

04/04/2022

FOB China HRC

The index moved up by \$5/t on (1.4.22) to US\$863/t, MTD US\$863/t.

Chinese steel prices stayed competitive on tight supply especially in southeast Asia and sellers lifted offers to \$900/t cfr Vietnam for Chinese SS400 HRC, is it \$870/t fob China after netting back.

Fob China HRC index increased by \$5/t to \$863/t because of raising offers and workable level. Firm domestic and high international prices were making some large Chinese mills reluctant to consider orders below \$890/t fob China. No deal was concluded this week with local market signalling weakness according to market participants while, seaborne buyers remained cautious about placing orders amid uncertainties. (Argus)

Turkish Scrap

Turkish Deepsea scrap import prices moved sideways, with some price upside possible in the near term amid expectations of stronger demand from Turkish mills, sources said April 1.

No confirmed bookings were reported on the day, but another US-origin sale was rumored at \$654/mt CFR Turkey for HMS 1/2 80:20 and \$679/mt CFR for prime grades. The recycler was asking \$660/mt CFR for HMS 1/2 80:20, a Turkish mill source said.

An agent said that the \$654/mt CFR price might have been outdated, suggesting higher levels were already feasible. Some indications for premium HMS 1/2 80:20 were indeed higher at \$655-\$660/mt CFR, an agent said.

A Turkish trader said that for the time being, buyers in Turkey were willing to pay \$650-\$655/mt CFR for US HMS cargoes. For the EU cargoes, importers were expecting to pay \$645/mt CFR, the trader added. He doubted that suppliers would be ready to make concessions for Turkish buyers, particularly recyclers in the US, where domestic April scrap settlements should be known in the week starting April 4 and the expectations were bullish.

"Right now Turkish mills are trying to hide themselves behind the curtain but you can see their shadow and they are just waiting to come to the market," an agent source said. He added that some buyers may be "creating the atmosphere that the prices aren't strong" but they still need cargoes for May shipment. He estimated the outstanding Turkish requirement for May shipment to be 30-35 cargoes. In terms of prices, there is space for scrap to move up as the spread with rebar was around \$300, which was very healthy even with the rising energy cost in Turkey, the agent said. (Platts)

US HRC

S&P Global Commodity Insights assessed the Platts TSI US hot-rolled coil index at \$1,450/st EXW Indiana April 1, unchanged from March 31.

The price remained at the latest repeatable transaction level. There were offers reported at \$1,400-\$1,500/st by two traders but no confirmed buying at the lower level. (Platts)

Market Rates

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	653.75	0.00	653.75
Steel Rebar FOB Turkey (\$/mt)	960.00	0.00	960.00
Argus HRC NW Europe (€/mt)	1375.00	0.00	1375.00
Argus FOB China HRC (\$/mt)	863.00	5.00	863.00

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Apr-22	880	910	895
May-22	855	885	870
Jun-22	840	870	855
Q2-22	868	878	873
Q3-22	817	827	822
Q4-22	795	805	800

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Apr-22	630	640	635
May-22	615	625	620
Jun-22	610	620	615
Q2-22	618	628	597
Q3-22	592	602	597
Q4-22	560	570	565

LME REBAR FOB TK			
	Bid	Ask	Value
Apr-22	955	965	960
May-22	945	955	950
Jun-22	920	930	925
Q2-22	940	950	945
Q3-22	882	892	887
Q4-22	848	858	853

BUSHELING			
	Bid	Ask	Value
Apr-22	870	880	875
May-22	875	885	880
Jun-22	870	880	875
Q2-22	872	882	877
Q3-22	852	862	857
Q4-22	837	847	842

US HRC USD/short ton			
	Bid	Ask	Value
Apr-22	1530	1550	1540
May-22	1565	1585	1575
Jun-22	1530	1550	1540
Q2-22	1542	1562	1552
Q3-22	1438	1458	1448
Q4-22	1317	1337	1327

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Apr-22	1380	1400	1390
May-22	1375	1395	1385
Jun-22	1360	1380	1370
Q2-22	1377	1387	1382
Q3-22	1345	1355	1350
Q4-22	1312	1322	1317

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