# FIS Steel & Scrap Close

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**12 January 2022**

Broad Update:

An unexpected -$3/t print on the CRU sent HRC futures on the bid ascent. Month-to-date average is $1,491.50/nt – quite far from the Jan22 $1,435 trades today. Two prints remain. Iron ore pushed higher due to severe raining in Brazil. The HRC curve turns flatter by the day. Back end buying – Q322 and Q422 assists the flattening trend. BUS now firmly in contango. Been approximately a year since this curve structure. Indicative of markets to come in the steel suite or recalibration with the massive Jan22 drop? Hard to gauge but longer term even more capacity is on the horizon. Nucor announced plans for a new sheet mill in Wet Virginia today – following the US Steel announcement yesterday. Please find updated curves below:

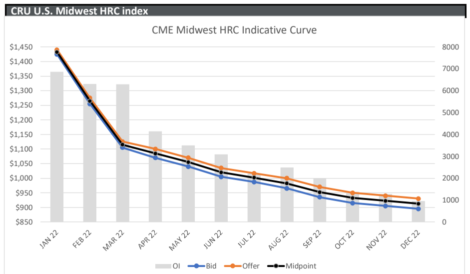
| Index | Print | Change | MTD |
|---|---|---|---|
| LME Platts HMS | $470.00/MT | ($2.50) | $467.39 |
| LME Platts Rebar | $700.00/MT | $0.00 | $698.57 |
| CME Argus EHR | £904.50/MT | € 0.00 | € 903.07 |
| LME Argus HRC China | $745.00/MT | $0.00 | $746.14 |
| CME/LME Platts HRC | $1,440.00/NT | ($40.00) | $1,485.71 |
| CME CRU HRC | $1,490/NT | ($3.00) | $1,491.50 |
| CME CRU HDG | $441/NT | ($43.00) | $462.50 |
| CME Fastmarkets BUS | $542.33/GT | ($61.48) | Jan-22 |
| CME Platts SHR | $480.00/GT | ($50.00) | Jan-22 |

| Today | CME Block trade recap |
|---|---|
| Feb22 EHR 885 500t | Feb22 HRC 1270 1kt |
| Mar22 EHR 885 1kt | Q322 HRC 965 500t |
| Apr22 EHR 870 500t | Q322 HRC 965 500t |
| Mar22 EHR 890 1kt | Feb22 HRC 1265 500t |
| Apr22 EHR 880 1kt | Mar22 HRC 1105 500t |
| Feb22 v Mar22 HRC +160 3500t | Mar22 HRC 1105 1kt |
| Mar22 HRC 1115 500t | Q322 HRC 970 500t |
| Mar22 HRC 1115 2500t | Q422 HRC 915 460t |
| Feb22 HRC 1270 3340t | Q322 HRC 970 500t |
| Jul22-Nov22 BUS 590 500t | |
| Q422 HRC 915 300t | |
| Jan22 HRC 1435 500t | |
| Jan22 HRC 1435 500t | |

| Tuesday | CME Block trade recap | |
|---|---|---|
| Apr22 HRC 1095 1kt | Jun22 HRC 1010 1kt | Q422 HRC 900 500t |
| Feb22+Mar22 EHR 880 500t | Jun22 HRC 1010 1kt | |
| Jun v Jul HRC +33 2kt | Apr22 HRC 1040 500t | |
| Mar v Apr22 HRC +45 1kt | Apr22 HRC 1040 500t | |
| Jun22 HRC 1015 500t | Q222 HRC 1040 500t | |
| Jun22 HRC 1015 1kt | Feb22 HRC 1240 1kt | |
| Aug22 HRC 980 4kt | Q222 BUS 575 500t | |
| Jun22 HRC 1020 500t | Aug22 HRC 980 1kt | |
| Q222 BUS 580 1500t | Feb22 HRC 1243 500t | |
| Jul22-Nov22 HRC 585 500t | Mar22 v Q422 HRC +215 600t/200t | |
| Q222 HRC 1040 1kt | Q422 HRC 900 in 200t | |
| Q222 HRC 1040 1kt | Q422 HRC 900 in 500t | |
| Feb22 HRC 1242 500t | Q422 HRC 900 300t | |

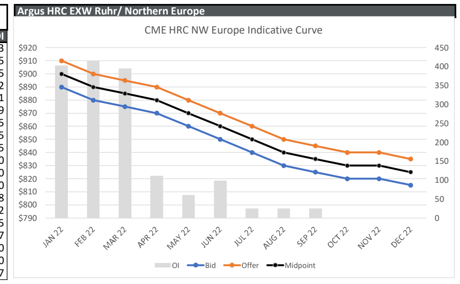
| Product | HRC Midwest CRU | | HR/HRC | |
|---|---|---|---|---|
| Exchange | CME | | 20 NT | |
| Period | Bid | Offer | Midpoint | OI |
| JAN 22 | 1425 | 1440 | 1433 | 6869 |
| FEB 22 | 1255 | 1275 | 1265 | 6303 |
| MAR 22 | 1105 | 1125 | 1115 | 6298 |
| APR 22 | 1070 | 1100 | 1085 | 4139 |
| MAY 22 | 1040 | 1070 | 1055 | 3505 |
| JUN 22 | 1005 | 1035 | 1020 | 3092 |
| JUL 22 | 987 | 1017 | 1002 | 2213 |
| AUG 22 | 965 | 1000 | 983 | 2494 |
| SEP 22 | 935 | 970 | 953 | 1995 |
| OCT 22 | 915 | 950 | 933 | 1374 |
| NOV 22 | 905 | 940 | 923 | 1273 |
| DEC 22 | 895 | 930 | 913 | 950 |
| JAN+FEB22 | 1340 | 1358 | 1349 | 13172 |
| Q122 | 1262 | 1280 | 1271 | 13942 |
| Q222 | 1038 | 1068 | 1053 | 7799 |
| 1h22 | 1150 | 1174 | 1162 | 21741 |
| Q322 | 962 | 996 | 979 | 4642 |
| Q422 | 905 | 940 | 923 | 950 |
| Cal22 | 1042 | 1071 | 1056 | 27333 |

CRU U.S. Midwest HRC index



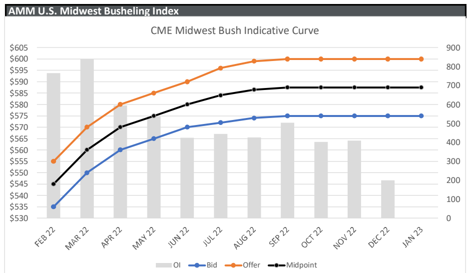

| Product | HRC NW Europe | | EHR | |
|---|---|---|---|---|
| Exchange | CME | | €/MT | |
| Period | Bid | Offer | Midpoint | OI |
| JAN 22 | 890 | 910 | 900 | 403 |
| FEB 22 | 880 | 900 | 890 | 415 |
| MAR 22 | 875 | 895 | 885 | 395 |
| APR 22 | 870 | 890 | 880 | 112 |
| MAY 22 | 860 | 880 | 870 | 61 |
| JUN 22 | 850 | 870 | 860 | 99 |
| JUL 22 | 840 | 860 | 850 | 25 |
| AUG 22 | 830 | 850 | 840 | 25 |
| SEP 22 | 825 | 845 | 835 | 25 |
| OCT 22 | 820 | 840 | 830 | 0 |
| NOV 22 | 820 | 840 | 830 | 0 |
| DEC 22 | 815 | 835 | 825 | 0 |
| JAN+FEB22 | 885 | 905 | 895 | 818 |
| Q122 | 882 | 902 | 892 | 922 |
| Q222 | 860 | 880 | 870 | 185 |
| 1h22 | 871 | 891 | 881 | 1107 |
| Q322 | 832 | 852 | 842 | 50 |
| Q422 | 818 | 838 | 828 | 0 |
| Cal22 | 848 | 868 | 858 | 1157 |

Argus HRC EXW Ruhr/ Northern Europe



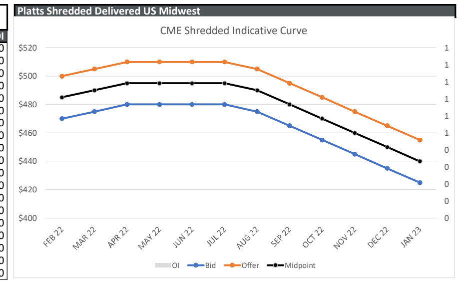

| Product | Midwest Busheling | | BUS | |
|---|---|---|---|---|
| Exchange | CME | | 20 GT | |
| Period | Bid | Offer | Midpoint | OI |
| FEB 22 | 535 | 555 | 545 | 765 |
| MAR 22 | 550 | 570 | 560 | 839 |
| APR 22 | 560 | 580 | 570 | 595 |
| MAY 22 | 565 | 585 | 575 | 536 |
| JUN 22 | 570 | 590 | 580 | 424 |
| JUL 22 | 572 | 596 | 584 | 444 |
| AUG 22 | 574 | 599 | 587 | 426 |
| SEP 22 | 575 | 600 | 588 | 504 |
| OCT 22 | 575 | 600 | 588 | 402 |
| NOV 22 | 575 | 600 | 588 | 410 |
| DEC 22 | 575 | 600 | 588 | 200 |
| JAN 23 | 575 | 600 | 588 | 0 |
| FEB+MAR22 | 543 | 563 | 553 | 1604 |
| Q222 | 565 | 585 | 575 | 2199 |
| FEB-JUN | 554 | 574 | 564 | 1404 |
| Q322 | 574 | 598 | 586 | 3603 |
| Q422 | 575 | 600 | 588 | 1332 |
| Cal22 | 566 | 589 | 577 | 610 |
| Q123 | 575 | 600 | 588 | 5545 |

AMM U.S. Midwest Busheling Index



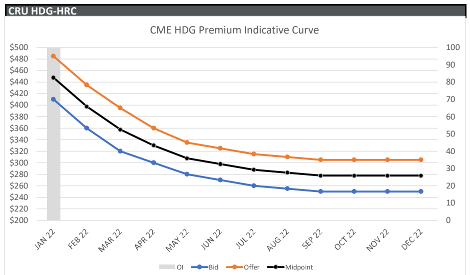

| Product | Midwest Shredded | | SHR | |
|---|---|---|---|---|
| Exchange | CME | | 20 GT | |
| Period | Bid | Offer | Midpoint | OI |
| FEB 22 | 470 | 500 | 485 | 0 |
| MAR 22 | 475 | 505 | 490 | 0 |
| APR 22 | 480 | 510 | 495 | 0 |
| MAY 22 | 480 | 510 | 495 | 0 |
| JUN 22 | 480 | 510 | 495 | 0 |
| JUL 22 | 480 | 510 | 495 | 0 |
| AUG 22 | 475 | 505 | 490 | 0 |
| SEP 22 | 465 | 495 | 480 | 0 |
| OCT 22 | 455 | 485 | 470 | 0 |
| NOV 22 | 445 | 475 | 460 | 0 |
| DEC 22 | 435 | 465 | 450 | 0 |
| JAN 23 | 425 | 455 | 440 | 0 |
| FEB+MAR22 | 473 | 503 | 488 | 0 |
| Q222 | 480 | 510 | 495 | 0 |
| FEB-JUN | 476 | 506 | 491 | 0 |
| Q322 | 473 | 503 | 488 | 0 |
| Q422 | 445 | 475 | 460 | 0 |
| Cal22 | 467 | 497 | 482 | 0 |
| Q123 | 425 | 455 | 440 | 0 |

Platts Shredded Delivered US Midwest



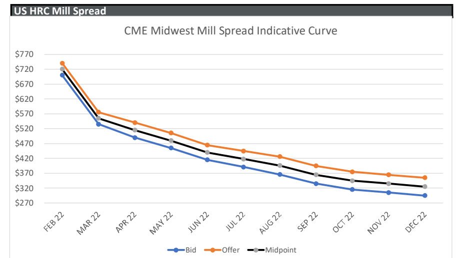

| Product | HDG Premium | | HDG | |
|---|---|---|---|---|
| Exchange | CME | | $/NT | |
| Period | Bid | Offer | Midpoint | OI |
| JAN 22 | 410 | 485 | 448 | 100 |
| FEB 22 | 360 | 435 | 398 | 0 |
| MAR 22 | 320 | 395 | 358 | 0 |
| APR 22 | 300 | 360 | 330 | 0 |
| MAY 22 | 280 | 335 | 308 | 0 |
| JUN 22 | 270 | 325 | 298 | 0 |
| JUL 22 | 260 | 315 | 288 | 0 |
| AUG 22 | 255 | 310 | 283 | 0 |
| SEP 22 | 250 | 305 | 278 | 0 |
| OCT 22 | 250 | 305 | 278 | 0 |
| NOV 22 | 250 | 305 | 278 | 0 |
| DEC 22 | 250 | 305 | 278 | 0 |
| JAN+FEB22 | 385 | 460 | 423 | 100 |
| Q122 | 363 | 438 | 401 | 0 |
| Q222 | 283 | 340 | 312 | 0 |
| 1h22 | 323 | 389 | 356 | 0 |
| Q322 | 255 | 310 | 283 | 0 |
| Q422 | 250 | 305 | 278 | 0 |
| Cal22 | 288 | 348 | 318 | 0 |

CRU HDG-HRC



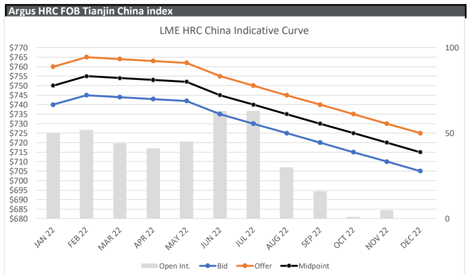

| Product | HRC Mill Spread | | BUS/HRC |
|---|---|---|---|
| Exchange | CME | | Spread |
| Period | Bid | Offer | Midpoint |
| FEB 22 | 700 | 740 | 720 |
| MAR 22 | 535 | 575 | 555 |
| APR 22 | 490 | 540 | 515 |
| MAY 22 | 455 | 505 | 480 |
| JUN 22 | 415 | 465 | 440 |
| JUL 22 | 391 | 445 | 418 |
| AUG 22 | 366 | 426 | 396 |
| SEP 22 | 335 | 395 | 365 |
| OCT 22 | 315 | 375 | 345 |
| NOV 22 | 305 | 365 | 335 |
| DEC 22 | 295 | 355 | 325 |
| FEB+MAR | 618 | 618 | 618 |
| Q222 | 453 | 472 | 463 |
| 1h22 | 535 | 545 | 540 |
| Q322 | 364 | 399 | 381 |
| Q422 | 305 | 360 | 333 |
| Cal22 | 435 | 462 | 449 |

US HRC Mill Spread



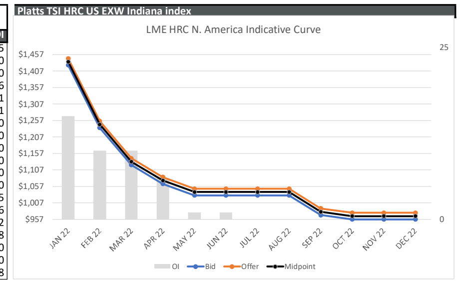

| Product | HRC FOB China | | HC/LCY | |
|---|---|---|---|---|
| Exchange | LME | | 10 MT | |
| Period | Bid | Offer | Midpoint | Open Int. |
| JAN 22 | 740 | 760 | 750 | 50 |
| FEB 22 | 745 | 765 | 755 | 52 |
| MAR 22 | 744 | 764 | 754 | 44 |
| APR 22 | 743 | 763 | 753 | 41 |
| MAY 22 | 742 | 762 | 752 | 45 |
| JUN 22 | 735 | 755 | 745 | 63 |
| JUL 22 | 730 | 750 | 740 | 63 |
| AUG 22 | 725 | 745 | 735 | 30 |
| SEP 22 | 720 | 740 | 730 | 16 |
| OCT 22 | 715 | 735 | 725 | 1 |
| NOV 22 | 710 | 730 | 720 | 5 |
| DEC 22 | 705 | 725 | 715 | 0 |
| JAN+FEB22 | 743 | 763 | 753 | 102 |
| Q122 | 743 | 763 | 753 | 137 |
| Q222 | 740 | 760 | 750 | 171 |
| 1h22 | 742 | 762 | 752 | 308 |
| Q322 | 725 | 745 | 735 | 47 |
| Q422 | 710 | 730 | 720 | 5 |
| Cal22 | 730 | 750 | 740 | 360 |

Argus HRC FOB Tianjin China index



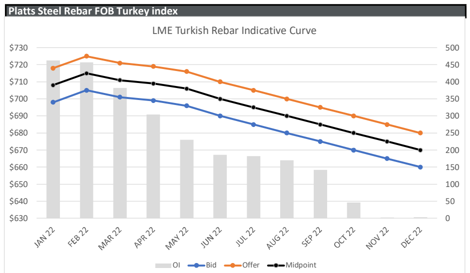

| Product | HRC North America | | HU/HRP/HUS | |
|---|---|---|---|---|
| Exchange | LME/CME | | 10 NT | |
| Period | Bid | Offer | Midpoint | OI |
| JAN 22 | 1425 | 1445 | 1435 | 15 |
| FEB 22 | 1235 | 1255 | 1245 | 10 |
| MAR 22 | 1122 | 1142 | 1132 | 10 |
| APR 22 | 1065 | 1085 | 1075 | 6 |
| MAY 22 | 1030 | 1050 | 1040 | 1 |
| JUN 22 | 1030 | 1050 | 1040 | 1 |
| JUL 22 | 1030 | 1050 | 1040 | 0 |
| AUG 22 | 1030 | 1050 | 1040 | 0 |
| SEP 22 | 970 | 990 | 980 | 0 |
| OCT 22 | 957 | 977 | 967 | 0 |
| NOV 22 | 957 | 977 | 967 | 0 |
| DEC 22 | 957 | 977 | 967 | 0 |
| JAN+FEB22 | 1330 | 1350 | 1340 | 25 |
| Q122 | 1261 | 1281 | 1271 | 26 |
| Q222 | 1042 | 1062 | 1052 | 2 |
| 1h22 | 1151 | 1171 | 1161 | 28 |
| Q322 | 1010 | 1030 | 1020 | 0 |
| Q422 | 957 | 977 | 967 | 0 |
| Cal22 | 1067 | 1087 | 1077 | 28 |

Platts TSI HRC US EXW Indiana index




| Product | LME STEEL REBAR | | SR/JBP | |
|---|---|---|---|---|
| Exchange | LME | | 10 MT | |
| Period | Bid | Offer | Midpoint | OI |
| JAN 22 | 698 | 718 | 708 | 463 |
| FEB 22 | 705 | 725 | 715 | 457 |
| MAR 22 | 701 | 721 | 711 | 382 |
| APR 22 | 699 | 719 | 709 | 304 |
| MAY 22 | 696 | 716 | 706 | 230 |
| JUN 22 | 690 | 710 | 700 | 186 |
| JUL 22 | 685 | 705 | 695 | 182 |
| AUG 22 | 680 | 700 | 690 | 170 |
| SEP 22 | 675 | 695 | 685 | 142 |
| OCT 22 | 670 | 690 | 680 | 46 |
| NOV 22 | 665 | 685 | 675 | 2 |
| DEC 22 | 660 | 680 | 670 | 3 |
| JAN+FEB22 | 702 | 722 | 712 | 920 |
| Q122 | 701 | 721 | 711 | 1,143 |
| Q222 | 695 | 715 | 705 | 598 |
| 1h22 | 698 | 718 | 708 | 1,741 |
| Q322 | 680 | 700 | 690 | 358 |
| Q422 | 665 | 685 | 675 | 5 |
| Cal22 | 685 | 705 | 695 | 2,104 |

Platts Steel Rebar FOB Turkey index




| Product | HMS CFR Turkey | | SC/JBO | |
|---|---|---|---|---|
| Exchange | LME | | 10 MT | |
| Period | Bid | Offer | Midpoint | OI |
| JAN 22 | 462 | 472 | 467 | 1,474 |
| FEB 22 | 465 | 475 | 470 | 1,331 |
| MAR 22 | 462 | 472 | 467 | 1,071 |
| APR 22 | 458 | 468 | 463 | 307 |
| MAY 22 | 454 | 464 | 459 | 245 |
| JUN 22 | 450 | 460 | 455 | 293 |
| JUL 22 | 443 | 453 | 448 | 125 |
| AUG 22 | 437 | 447 | 442 | 129 |
| SEP 22 | 432 | 442 | 437 | 124 |
| OCT 22 | 426 | 436 | 431 | 153 |
| NOV 22 | 420 | 430 | 425 | 98 |
| DEC 22 | 415 | 425 | 420 | 189 |
| JAN+FEB22 | 464 | 474 | 469 | 2,805 |
| Q122 | 463 | 473 | 468 | 2,709 |
| Q222 | 454 | 464 | 459 | 663 |
| 1h22 | 459 | 469 | 464 | 3,372 |
| Q322 | 437 | 447 | 442 | 406 |
| Q422 | 420 | 430 | 425 | 287 |
| Cal22 | 444 | 454 | 449 | 4,065 |

Platts TSI Index