

24/06/2022**FOB China HRC**

The index was flat yesterday (23.6.22) at US\$632/t, MTD US\$704.06/t.

Chinese steel inventories for rebar, wire rod, HRC, plate and CRC rose by 55,700t this week against an increase of 320,000t last week. Sentiment was supported after Chinese president Xi said that China will strengthen macro-policy adjustment and adopt more effective measures to meet the social and economic development targets for 2022 and minimize the impacts of Covid-19.

The market was quiet with limited offers and buyers need more evidence to believe the markets are stable. Vietnamese mill Hoa Phat announced it will cut its August-early September shipment monthly offers by around \$75/t to \$690-696/t cif Vietnam for its SS400 HRC, which compared with traders' offers at \$660/t cfr Vietnam for Chinese coils and induced no buying interest. The mil also cut its offers by \$75/t to \$700-705/t cif Vietnam for SAE1006 grade coils, higher than market expectations at \$670-680/t the day before. (Argus)

Turkish Scrap

Oversupply continues to weigh on pricing
US, Baltic recyclers to sell bulk shred to India

Turkish deepsea import ferrous scrap prices fell sharply on June 23 after further activity was heard at lower prices, sources said. Platts Turkish imports of premium heavy melting scrap 1/2 (80:20) were assessed at \$320/mt CFR June 23, down \$15 on the day.

A reported Baltic-origin deal was heard by multiple sources to have been booked by a Samsun mill during the week started June 20, with HMS 1/2 (90:10) at \$335/mt CFR. Market sources put value for premium HMS 1/2 (80:20) relative to the cargo at \$328-330/mt CFR, accounting for grade and freight differentials. Sellside sources cited a more recently booked deal for Baltic-origin HMS 1/2 (80:20) at \$320/mt CFR Turkey, but further details were unavailable. One sellside source also cited a reported deal for EU-origin HMS at \$310/mt CFR, but this was not confirmed. An agent source reported an offer for Benelux-origin 1/2 (75:25) at \$310/mt CFR, but said no deal had been booked. An offer for EU-origin HMS was also heard at \$315/mt CFR. "We weren't expecting this, but it looks like there is still some oversupply versus demand," an EU trader said. (Platts)

US HRC

The Platts TSI US hot-rolled coil index was assessed unchanged at \$1,050/st on an ex-works Indiana basis June 23, according to S&P Global Commodity Insights data.

One service center source reported indicative tradable values in a range of \$1,000-\$1,040/st, but did not make a purchase at this level. The range was not deemed repeatable, and no other firm bids, offers or transactions were reported on the day. (Platts)

Market Rates

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	320.00	-15.00	383.82
Steel Rebar FOB Turkey (\$/mt)	660.00	-10.00	706.79
Argus HRC NW Europe (€/mt)	847.25	0.00	896.89
Argus FOB China HRC (\$/mt)	632.00	0.00	704.06

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Jun-22	705	735	720
Jul-22	625	655	640
Aug-22	620	650	635
Q3-22	631	641	636
Q4-22	623	633	628
Q1-23	610	620	615

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Jun-22	395	405	400
Jul-22	335	345	340
Aug-22	340	350	345
Q3-22	333	343	322
Q4-22	317	327	322
Q1-23	313	323	318

LME REBAR FOB TK			
	Bid	Ask	Value
Jun-22	710	720	715
Jul-22	630	640	635
Aug-22	615	625	620
Q3-22	617	627	622
Q4-22	585	595	590
Q1-23	555	565	560

BUSHELING			
	Bid	Ask	Value
Jul-22	530	540	535
Aug-22	485	495	490
Sep-22	475	485	480
Q3-22	497	507	502
Q4-22	455	465	460
Q1-23	425	435	430

US HRC USD/short ton			
	Bid	Ask	Value
Jun-22	1115	1135	1125
Jul-22	925	945	935
Aug-22	880	900	890
Q3-22	888	908	898
Q4-22	850	870	860
Q1-23	837	857	847

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Jun-22	850	870	860
Jul-22	780	800	790
Aug-22	770	790	780
Q3-22	775	785	780
Q4-22	750	760	755
Q1-23	725	735	730

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