

25/05/2022**FOB China HRC**

The index fell by \$7/t yesterday (24.5.22) to US\$721/t, MTD US\$753.79/t.

Bookings at some house-appliance manufacturers in south China's Guangdong province are down by 20-30pc from their usual levels, Although Beijing was pushing for more stimulus measures such as the reduction of purchase taxes for passenger cars, these measures would take longer to materialize, as the pace of lifting lockdown restrictions is still slow in Shanghai, while in Beijing they are becoming more strict. Deliveries are banned in many communities in Beijing and residents are not allowed to enter or exit some communities without a pass.

Sellers cut Chinese SS400 HRC offers to equivalent of \$720-775/t fob. Some traders were actively inviting bids at \$710-715/t fob, but still failed to secure any sales. More sellers cut offers to \$770-780/t cfr Vietnam for Chinese SAE1006 grade coils, with some of them willing to receive orders at \$760/t cfr Vietnam. (Argus)

Turkish Scrap

Deepsea market in stalemate

Shortsea sellers raise offers

Turkish Deepsea import ferrous scrap prices remained rangebound May 24, as buyers and sellers remained apart in workable levels, sources said. S&P Global Commodity Insights assessed the Platts Turkish imports of premium heavy melting scrap 1/2 (80:20) May 24 at \$464.50/mt CFR, down 50 cents/mt on the day.

"I think we'll see deals this week as all the sellers have first half June shipment cargoes, so I think the market will go where the mills see it," a Turkish agent source said, citing an indicative tradable value for US/Baltic-origin HMS 1/2 (80:20) at \$460-\$465/mt CFR.

A second agent source said mills were seeking \$460-\$465/mt CFR, while suppliers were targeting \$470-\$475/mt CFR. A trader cited an offer for Venezuela-origin HMS 1/2 (80:20) at \$475/mt CFR, adding that mills were reporting offers at \$465/mt CFR, but these weren't confirmed. "Shred and cut grades are set for another beating in the US domestic market in June, so if exporters agree with that and pencil in a down \$75/lt domestic market, I think they would still try and hold the line at \$470/mt CFR Turkey [for US-origin HMS 1/2 (80:20)]," a US recycler said. (Platts)

US HRC

The Platts TSI US hot-rolled coil index was assessed at \$1,260/st on an ex-works Indiana basis on May 24, down \$40 from May 23, according to S&P Global Commodity Insights data.

The assessment fell to the lowest competitive offer and repeatable indicative tradable value. A service center source reported a wide range of offers with his most competitive at \$1,260/st. The price level was supported by another service center source indicating it as recent tradable value based on customer discussion. In addition, another service center source indicated prices were now below \$1,300/st. (Platts)

Market Rates

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	464.50	-0.50	493.59
Steel Rebar FOB Turkey (\$/mt)	760.00	-5.00	817.66
Argus HRC NW Europe (€/mt)	1037.25	-4.75	1119.88
Argus FOB China HRC (\$/mt)	721.00	-7.00	757.07

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
May-22	750	780	765
Jun-22	730	760	745
Jul-22	720	750	735
Q3-22	720	730	725
Q4-22	695	705	700
Q1-23	678	688	683

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
May-22	495	505	500
Jun-22	465	475	470
Jul-22	457	467	462
Q3-22	450	460	425
Q4-22	420	430	425
Q1-23	397	407	402

LME REBAR FOB TK			
	Bid	Ask	Value
May-22	820	830	825
Jun-22	747	757	752
Jul-22	740	750	745
Q3-22	730	740	735
Q4-22	700	710	705
Q1-23	670	680	675

BUSHELING			
	Bid	Ask	Value
Jun-22	660	670	665
Jul-22	640	650	645
Aug-22	630	640	635
Q3-22	630	640	635
Q4-22	600	610	605
Q1-23	570	580	575

US HRC USD/short ton			
	Bid	Ask	Value
May-22	1375	1395	1385
Jun-22	1190	1210	1200
Jul-22	1030	1050	1040
Q3-22	1012	1032	1022
Q4-22	940	960	950
Q1-23	910	930	920

NWE HRC EUR/metric ton			
	Bid	Ask	Value
May-22	1115	1135	1125
Jun-22	950	970	960
Jul-22	925	945	935
Q3-22	918	928	923
Q4-22	868	878	873
Q1-23	835	845	840

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