

31/03/2023

## Turkish Scrap

Turkish deepsea import ferrous scrap prices were largely stable March 30, as buyers and sellers largely remained apart. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$440/mt CFR March 30, unchanged on day. A reported offer for North America-origin HMS 1/2 (95:5) was heard at \$455/mt CFR Turkey, but was not confirmed. Market activity was largely quiet, with a Turkish mill source citing an indicative tradable value for US/Baltic-origin HMS 1/2 (80:20) at \$440/mt CFR Turkey minimum. One Turkish agent source said a Baltic supplier may accept HMS 1/2 (80:20) at \$435-\$440/mt CFR Turkey and US suppliers may accept below \$440/mt CFR in the near-term, but said sellers were waiting on mills to return to the market.

“Mills are very quiet, so why should we offer now?” one Turkish agent source said. Another agent source said Turkish mills were seeking below \$440/mt CFR Turkey for Baltic-origin HMS 1/2 (80:20), adding “the Turkish mills will aim low, but it’s better to talk and market [the cargo] 10 days later when the market should rebound – for now we continue to sell to the EU market.” “Below Eur370mt [delivered to the docks], you don’t get HMS 1/2, but at this [Eur370/mt] level you can’t sell it [to Turkey],” an EU recycler said, citing an indicative seller tradable value for Benelux-origin HMS 1/2 (80:20) at \$440/mt CFR Turkey.

Platts assessed the euro at \$1.0902 at 16.30 London time March 30, up on day from \$1.0834 to reach its highest level since Feb. 2. The weaker US dollar may reduce the downward pressure on the US dollar-denominated CFR Turkey price. Elsewhere, the shortsea scrap market fell sharply on two deals from Romania to the Marmara region. One deal saw 4,000 mt HMS 1/2 (80:20) at \$410/mt CFR Turkey, while a second deal was heard to consist of 2,000 mt HMS 1/2 (80:20) at \$405/mt CFR Turkey, and 3,000 mt PNS at \$430/mt CFR. (Platts)

## DUNKIRK NEWS

There has been another fire at one of ArcelorMittal's blast furnaces, this time at its Dunkirk site in France. The fire started on the floor of blast furnace number four today, but was quickly extinguished and the unit has been made safe. Dunkirk has three blast furnaces, with a combined pig iron capacity of 7mn t/yr. Blast furnace four has a capacity of about 3.6mn t/yr, according to Argus records. It is not yet clear what the production impact of the accident may be.

The blaze follows another at ArcelorMittal's Gijon site, where blast furnace A caught fire on 22 March. Pictures of this fire, which started during a nozzle replacement, were widely shared on social media and it is expected that the furnace out of action for some time. The affected furnace is being emptied for assessment, said ArcelorMittal this week. After this furnace fire, which affected slab supply, sources said ArcelorMittal would use slab from one of its other sites, most likely Fos-sur-Mer or Dunkirk. (Argus)

# Market Rates

Indices	Price	Change	MTD
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	440	0.00	453.59
Steel Rebar FOB Turkey (\$/mt)	710	0.00	727.73
Argus FOB China HRC (\$/mt)	646.00	0.00	651.38
US HRC CRU	1152.00	23.00	1059.20
No.1 BUS	520.00	50.00	520.00

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Mar-23	450	460	455
Apr-23	435	445	440
May-23	435	445	440
Q2-23	435	445	440
Q3-23	440	450	445
Q4-23	435	445	440

US HRC USD/short ton			
	Bid	Ask	Value
Apr-23	1160	1170	1165
May-23	1105	1115	1110
Jun-23	1010	1020	1015
Q2-23	1090	1100	1095
Q3-23	895	905	900
Q4-23	840	850	845

LME REBAR FOB TK			
	Bid	Ask	Value
Mar-23	715	725	720
Apr-23	680	690	685
May-23	675	685	680
Q2-23	680	690	685
Q3-23	680	690	685
Q4-23	685	695	690

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Mar-23	825	835	830
Apr-23	830	840	835
May-23	820	830	825
Q2-23	820	830	825
Q3-23	780	790	785
Q4-23	755	765	760

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Mar-23	645	655	650
Apr-23	645	655	650
May-23	640	650	645
Q2-23	640	650	645
Q3-23	645	655	650
Q4-23	645	655	650

BUSHELING			
	Bid	Ask	Value
Apr-23	580	590	585
May-23	525	535	530
Jun-23	520	530	525
Q2-23	540	550	545
Q3-23	485	495	490
Q4-23	485	495	490

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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	APR 23	MAY 23	55	56	19	-3	0	Eased
	APR 23	JUN 23	151	144	43	-10	0	Tightened
	APR 23	JUL 23	225	226	122	-12	0	Eased
	MAY 23	JUN 23	96	88	24	-7	0	Tightened
	MAY 23	JUL 23	170	170	103	-9	0	Unchanged
	JUN 23	JUL 23	74	82	79	-2	0	Eased
EU HRC	APR 23	MAY 23	-20	16	-55	-13	70	Eased
	APR 23	JUN 23	0	24	-56	-13	70	Eased
	APR 23	JUL 23	25	31	-61	-33	70	Eased
	MAY 23	JUN 23	20	8	-1	0	0	Tightened
	MAY 23	JUL 23	45	15	-6	-20	0	Tightened
	JUN 23	JUL 23	25	7	-5	-20	0	Tightened
Mill Margin	APR 23	APR 23	570	604	617	342	665	Eased
	MAY 23	MAY 23	550	608	593	345	665	Eased
	JUN 23	JUN 23	489	510	574	352	665	Eased
	JUL 23	JUL 23	375	468	555	354	785	Eased
Atlantic Spread (US-EU)	APR 23	APR 23	325	384	317	67	475	Eased
	MAY 23	MAY 23	290	336	297	70	475	Eased
	MAY 23	MAY 23	290	336	297	70	475	Eased
	JUN 23	JUN 23	219	255	268	57	475	Eased
	JUL 23	JUL 23	140	178	215	54	375	Eased

## Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME SCRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	1165	590	830	455	653	722	Current
	1197	590	826	455	649	723	T-1W
	1217	600	845	467	655	764	T-1M
	817	475	737	410	655	690	T-3M
	810	410	790	364	595	660	T-6M
	1275	690	870	558	843	848	T-12M
	817	475	737	410	655	690	YTD

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