

11/11/2021**FOB China HRC**

The index fell by \$12/t yesterday (10.11.21) to US\$778/t, MTD US\$813/t.

North China mills face increasing heavy sales pressures as inventories climb during the slowdown in winter demand. A December shipment of SS400 HRC produced by a north China mill sold at \$810/t cfr Vietnam this week. A Chinese trader was heard to have sold a total 30,000t SS400 HRC at \$800-810/t cfr Vietnam this week.

An east China mill cut its SS400 HRC offer to \$780-790/t fob China yesterday afternoon from \$800/t fob in the morning, in response to fast-falling Chinese domestic selling prices. The mill and another north China mill offered at \$770-810/t cfr South Korea for same grade coils. Traders were actively inviting bids for Chinese SAE1006 grade coils with mainstream offers at or above \$825/t cfr Vietnam for December and January shipments. (Argus)

Turkish Scrap

Fresh deals heard at \$497-\$500/mt CFR for Baltic-origin HMS 1/2 80:20

Slow rebar and billet demand prompts mill caution

Near-term LME scrap forward curve in clear backwardation

Turkish deepsea import ferrous scrap prices remained largely stable Nov. 10, as two fresh Baltic-origin deals were heard, sources said. S&P Global Platts assessed Turkish imports of premium heavy melting scrap 1/2 80:20 Nov. 10 at \$498.50/mt CFR, down 50 cents/mt day on day.

A Russia-origin cargo was booked Nov. 9 by a Marmara mill, with 20,000 mt HMS 1/2 80:20 at \$497/mt CFR, and 10,000 mt bonus scrap at \$517/mt CFR. The sell side confirmed the deal for first half December shipment.

A second Baltic-origin cargo, with majority shredded scrap, was heard by multiple sources to have been booked Nov. 9 by the same Marmara mill, with HMS 1/2 (80:20) at \$500/mt CFR, and shredded and bonus scrap at \$520/mt CFR, for second half December shipment.

"If Turkey shows its hunger, we can go up, but I don't think so as buyers are cautious about buying scrap because demand for rebar looks limited at \$735-\$740/mt FOB, but they can't lower rebar further," a Turkish mill source said, citing an indicative tradable value for premium HMS 1/2 80:20 at \$495-\$500/mt CFR. (Platts)

EU HRC

European hot-rolled coil (HRC) prices nudged lower yesterday, as talk of lower-priced domestic and export deals for December continued. Argus' daily headline Italian HRC index was down by €3/t to €890/t ex-works, while the northwest EU index moved down by €1/t to €985.25/t ex-works.

Buyers in Italy were receiving lower offers for December delivery, at €850-880/t ex-works, although January offers were still above €900/t. December volumes appeared limited in Italy and were offered in small installments. There was a continued overhang of automotive tonnage in northwest Europe, which mills were offering into export markets. Two large north European mills were heard offering around \$870/t cfr Turkey, although one sell-side source said the initial level could be slightly higher. Another large European mill was close to finalising a deal to sell more than 37,000t of API grade coils into north Africa at around €990/t cfr, for shipment in the first quarter of next year. The two mills offering into Turkey were also quoting S275JR material within Europe at €920/t delivered base, according to one buyer — 275 is more frequently used in the UK, while S235 is the most traded commodity grade in mainland Europe. (Argus)

Market Rates

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	498.50	-0.50	497.69
Steel Rebar FOB Turkey (\$/mt)	732.50	0.00	735.31
Argus HRC NW Europe (€/mt)	985.25	-1.00	983.19
Argus FOB China HRC (\$/mt)	778.00	-12.00	813.00

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Nov-21	795	805	800
Dec-21	775	785	780
Jan-22	770	780	775
Q1-22	765	775	770
Q2-22	757	767	762
Q3-22	748	758	753

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Nov-21	490	500	495
Dec-21	470	480	475
Jan-22	465	475	470
Q1-22	460	470	452
Q2-22	447	457	452
Q3-22	435	445	440

LME REBAR FOB TK			
	Bid	Ask	Value
Nov-21	725	735	730
Dec-21	705	715	710
Jan-22	700	710	705
Q1-22	695	705	700
Q2-22	680	690	685
Q3-22	665	675	670

BUSHELING			
	Bid	Ask	Value
Dec-21	620	630	625
Jan-22	620	630	625
Feb-22	605	615	610
Q1-22	608	618	613
Q2-22	598	608	603
Q3-22	585	595	590

US HRC USD/short ton			
	Bid	Ask	Value
Nov-21	1800	1820	1810
Dec-21	1665	1685	1675
Jan-22	1555	1575	1565
Q1-22	1465	1485	1475
Q2-22	1272	1292	1282
Q3-22	1080	1100	1090

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Nov-21	1015	1025	1020
Dec-21	1005	1015	1010
Jan-22	995	1005	1000
Q1-22	985	995	990
Q2-22	945	955	950
Q3-22	855	865	860

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