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FIS STEEL & SCRAP WEBINAR

Join FIS for an insightful Q2 2023 Steel Outlook featuring a panel of the world's top players in the steel market from leading companies such as Anglo American, Argus, Bloomberg, Platts, M7, and Eusider. Gain valuable insights and market perspectives from some of the industry's most respected traders and index providers as they discuss the need to hedge against physical price risk in these uncertain times.

Date & Time: Feb 28 2023; 11AM UK time

Registration Link: [FIS STEEL & SCRAP WEBINAR | Feb 28 \(zohobackstage.eu\)](#)

EU HRC

European hot-rolled coil (HRC) prices rose further yesterday, supported by higher domestic and import offers, and longer lead times. Across Europe there was still some concern over the strength of real demand, particularly with capacity coming back on line. Argus' daily northwest and Italian HRC indexes both climbed by €4.75/t, the former to €795.75/t and the latter to €785/t. The twice-weekly cif Italy HRC assessment also increased, by €10/t to €735/t, while the weekly cold-rolled coil (CRC) assessment nudged up by €10/t to €870/t. The daily NW EU CRC assessment climbed by €2.50/t to €875/t. Service centre sources said ArcelorMittal's latest increase brought more end-users to the table, enabling them to push through more increases.

One north European HRC producer said it had finalised April deliveries and is now selling for May at close to €800/t delivered. An Italian mill offered as high as €850/t base delivered but was accepting €800/t, according to sources. The same producer was providing buyers with discounts on extras, meaning the base price was lower than what it would agree to sell commodities at without extras. Other buyers in Italy and the north said they were being quoted close to €800/t ex-works, although some said €750/t was possible with the upwards momentum diminishing. Imports were available at \$780-800/t cfr Italy from Japan and South Korea, with one trading firm saying it booked South Korean material at \$820-830/t cfr for the UK. CRC was offered at \$850-870/t cfr Italy, depending on origin. Taiwanese HRC was offered at €750-760/t cfr for May shipment, after deals were reported last week at €740/t cfr for the end of April. (Argus)

FOB China HRC

The index rose by \$7/t yesterday (21.2.23) to US\$645/t, MTD US\$637.60/t. Major Chinese mills lifted offers to \$640-680/t fob China for SS400 HRC after domestic sales prices increased. A north China mill stopped offering in the afternoon after receiving orders at \$630-640/t fob China, participants said. An east China mill increased its offer by \$5/t to \$675/t fob China in the afternoon after selling HRC at \$670/t fob China, but no further details could be confirmed. Another mill in north China lifted its offer to \$665/t fob China after selling HRC at \$660/t fob China late last week to trading firms. Those trading firms expect Chinese steel export prices to increase in the near future, so they are willing to purchase coils at higher levels than end-users, several Chinese mills said. Turkish buyers were actively seeding Chinese steel products as they expect Turkish steel prices to rise once the post-earthquake reconstructions begins, traders said. (Argus)

Turkish Scrap

Turkish deepsea imported scrap prices continued to jump Feb. 21, as fresh UK and Baltic sales were heard, pushing the assessment to its highest level in over eight months. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$435/mt CFR Feb. 21, up \$10.25/mt on day to its highest level since June 6, 2022. A UK-origin deal was booked Feb. 21 by an Izmir mill, with HMS 1/2 (80:20) at \$428/mt CFR, and shredded scrap at \$453/mt CFR. The deal was confirmed by the sell side. A second Baltic-origin deal was heard by multiple sources to have been booked Feb. 21 by a Samsun mill, with 16,000 mt HMS 1/2 (90:10) at \$439/mt CFR, and 24,000 mt bushelling scrap at \$467/mt CFR.

Another reported Baltic-origin deal was heard by multiple sources to have been booked Feb. 20 by an Izmir mill, with HMS 1/2 (80:20) at \$430/mt CFR, and bonus scrap at \$450/mt CFR, but workable levels on Feb. 21 were heard higher. Chatter of a US-origin deal heard after the Platts 16:30 UK time pricing deadline for HMS 1/2 (90:10) at \$442/mt CFR was denied, with the supplier heard to hold firm for higher prices. "Even at \$440/mt CFR, the mills cannot find scrap," one Turkish trader said. One agent targeted \$445/mt CFR for Baltic-origin HMS 1/2 (80:20), highlighting the bullish sell-side expectations for nearterm scrap demand in Turkey. "This week scrap suppliers may not offer until their costs are clearer," a second Turkish trader said, citing HMS collection costs in the Benelux region at Eur350-355/mt delivered to the dock, up sharply from Eur330-345/mt delivered heard the week ended Feb. 17. (Platts)

Market Rates

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	435	10.25	424.83
Steel Rebar FOB Turkey (\$/mt)	705	0.00	700.83
Argus HRC NW Europe (€/mt)	795.75	4.75	775.13
Argus FOB China HRC (\$/mt)	645.00	7.00	637.60
US HRC CRU	809.00	27.00	787.00
No.1 BUS	450.00	40.28	450.00

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Feb-23	426	432	429
Mar-23	458	468	463
Apr-23	462	472	467
Q2-23	461	471	466
Q3-23	465	475	470
Q4-23	462	472	467

US HRC USD/short ton			
	Bid	Ask	Value
Mar-23	940	950	945
Apr-23	962	972	967
May-23	942	952	947
Q2-23	917	927	922
Q3-23	845	855	850
Q4-23	848	858	853

LME REBAR FOB TK			
	Bid	Ask	Value
Feb-23	700	710	705
Mar-23	752	762	757
Apr-23	762	772	767
Q2-23	762	772	767
Q3-23	758	768	763
Q4-23	759	769	764

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Feb-23	784	794	789
Mar-23	832	842	837
Apr-23	837	847	842
Q2-23	824	834	829
Q3-23	795	805	800
Q4-23	795	805	800

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Feb-23	636	646	672
Mar-23	672	682	677
Apr-23	672	682	677
Q2-23	665	675	670
Q3-23	664	674	669
Q4-23	664	674	669

BUSHELING			
	Bid	Ask	Value
Mar-23	515	525	517
Apr-23	527	537	532
May-23	522	532	527
Q2-23	517	527	522
Q3-23	495	505	500
Q4-23	478	488	483

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Spread Moves

SPREAD TABLE								
Metal	Front Mth	Back Mth	Current	T-1W	T-1M	T-3M	T-12M	Tight/Eased T-1W
US HRC	MAR 23	APR 23	-17	-2	-10	-11	44	Eased
	MAR 23	MAY 23	3	13	-13	-20	44	Eased
	MAR 23	JUN 23	30	24	-20	-30	44	Tightened
	APR 23	MAY 23	20	15	-3	-9	0	Tightened
	MAR 23	JUN 23	30	24	-20	-30	44	Tightened
	MAY 23	JUN 23	27	11	-7	-10	0	Tightened
EU HRC	MAR 23	APR 23	-57	-34	-10	-25	5	Eased
	MAR 23	MAY 23	-58	-34	-10	-45	75	Eased
	MAR 23	JUN 23	-57	-24	-15	-50	75	Eased
	APR 23	MAY 23	-1	0	0	-20	70	Eased
	MAR 23	JUN 23	-57	-24	-15	-50	75	Eased
	MAY 23	JUN 23	1	10	-5	-5	0	Eased
Mill Margin	MAR 23	MAR 23	425	416	325	315	369	Tightened
	APR 23	APR 23	422	413	330	311	325	Tightened
	MAY 23	MAY 23	402	403	328	315	325	Eased
	JUN 23	JUN 23	380	392	340	325	325	Eased
Atlantic Spread (US-EU)	MAR 23	MAR 23	95	96	9	25	39	Eased
	APR 23	APR 23	111	98	19	16	65	Tightened
	MAY 23	MAY 23	92	93	17	20	65	Eased
	MAY 23	MAY 23	92	93	17	20	65	Eased
	JUN 23	JUN 23	100	85	19	15	65	Tightened

Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME \$CRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	940	515	783	425	641	700	Current
	906	490	776	422	644	711	T-1W
	785	460	766	406	649	678	T-1M
	720	405	670	364	567	638	T-3M
	910	470	865	376	623	632	T-6M
	909	540	875	462	763	694	T-12M
	800	460	725	407	655	690	YTD

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