

27 June 2022

Broad Update:

Is the contango for real? US HRC and Turkish markets are pricing for a turn in market direction come 2023. Quite the change from the persistent backwardation witnessed in the steel suite this year. AISI data recorded US Capacity Utilization as dropping 0.3% week over week to 80.2%. Turkish HMS import transactions remain weak with transactions in the \$320-\$330/mt CFR. Aug22 EHR traded today at €800/mt on the news that a 10kt deal had been concluded at that level. Across the pond BOJO is taking a note out of the Trump playbook to consider implementing a tariff schedule to protect the UK steel sector from low-cost imports; interesting. Thin trading this session of note was the 2h22 HRO 1000/850 Put Spread which traded for a net premium of \$101/t market on follow had midpoint at \$97.50. Please find updated curves below:

Table with columns: Index, Print, Change, MTD. Rows include LME Platts HEMS, LME Platts Rebar, CME Argus EHR, etc.

Table with columns: Today, CME Block trade recap. Rows include HRO, HR, TIO, EHR.

Table with columns: Product Exchange, HRC Midwest CRU, HR/HRC 20 NT, CME, Offer, Midpoint, OI.

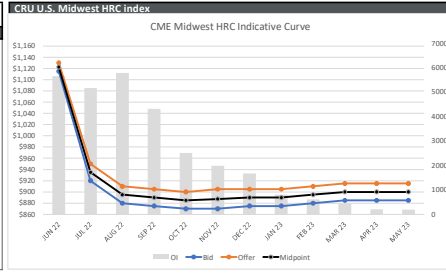


Table with columns: Product Exchange, HRC NW Europe, CME, Offer, Midpoint, OI.

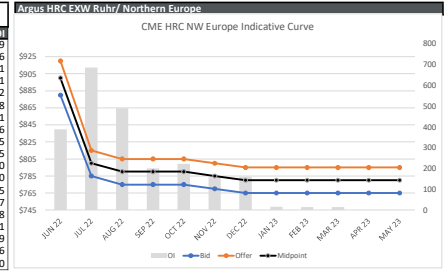


Table with columns: Product Exchange, Midwest Bushing, BUS 20 GT, CME, Offer, Midpoint, OI.

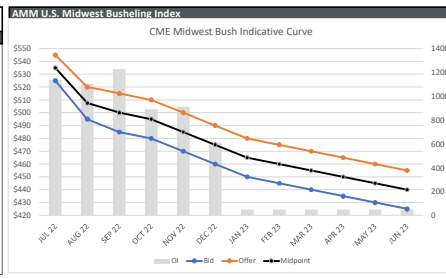


Table with columns: Product Exchange, Midwest Shredded, SHR 20 GT, CME, Offer, Midpoint, OI.

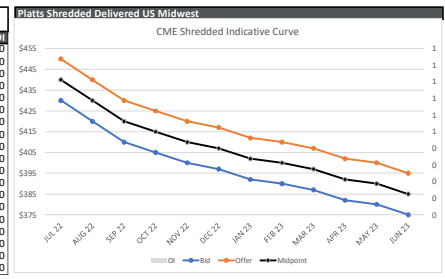


Table with columns: Product Exchange, HDG Premium, HDG S/YNT, CME, Offer, Midpoint, OI.

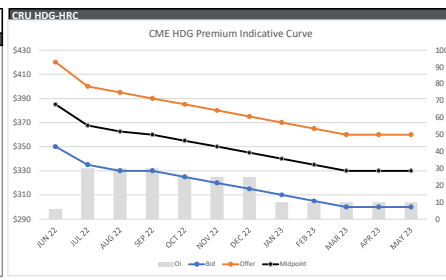


Table with columns: Product Exchange, HRC Mill Spread, BUS/HRC Spread, CME, Offer, Midpoint, OI.

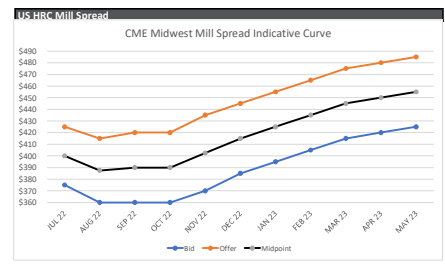


Table with columns: Product Exchange, HRC FOB China, HC/LCY 10 MT, LME, Offer, Midpoint, Open Int.

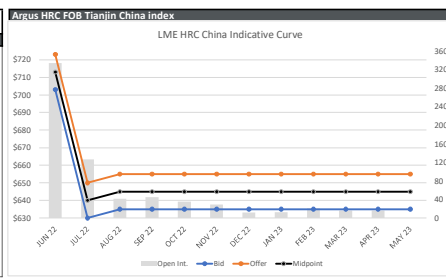


Table with columns: Product Exchange, HRC North America, HU/HRP/HUS 10 NT, LME/CME, Offer, Midpoint, OI.

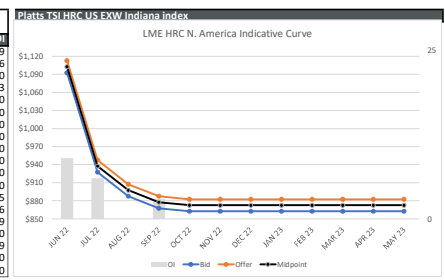


Table with columns: Product Exchange, LME STEEL REBAR, SR/BP 10 MT, LME, Offer, Midpoint, OI.

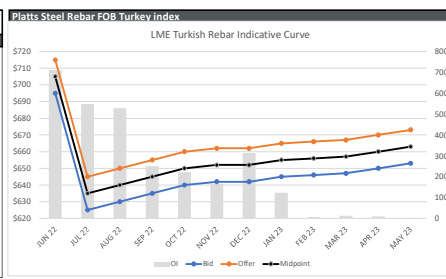
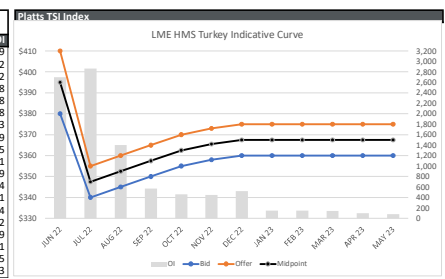


Table with columns: Product Exchange, HMS CFR Turkey, SC/BO 10 MT, LME, Offer, Midpoint, OI.



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