

28/06/2022**FOB China HRC**

The index rose by \$2/t yesterday (27.6.22) to US\$634/t, MTD US\$696.58/t.

Traders and mills lifted offers to equivalents of \$652-700/t fob China for SS400 HRC on rising domestic sales prices. The inventory of positional Chinese coils held by traders was not large in Vietnam currently, while buyers have not place large quantity of coils for a long time, which may help to push up prices soon. Most seaborne buyers remained cautious and were awaiting more offers from Chinese mills for a clearer market trend.

Some traders cut offers to \$692/t cfr Vietnam for Chinese SAE1006 grade coils and were willing to receive orders at \$690/t cfr Vietnam. Offers were unchanged at \$710-730/t cfr Vietnam for Indian SAE1006 grade coils. (Argus)

EU HRC

Slippage continues European hot-rolled coil (HRC) prices fell further yesterday amid sluggish trading. The daily northwest EU HRC index dropped by €24.50/t to €804.75/t ex-works, while the daily Italian index slipped by €9/t to €775.50/t. A large German service centre reported buying at €800/t, and said it anticipated the market bottoming after summer.

A Benelux-based HRC producer confirmed selling some tonnages at €820/t delivered base into the Ruhr. Some buyers were bidding below €800/t, although others said late last week they were targeting €830/t delivered. ArcelorMittal denied suggestions it was idling a blast furnace at its Bremen site, although sources close to the company say it will idle more units. US Steel Kosice also denied talk that it was idling a furnace at its Slovakia site, telling Argus it was continuing with "standard production". (Argus)

Turkish Scrap

Fresh reported US-origin deal heard
Mills' scrap buying interest returns, amid reported rebar, billet sales

Turkish deepsea import ferrous scrap prices moved up for the second consecutive day on June 27, after some Turkish mills were heard to restock, sources said.

S&P Global Commodity Insights assessed the Platts Turkish imports of premium heavy melting scrap 1/2 (80:20) June 27 at \$332.50/mt CFR, up \$6.75/mt on day. A US-origin deal was heard by multiple sources to have been booked June 24 by a Marmara mill, with HMS 1/2 (90:10) at \$335/mt CFR. The buyer booked a large volume rebar sale to Hong Kong on June 24, totaling around 40,000 mt at around \$670/mt CFR actual weight, with \$50-\$55/mt freight.

Chatter of another US-origin deal, with HMS 1/2 (80:20) at \$335/mt CFR Iskenderun, was denied. A reported Benelux-origin deal was also heard to have been booked by an Iskenderun mill, with HMS 1/2 (80:20) at \$328/mt CFR but was not confirmed. The Iskenderun mill was heard to have booked a billet sale to Egypt at \$550/mt FOB, but further details were not available. "With the market having already overshot the bottom, I fully expect further upside to be tested with breach of the \$350s/mt level to be realized shortly," a European recycler said. A second EU recycler cited an indicative tradable value for Benelux-origin HMS 1/2 (80:20) at \$320-\$330/mt CFR. (Platts)

Market Rates

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	332.50	6.75	376.98
Steel Rebar FOB Turkey (\$/mt)	640.00	-20.00	699.69
Argus HRC NW Europe (€/mt)	804.75	-24.50	886.91
Argus FOB China HRC (\$/mt)	634.00	2.00	696.58

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Jun-22	705	735	720
Jul-22	640	670	655
Aug-22	635	665	650
Q3-22	645	655	650
Q4-22	630	640	635
Q1-23	610	620	615

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Jun-22	395	405	400
Jul-22	350	360	355
Aug-22	365	375	370
Q3-22	357	367	340
Q4-22	335	345	340
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	505	515	510
Sep-22	495	505	500
Q3-22	510	520	515
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	930	950	940
Aug-22	880	900	890
Q3-22	895	915	905
Q4-22	853	873	863
Q1-23	837	857	847

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Jun-22	850	870	860
Jul-22	785	805	795
Aug-22	780	800	790
Q3-22	783	793	788
Q4-22	753	763	758
Q1-23	725	735	730

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