

15/11/2021**FOB China HRC**

The index was flat last Friday (12.11.21) at US\$780/t, MTD US\$805.67/t.

Both sellers and buyers were silent after seeing Chinese domestic prices falls. There are limited offers in the market at \$815/t cfr Vietnam for Chinese SS400 HRC from traders. Participants said \$780/t fob China was still available in the market for firm bids. A deal for Chinese SS400 HRC sold last Wednesday at \$770/t cfr Vietnam, which was no longer acceptable by sellers.

Vietnamese mill Formosa Ha Tinh cut its January shipment monthly offers by \$40/t last Friday to around \$880-885/t cif Vietnam for its SS400 HRC and \$882-906/t cif Vietnam for SAE1006 grade coils. But most market participants said its offers are unattractive with much lower from traders for SAE1006 grade coils from China and India at around \$840-850/t cfr Vietnam. (Argus)

EHR CME

Some larger northwest European hot-rolled coil (HRC) mills have started to offer greater discounts from their headline offers to local distributors and service centres.

In the past few days service centres have reported purchases around €980-990/t for spot tonnes from tier-one north European producers, which have increased availability given reduced automotive offtake.

Cold-rolled coil (CRC) and hot-dip galvanised spot prices have understandably come under greater pressure as they are more widely used in the automotive supply chain. Service centres in Germany and the Benelux region said they could purchase December-January delivery CRC as low as €1,075/t delivered base for DC01 material. Hot-dip galvanised was available as low as €1,100/t, substantially below headline contract offers of €1,200/t and above. Some buyers said large mills were less hungry this week than they had been previously, suggesting they may have reduced their surpluses somewhat. Large European mills have been selling cheaply into commodity grade markets, such as Turkey, to offload stranded automotive tonnes.

Argus' daily benchmark NW EU HRC index dropped by €5.75/t to €973.25/t ex-works, while the daily CRC assessment slumped by €45/t to €1,075/t. The daily headline Italian HRC index dropped by €4.25/t to €878/t ex-works. (Argus)

Turkish Scrap

Turkish deepsea import ferrous scrap prices inch up on fresh US-origin deal

US, Baltic recyclers continue to target above \$500/mt CFR

Scrap market participants await EU Waste Shipment Regulation proposal

Turkish lira sinks to new all-time low

Turkish deepsea import ferrous scrap prices remained firm Nov. 12, as a fresh US-origin deal was booked, sources said. S&P Global Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) Nov. 12 at \$500/mt CFR, up \$1.50/mt day on day.

The assessment has remained within the \$494-\$500/mt CFR range since Oct. 27. A US-origin cargo totaling 44,000 mt was booked Nov. 11 by an Izmir mill, with 14,000 mt HMS 1/2 (80:20) at \$500/mt CFR, and 30,000 mt shredded scrap at \$520/mt CFR. The deal was confirmed by the sell side for second half December shipment.

The large proportion of shredded scrap in the cargo surprised some US market sources. "Perhaps [the seller] is projecting some softening in the near term into Turkey and wanted to get ahead of it by selling now," a US trading source said, adding that domestic US domestic mill demand for shredded scrap is "very strong." (Platts)

Market Rates

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	500.00	1.50	498.00
Steel Rebar FOB Turkey (\$/mt)	730.00	0.00	734.25
Argus HRC NW Europe (€/mt)	979.00	-5.75	981.78
Argus FOB China HRC (\$/mt)	780.00	0.00	805.67

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Nov-21	795	805	800
Dec-21	770	780	775
Jan-22	765	775	770
Q1-22	763	773	768
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	455	465	460
Q1-22	455	465	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	622	632	627
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	1805	1825	1815
Dec-21	1670	1690	1680
Jan-22	1565	1585	1575
Q1-22	1482	1502	1492
Q2-22	1282	1302	1292
Q3-22	1103	1123	1113

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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