

**01/02/2022****EU HRC**

European hot-rolled coil prices firmed further yesterday as more producers increased prices and others remained off market.

Argus' daily Italian HRC index rose by €3.25/t (\$3.64/t) to €840.75/t ex-works, while the daily northwest EU HRC index nudged up €2.50/t to €910.25/t ex-works.

An Italian re-roller increased its prices by €30/t today, having experienced sustained increases in its HRC costs, market sources said. Others remained off market to see how price direction developed.

However, demand has not increased much on the back of the price increases.

Into Italy, a north EU supplier raised its HRC offer by €50/t, taking it close to €900/t delivered. An Italian mill was still seeking €850-860/t ex-works levels, but participants reported sales done at the same price on a delivered basis.

Lower prices were still available from another supplier, although it was not offering CRC or HDG from assets abroad.

There were some reports that a Turkish re-roller was selling HDG into south Europe at a very competitive price, although this was disputed by market participants.

On the HRC side, an offer was heard at \$900/t cfr inclusive of dumping duty from Turkey, and as high as €840/t cfr from Egypt. A German buyer paid around €850/t cfr for Egyptian material. A Russian producer hiked its offer to €900/t cfr inclusive of duty, after making some sales around €850/t last week. Offers from Asia are noticeably absent from the market, amid the Chinese lunar new year holidays, as sellers expect China to return stronger and with higher prices.

In the automotive sector, one mill was offering €1,000/t base for a hot-dip galvanised contract starting in June. The mill has made some auto deals around €900/t and slightly above for the calendar year 2022. (Argus)

**Turkish Scrap**

Sellside sources expect \$485/mt CFR for US/Baltic-origin HMS 1/2 (80:20)

Benelux subsuppliers target Eur370/mt CFR for HMS dock prices

Turkish deepsea import ferrous scrap prices rose sharply Jan. 31, as fresh deepsea cargoes from Venezuela and Russia were booked by Turkish mills, sources said.

S&P Global Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) Jan. 31 at \$483/mt CFR, up \$10/mt on day to reach its highest level in two months. The assessment was last higher on Nov. 30 at \$488/mt CFR.

A Venezuela-origin cargo was booked late Jan. 28 by an Iskenderun mill, with HMS 1/2 (80:20) at \$483/mt CFR, for late Feb/early March shipment.

A Russia-origin cargo totaling 18,000 mt was reported by multiple sources to have been booked the week ended Jan. 28 by a second Iskenderun mill, with HMS 1/2 (95:5) at \$493/mt CFR. One Turkish mill source cited an indicative tradable value for premium HMS 1/2 (80:20) at around \$475-\$485/mt CFR, while a second mill source said \$483/mt CFR was workable for premium HMS 1/2 (80:20).

Sell-side sources were bullish over further increases in the near-term, with mills having drawn down scrap purchasing lead times in recent months, which is likely to support demand for prompt shipment deepsea cargoes and first-half March shipment cargoes in the short-term.

One trading source cited an indicative tradable value for premium HMS 1/2 (80:20) over \$480/mt CFR, while two Turkish agent sources cited indicative tradable values for sellers around \$485/mt CFR for US/Baltic-origin HMS 1/2 (80:20). (Platts)

## Market Rates

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	483.00	10.00	469.60
Steel Rebar FOB Turkey (\$/mt)	717.50	7.50	701.45
Argus HRC NW Europe (€/mt)	910.25	2.50	908.51
Argus FOB China HRC (\$/mt)	759.00	0.00	749.29

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Feb-22	770	780	775
Mar-22	767	777	772
Apr-22	765	775	770
Q2-22	763	773	768
Q3-22	748	758	753
Q4-22	718	728	723

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Feb-22	490	500	495
Mar-22	487	497	492
Apr-22	483	493	488
Q2-22	479	489	460
Q3-22	455	465	460
Q4-22	425	435	430

LME REBAR FOB TK			
	Bid	Ask	Value
Feb-22	730	740	735
Mar-22	720	730	725
Apr-22	710	720	715
Q2-22	702	712	707
Q3-22	662	672	667
Q4-22	615	625	620

BUSHELING			
	Bid	Ask	Value
Feb-22	510	520	515
Mar-22	510	520	515
Apr-22	515	525	520
Q2-22	535	545	540
Q3-22	563	573	568
Q4-22	560	570	565

US HRC USD/short ton			
	Bid	Ask	Value
Feb-22	1155	1175	1165
Mar-22	980	1000	960
Apr-22	950	970	945
Q2-22	935	955	945
Q3-22	895	915	905
Q4-22	875	895	885

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Feb-22	925	935	930
Mar-22	920	930	925
Apr-22	900	910	905
Q2-22	888	898	893
Q3-22	842	852	847
Q4-22	820	830	825

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