

05/10/2022**FOB China HRC**

The index was unchanged on Tuesday (4.10.22) at US\$561/t, MTD US\$561/t. (China on holiday).

CFR Taiwan Containerised Ferrous Scrap

The index was unchanged at \$350/t cfr Taiwan on Tuesday and MTD at \$350. No deal was known for containerised HMS 1/2 80:20 scrap as there was no firm bid from buyers amid higher offers from sellers. Limited offers on containerised HMS 1/2 80:20 scrap was available to Taiwan at \$355-365/t cfr Taiwan. Sellers that were offering believed that prices should be up as the recent rise of bulk ferrous scrap price into Turkey should be supporting prices of scrap into Asia. Also, as the numbers of offers were limited, buyers will have to increase their bid in order to secure any deal as sellers seem firm on the prices they want. There was no indicative bid known from Taiwanese steelmakers as many felt that the higher prices wanted by sellers were not acceptable. However, some mills were known to be considering offers in the market and might come out with a bid to test sellers acceptable level. Buyers interested to buy might try to secure some tonnages before prices move further up as ferrous scrap into south Asia continue to be strong. (Argus)

EU HRC

Northern mills take Italian business Italian steelmakers were losing business to their north European counterparts yesterday, with the latter increasingly keen to book tonnes given lethargic local demand. As a result, north European buyers were moving purchases away from Italian producers to large north European mills — buyers that had been about to pay €780/t delivered base for sheet and above said they could get closer to €750/t base from local mills. There was talk that one large producer was even below €700/t delivered in France for HRC as its mills grappled with low automotive offtake. Some Asian suppliers also seemed more eager to sell amid China's absence. Offers were at \$670-690/t cfr from Taiwan, Japan and South Korea, while Turkish material was still too high, at \$690-725/t cfr duty paid depending on size and mill. Egyptian HRC was even higher, at \$740-745/t cfr, and not workable. A sale was heard done by a trader under €680/t cif Italy for undisclosed origin. Others said €670/t cfr would be workable for certain mills, but on the buyer side, some were submitting firm bids as low as €620/t cfr, which were rejected. But several market participants said today that buyers with large volume requirements could make the price. In the north, most buyers preferred to negotiate with domestic producers and use import offers for leverage, rather than book from further afield given the high degree of price uncertainty and long lead time. (Argus)

Turkish Scrap

Buyers and sellers in stalemate in Turkish deepsea import scrap market

Benelux HMS dock prices remain firm

Recyclers point to alternative demand

Mills point to poor finished market

Turkish import deepsea scrap prices continued sideways on Oct. 4 as Turkish mills and deepsea exporters continued to stand apart in their workable levels, sources said. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$367.50/mt CFR Oct. 4, unchanged on the day. "Suppliers try to convince us that India and Bangladesh continue to buy, but we have \$25-30/mt extra production costs since the start of this month, so we should just let the recyclers sell to India and Bangladesh if it's so easy," one Turkish mill source said. "If scrap suppliers offer mid November shipment, why would we buy if we can't find finished steel demand for long or flat steel for December shipment?" The mill source cited an indicative tradable value for premium HMS 1/2 (80:20) at \$365/mt CFR for end-October and early November shipment cargoes, but accepted that there is little availability for these shipment dates. A Turkey-based trading source cited an indicative tradable value for premium HMS 1/2 (80:20) at \$367-\$368/mt CFR, adding that recyclers were seeking above \$370/mt CFR for US-origin HMS 1/2 (80:20). "India is buying about 15 cargoes per month, which is not a small amount, and the Turkish mills are not consuming like they were before, so these are the main issues on which the market may find some balance," the trader said. (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)	687.50	2.50	686.25
Argus HRC NW Europe (€/mt)	745.75	-7.25	749.38
Argus FOB China HRC (\$/mt)	561.00	0.00	561.00

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Oct-22	558	588	573
Nov-22	575	605	590
Dec-22	585	615	600
Q4-22	583	593	588
Q1-23	600	610	605
Q2-23	620	630	625

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Oct-22	362	372	367
Nov-22	360	370	365
Dec-22	357	367	362
Q4-22	360	370	356
Q1-23	351	361	356
Q2-23	343	353	348

LME REBAR FOB TK			
	Bid	Ask	Value
Oct-22	680	690	685
Nov-22	678	688	683
Dec-22	670	680	675
Q4-22	676	686	681
Q1-23	653	663	658
Q2-23	625	635	630

BUSHELING			
	Bid	Ask	Value
Oct-22	390	400	395
Nov-22	395	405	400
Dec-22	395	405	400
Q4-22	393	403	398
Q1-23	407	417	412
Q2-23	438	448	443

US HRC USD/short ton			
	Bid	Ask	Value
Oct-22	760	780	770
Nov-22	745	765	755
Dec-22	745	765	755
Q4-22	750	770	760
Q1-23	760	780	770
Q2-23	790	810	800

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Oct-22	740	760	750
Nov-22	755	775	765
Dec-22	765	785	775
Q4-22	758	768	763
Q1-23	781	791	786
Q2-23	805	815	810

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