

**31/01/2022****EU HRC**

European hot-rolled coil (HRC) prices firmed again Friday as ArcelorMittal officially increased its offer by €30/t and other mills withdrew quotations and targeted increases.

Argus' daily Italian HRC index rose by €4.50/t to €837.50/t, while the daily northwest Europe HRC index rose to €907.75/t.

There is still a wide gap between offers and real transactions, however. Some Visegrad mills were still selling below €900/t into the Ruhr consumption hub, with a deal reported today at €880/t delivered. But other mills were withdrawing their offers in light of ArcelorMittal's increase and the growing strength in the Turkish market — continued energy supply problems have forced Turkish mills and rerollers to reduce production, while demand has increased, aided by the European Commission's decision not to impose duties on hot-dip galvanised imports. Slab supply is also falling behind demand, providing an extra cost push to some producers. A north European mill, which had been selling below €900/t delivered into the Maastricht and Ruhr hubs, has withdrawn its offer in the last few days and anticipates returning at higher levels. (Argus)

**Turkish Scrap**

Recycler offers heard as high as \$485-\$490/mt CFR

Mills look to slow rate of price increase for next deals

Turkish Deepsea import ferrous scrap prices rose Jan. 28, as sell-side sources hiked offers while higher workable levels were cited by buyers, sources said. S&P Global Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) Jan. 28 at \$473/mt CFR, up \$3/mt on day.

"At the moment, the Turks are trying not [to heat] it up too much, and so my feeling is that today they will try to buy at maximum \$472-\$473/mt CFR [for premium HMS 1/2 (80:20)]," an EU trading source said, expecting that workable levels up to \$475/mt CFR will be possible the week starting Jan. 31.

Scrap pricing sentiment has been improved by increased Turkish domestic billet demand, with Iskenderun mills reporting sales at \$675-\$680/mt EXW, and news of export rebar sales totaling over 20,000 mt to the EU at prices in the range of \$705-\$715/mt FOB, for clearance in the April-June quarter quota.

One Turkish mill source cited an indicative tradable value for premium HMS 1/2 (80:20) at around \$470-\$480/mt CFR for prompt shipment cargoes, with offers cited as high as \$485-\$490/mt CFR. (Platts)

**US HRC**

The S&P Global Platts TSI US hot-rolled coil index was assessed at \$1,270/st EXW Indiana Jan. 28, unchanged from Jan. 27.

A Midwest buyer reported hearing a bid for less than 1,000 st of HRC at \$1,000/st that was counter-offered at \$1,200/st, which ended up not transacting. An integrated mill source reported his transactions averaged \$1,350/st for orders that totaled a little over 2,200 st. The assessment remained above the latest bid and offer, but below the reported average of the source's recent transactions. There were no indications of price change since the last assessment, with no other 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)	473.00	3.00	468.89
Steel Rebar FOB Turkey (\$/mt)	710.00	0.00	700.61
Argus HRC NW Europe (€/mt)	907.75	1.75	908.42
Argus FOB China HRC (\$/mt)	759.00	0.00	748.80

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Jan-22	750	760	755
Feb-22	765	775	770
Mar-22	760	770	765
Q1-22	758	768	763
Q2-22	750	760	755
Q3-22	720	730	725

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Jan-22	460	470	465
Feb-22	469	479	474
Mar-22	467	477	472
Q1-22	465	475	455
Q2-22	450	460	455
Q3-22	418	428	423

LME REBAR FOB TK			
	Bid	Ask	Value
Jan-22	705	715	710
Feb-22	721	731	726
Mar-22	721	731	726
Q1-22	716	726	721
Q2-22	702	712	707
Q3-22	662	672	667

BUSHELING			
	Bid	Ask	Value
Feb-22	530	540	535
Mar-22	525	535	530
Apr-22	535	545	540
Q2-22	542	552	547
Q3-22	563	573	568
Q4-22	559	569	564

US HRC USD/short ton			
	Bid	Ask	Value
Jan-22	1420	1440	1430
Feb-22	1165	1185	995
Mar-22	985	1005	957
Q1-22	1190	1210	1200
Q2-22	924	944	934
Q3-22	882	902	892

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Jan-22	905	915	910
Feb-22	910	920	915
Mar-22	905	915	910
Q1-22	907	917	912
Q2-22	887	897	892
Q3-22	842	852	847

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