

05/01/2022**FOB China HRC**

The index kept flat yesterday (4.1.22) at US\$749/t, MTD US\$749/t.

Chinese domestic steel prices were up on restocking demand and concerns about raw materials' supply following Indonesia's suspension of coal exports. The PMI for China's manufacturing sector stood at 50.3 in December, higher than 50.1 in November, data from the National Bureau of Statistics showed.

Only limited Chinese mills offered in the market, in the range of \$750-790/t fob for SS400 HRC. Two Chinese mills said they may announce new offers soon, following a long absence from the market. An Indian mill was heard to have sold SAE1006 grade coils at \$762/t cfr Vietnam last week, but participants said that was not acceptable by Vietnamese buyers as they would not consider placing orders above \$750/t cfr Vietnam after deals done at that level last week. (Argus)

Turkish Scrap

Offers heard closer to \$470/mt CFR

Benelux HMS dock prices around Eur345-350/mt delivered

Turkish deepsea import ferrous scrap prices remained stable Jan. 4 as sell-side sources continued to push for firmer workable levels, sources said.

S&P Global Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) Jan. 4 at \$463/mt CFR, unchanged from Dec. 31. The index has fluctuated between \$460-\$465/mt CFR since Dec. 15.

An EU trading source cited an indicative tradable value for premium HMS 1/2 (80:20) at \$463-\$465/mt CFR, while one Turkish agent source cited an offer for Baltic-origin HMS 1/2 (80:20) at \$468/mt CFR. "Scrap suppliers would like to hold a bit and see if there is ground for the prices to go up," a second Turkish agent source said.

The second agent source cited a rumored US-origin deal booked by an Iskenderun mill, with HMS 1/2 (80:20) at \$463-\$465/mt CFR, but this was unconfirmed. The same buyer was heard to have purchased an UK-origin cargo before Dec. 31, with HMS 1/2 (80:20) at \$456/mt CFR, shredded scrap at \$476/mt CFR and bonus scrap at \$481/mt CFR.

A third Turkish agent source cited an indicative tradable value for Baltic-origin HMS 1/2 (80:20) at \$460/mt CFR, while an EU recycler cited an indicative tradable value for Benelux-origin HMS 1/2 (80:20) at \$455-\$460/mt CFR. Collection prices for HMS material in the Benelux region were cited around Eur345-350/mt delivered to the dock. (Platts)

US HRC

The S&P Global Platts TSI US hot-rolled coil index was assessed at \$1,500/st EXW Indiana Jan. 4, unchanged from Jan. 3.

The assessment remained below a Midwest service center source's latest offer at \$1,560/st from a Midwest converter. His average order size was less than 100 st, below the Platts minimum to be considered for the assessment. Two other service center sources reported higher offer levels. However, one source had no firm buying interest while the second's input was from the prior week at the latest. The assessment remained unchanged at the latest repeatable tradeable value with no other firm bids, offers or transactions reported on the day. (Platts)

Market Rates

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	463.00	0.00	463.00
Steel Rebar FOB Turkey (\$/mt)	695.00	5.00	695.00
Argus HRC NW Europe (€/mt)	900.00	0.00	900.00
Argus FOB China HRC (\$/mt)	749.00	0.00	749.00

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Jan-22	750	760	755
Feb-22	745	755	750
Mar-22	740	750	745
Q1-22	745	755	750
Q2-22	727	737	732
Q3-22	712	722	717

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Jan-22	457	467	462
Feb-22	450	460	455
Mar-22	445	455	450
Q1-22	451	461	423
Q2-22	418	428	423
Q3-22	410	420	415

LME REBAR FOB TK			
	Bid	Ask	Value
Jan-22	695	705	700
Feb-22	685	695	690
Mar-22	665	675	670
Q1-22	682	692	687
Q2-22	645	655	650
Q3-22	615	625	620

BUSHELING			
	Bid	Ask	Value
Jan-22	575	585	580
Feb-22	575	585	580
Mar-22	580	590	585
Q1-22	577	587	582
Q2-22	578	588	583
Q3-22	568	578	573

US HRC USD/short ton			
	Bid	Ask	Value
Jan-22	1425	1445	1435
Feb-22	1315	1335	1250
Mar-22	1240	1260	1195
Q1-22	1460	1480	1470
Q2-22	1150	1170	1160
Q3-22	985	1005	995

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Jan-22	865	875	870
Feb-22	840	850	845
Mar-22	835	845	840
Q1-22	847	857	852
Q2-22	822	832	827
Q3-22	815	825	820

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com