

27/06/2022**FOB China HRC**

The index was flat last Friday (24.6.22) at US\$632/t, MTD US\$700.06/t.

Offers were unchanged at equivalent of \$630-700/t fob China for SS400 HRC, inducing bids at equivalent of \$600-620/t fob China. Talks emerged that an east China mill sold 100,000t HRC over the last two days, but the mill denied those deals. Many market participants said that the volume was unlikely to find takers given the market uncertainties. Seaborne buyers are not bottom fishing as regional demand remains weak.

Vietnamese buyers expressed little buying interest at \$640/t cfr Vietnam for Chinese SAE1006 grade coils, much lower than offers at \$680-710/t cfr Vietnam. Vietnamese traders were bearish on steel demand in the mid-to-long term, and expect recession to hit the global economy. They also expect any short-term price increase to be temporary. (Argus)

Turkish Scrap

Fresh Benelux-origin deal heard
Deepsea recyclers pull back offers but mill demand also weak

Turkish deepsea import ferrous scrap prices halted the downward trend of recent months on June 24, after a fresh Benelux-origin deal was heard and suppliers pulled back from offering, sources said. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) June 24 at \$325.75/mt CFR, up \$5.75/mt on day, but down \$138.75/mt on month, according to S&P Global Commodity Insights.

A Benelux-origin cargo totaling 22,000 mt was booked June 23 by an Iskenderun mill, with 19,500 mt HMS 1/2 (75:25) and 2,500 mt bonus scrap at \$318/mt CFR average. The deal was confirmed by the sell side. "The market is strange with some premium sellers out, but at same time there is still no demand around," an EU trader said. Dockside collection pricing in the Benelux region continued to fall, with HMS heard at Eur220-230/mt delivered to the dock, down from Eur240-250/mt delivered earlier in the week.

Multiple sell-side sources reported that suppliers had pulled back from offering to Turkey, due to the recent sharp downtrend in Turkish import prices. These recyclers were heard to focus on alternative bulk shipment demand from India and other destinations. "US availability will be low, and there have been a few sales to other destinations so I don't think the Americans will be desperate to sell," a Turkish agent source said, adding that low quality Baltic-origin HMS 1/2 (80:20) could be workable below \$320/mt CFR. (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 24, according to S&P Global Commodity Insights data.

The assessment remained unchanged, with a wide range of indications reported on the day. One Midwest service center reported bidding at \$980/st for 400 st, while a second service center reported tradable values at \$1,100/st for 100-300 tons. A third service center reported purchasing HRC for \$1,000/st, but noted it was for 800 st, a larger order size compared to average. The lower bid and transaction, as well as the higher tradable values, were not deemed repeatable or available to the wider market. (Platts)

Market Rates

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	325.75	5.75	379.95
Steel Rebar FOB Turkey (\$/mt)	660.00	0.00	703.67
Argus HRC NW Europe (€/mt)	829.29	-18.00	892.38
Argus FOB China HRC (\$/mt)	632.00	0.00	700.06

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	340	350	345
Aug-22	335	345	340
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	500	510	505
Sep-22	495	505	500
Q3-22	508	518	513
Q4-22	485	495	490
Q1-23	470	480	475

US HRC USD/short ton			
	Bid	Ask	Value
Jun-22	1115	1135	1125
Jul-22	920	940	930
Aug-22	870	890	880
Q3-22	882	902	892
Q4-22	848	868	858
Q1-23	837	857	847

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Jun-22	850	870	860
Jul-22	790	810	800
Aug-22	780	800	790
Q3-22	785	795	790
Q4-22	753	763	758
Q1-23	725	735	730

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