q1-22	885	895	890
Q2-22	838	848	843

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