

**04/10/2022****FOB China HRC**

The index was unchanged on Monday (3.10.22) at US\$561/t, MTD US\$561/t. (China on holiday).

**CFR Taiwan Containerised Ferrous Scrap**

The index was stable at \$350/t cfr Taiwan on Monday and MTD at \$350.

No deal was known on containerised HMS 1/2 80:20 scrap yesterday as buyers were waiting for firm offer from US suppliers.

Many Taiwanese steelmakers believed that containerised HMS 1/2 80:20 scrap prices have no reason to move upward because steel demand and fundamentals showed not much improvement last week. Buyers were not willing to give any indicative workable level as they would prefer to wait for firm offers to be available before making decision as to whether to enter the market. Further weakening of New Taiwan dollar against the US dollar was weighing heavily on buyers with the new rate at \$1:NT\$31.89 at yesterday 08.30 GMT from \$1:NT\$31.82 on 30 September. Taiwan's domestic benchmark setter Feng Hsin Steel announced yesterday that it will keep domestic scrap and rebar prices unchanged. Both HMS 1/2 80:20 scrap equivalent and rebar prices stayed at NT\$11,300-11,400/t and NT\$19,400, respectively. Some traders remained confident that scrap prices will rise further this week in view of bulk ferrous scrap price into Turkey becoming firmer last week. Argus assessment on bulk HMS 1/2 80:20 cfr Turkey was at \$367.50/t cfr, up 4.26pc week on week. (Argus)

**EU HRC**

Prices up, sentiment remains weak Prices nudged up a touch yesterday across the continent, but sentiment remains weak because of low demand and softer import offers. Argus' northwest EU hot-rolled coil (HRC) index nudged up by €1.75/t (\$1.73/t) to €753/t, while the daily Italian index increased by €3.50/t to €746.75/t. Demand remained very weak, and there was an expectation that mills may have to reduce their offers given competitive import offers. In Italy some expected mills to target €750/t ex-works, as a result of weak appetite. Import offers remained around \$700/t cfr, with buyers bidding much lower. Import offers for cold-rolled coil (CRC) from Asian origins continue to be aggressive, with levels of €770-780/t cfr considered achievable.

European suppliers are still offering around a €100/t premium on HRC for CRC because of costs, making it difficult for them to secure sales unless buyers require material delivered quickly. An Italian mill was heard to offer hot-dipped galvanised at €880-900/t delivered for base grade. European mills have not reduced crude steel output as much as anticipated, as they opt to increase coking and basic oxygen furnace run rates, so they can produce and capture more gas. ArcelorMittal has postponed the indefinite closure of blast furnace three at Bremen, as it has prioritised energy generation. Market sources suggest other mills have continued to operate their ironmaking and coking operations for the same reason. (Argus)

**Turkish Scrap**

Turkish deepsea import scrap prices stable, mills focus on finished steel sales

Mixed sentiment among sell-side sources

Further deals expected for end-Oct, early Nov shipment

Turkish import deepsea scrap prices were unchanged from the previous session Oct. 3 as Turkish mills focused on finished steel sales, sources said. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$367.50/mt CFR Oct. 3, unchanged on the session. A Turkish mill source cited an indicative tradable value for premium HMS 1/2 (80:20) at \$365/mt CFR. A second Turkish mill source cited an indicative tradable value for premium HMS 1/2 (80:20) at \$365-\$370/mt CFR, with \$360/mt CFR expected in the near term but said that this depends on the strength of Indian bulk scrap demand "There are still unsold cargoes for both [end-October and first-half November shipment]," a Turkish agent source said, expecting prices to trend sideways in the near term. Market chatter about an EU-origin deal with HMS at \$366/mt CFR could not be confirmed, while the sentiment among sell-side sources was mixed. (Platts)

## Market Rates

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	367.50	0.00	367.50
Steel Rebar FOB Turkey (\$/mt)	685.00	2.50	685.00
Argus HRC NW Europe (€/mt)	753.00	1.75	753.00
Argus FOB China HRC (\$/mt)	561.00	0.00	561.00

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Oct-22	550	580	565
Nov-22	560	590	575
Dec-22	565	595	580
Q4-22	568	578	573
Q1-23	590	600	595
Q2-23	620	630	625

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Oct-22	357	367	362
Nov-22	357	367	362
Dec-22	356	366	361
Q4-22	357	367	356
Q1-23	351	361	356
Q2-23	343	353	348

LME REBAR FOB TK			
	Bid	Ask	Value
Oct-22	675	685	680
Nov-22	670	680	675
Dec-22	665	675	670
Q4-22	670	680	675
Q1-23	653	663	658
Q2-23	625	635	630

BUSHELING			
	Bid	Ask	Value
Oct-22	405	415	410
Nov-22	405	415	410
Dec-22	410	420	415
Q4-22	407	417	412
Q1-23	417	427	422
Q2-23	438	448	443

US HRC USD/short ton			
	Bid	Ask	Value
Oct-22	780	800	790
Nov-22	745	765	755
Dec-22	745	765	755
Q4-22	757	777	767
Q1-23	762	782	772
Q2-23	790	810	800

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Oct-22	750	770	760
Nov-22	750	770	760
Dec-22	760	780	770
Q4-22	758	768	763
Q1-23	781	791	786
Q2-23	805	815	810

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