

06/01/2022**FOB China HRC**

The index fell by \$4/t yesterday (5.1.22) to US\$745/t, MTD US\$747.67/t.

Four metallurgical coke producers in Shaanxi and Shanxi lift coke prices by Yn200/t, saying tight coal supply and rising transportation fees from Covid are driving up production costs.

Three Chinese mills re-entered the seaborne market with offers at \$750-770/t fob China for SS400 HRC, after a long absence given limited export allocation in the end of last year. Two other Chinese mills are reluctant to sell below \$750-760/t fob. A large Vietnamese stockiest bid lower at \$740/t cfr Vietnam for Chinese SS400 HRC, a level that is not acceptable to mills and traders.

Japanese SAE1006 grade coils offers decreased by around \$5/t to \$815/t cfr Vietnam, higher than Chinese offers at \$800-810/t cfr Vietnam and Indian workable levels at \$750/t cfr Vietnam. (Argus)

Turkish Scrap

Buyers look to target below \$450/mt CFR for HMS 1/2 (80:20)

US HMS collection rates heard relatively strong

Tightness heard in the Baltics, Benelux

Turkish deepsea import ferrous scrap prices softened Jan. 5 as buyers sought lower workable levels, sources said.

S&P Global Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) Jan. 5 at \$460/mt CFR, down \$3. The assessment has fluctuated between \$460-\$465/mt CFR since Dec. 15.

A reported Benelux-origin cargo totaling 35,000 mt was heard by multiple sources to be booked by a Marmara mill, with 23,000 mt HMS 1/2 (80:20), 5,000 mt HMS 1, and 7,000 mt bonus scrap, at a \$452/mt CFR cargo average. Market sources said the HMS quality in the cargo was sharply lower relative to premium HMS 1/2 (80:20).

A Turkish mill source cited an indicative buyer tradable value for premium HMS 1/2 (80:20) at below \$450/mt CFR, with sellers seeking \$460-\$465/mt CFR.

A second mill source expected US-origin HMS 1/2 (80:20) to be workable soon at \$440-\$450/mt CFR, adding that Baltic-origin offers were unrealistic at \$465-\$470/mt CFR. (Platts)

US HRC

The S&P Global Platts TSI US hot-rolled coil index was assessed at \$1,500/st EXW Indiana Jan. 5, unchanged from Jan. 4.

One Midwest service center source indicated offers at \$1,500/st and at \$1,520/st. Another Midwest service source reported a transaction at a higher level of \$1,560/st for 100 st from a Midwest mini-mill. Still, two other buy-side sources reported a significantly lower bid and tradeable value, but repeatability could not be verified at that level. The assessment remained unchanged at the lower end of latest offers 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)	460.00	-3.00	461.50
Steel Rebar FOB Turkey (\$/mt)	695.00	0.00	695.00
Argus HRC NW Europe (€/mt)	900.00	0.00	900.00
Argus FOB China HRC (\$/mt)	745.00	-4.00	747.67

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	450	460	455
Feb-22	450	460	455
Mar-22	445	455	450
Q1-22	448	458	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	580	590	585
Feb-22	585	595	590
Mar-22	585	595	590
Q1-22	583	593	588
Q2-22	585	595	590
Q3-22	575	585	580

US HRC USD/short ton			
	Bid	Ask	Value
Jan-22	1415	1435	1425
Feb-22	1290	1310	1225
Mar-22	1215	1235	1175
Q1-22	1460	1480	1470
Q2-22	1137	1157	1147
Q3-22	990	1010	1000

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Jan-22	860	870	865
Feb-22	865	875	870
Mar-22	855	865	860
Q1-22	860	870	865
Q2-22	843	853	848
Q3-22	832	842	837

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