

22/06/2023

## Turkish Scrap

Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$380/mt CFR June 20, down \$2 on the day. "The mills are able to stay away for the moment, and it seems there are a lot of sellers around," a Baltic-based recycler said, citing an indicative tradable value for Baltic-origin HMS ½ (80:20) slightly below \$380/mt CFR. Offers for US-origin HMS 1/2 (80:20) were reported between \$385-\$390/mt CFR on the day, while offers for EU-origin HMS 1/2 (80:20) were reported at \$380-\$385/mt CFR. However, an agent source said that the pressure being applied by the mills was working, and talked indicative tradable values for US-origin HMS 1/2 (80:20) at around \$380/mt CFR and for EUorigin HMS 1/2 (80:20) at \$375-\$380/mt CFR. "We do not need any material for ten more days, nobody wants to take any risk under these market conditions," a Turkey-based mill source said, sharing their indicative buyer target for premium HMS 1/2 (80:20) at \$370/mt CFR. Mill targets for Benelux-origin HMS 1/2 (80:20) were also heard to have dropped to \$370/mt CFR, however, sellers from the region continued to cite that current collection costs and a stronger Euro make these levels unworkable. "As long as the mills have these numbers in mind the prices don't work for us, we would need \$385/mt CFR minimum," an EU-based recycler said. HMS collection prices in the Benelux region were heard at Eur305-Eur310/mt delivered to the docks, while the euro remained strong at a rate of \$1.0904 at 1630 London time June 20, up from \$1.0794 at the same time just one week prior, according to data from S&P Global Commodity Insights. "These collection prices mean we need a minimum of \$380- \$385/mt CFR," a second EU-based recycler added. (Platts)

## US HRC

Platts assessed the daily TSI US hot-rolled coil index at \$880/st on an ex-works Indiana basis on June 21, unchanged from the previous assessment.

A Canada-based service center source said tradable value was in the range of \$850-\$860/st ex-works from Canadian mills with lead times in early August. Recent prevailing tradable value from Midwest suppliers has been in the \$860-\$950/st range on an ex-works basis. There were no new bids, offers or transactions reported on the day. (Platts)

# Market Rates

<b>Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)</b>	380.00	0.00	386.20
<b>Platts Steel Rebar FOB Turkey (\$/mt)</b>	617.00	-5.00	621.20
<b>US HRC CRU</b>	939.00	-88.00	925.67

<b>LME HMS 80:20 CFR TK</b>			
	<b>Bid</b>	<b>Ask</b>	<b>Value</b>
<b>Jun-23</b>	375	385	380
<b>Jul-23</b>	365	375	370
<b>Aug-23</b>	365	375	370
<b>Q3-23</b>	365	375	370
<b>Q4-23</b>	370	380	375
<b>Q1-24</b>	375	385	380

<b>US HRC USD/short ton</b>			
	<b>Bid</b>	<b>Ask</b>	<b>Value</b>
<b>Jun-23</b>	905	915	910
<b>Jul-23</b>	900	910	905
<b>Aug-23</b>	915	925	920
<b>Q3-23</b>	900	910	905
<b>Q4-23</b>	835	845	840
<b>Q1-24</b>	820	830	825

<b>LME REBAR FOB TK</b>			
	<b>Bid</b>	<b>Ask</b>	<b>Value</b>
<b>Jun-23</b>	610	620	615
<b>Jul-23</b>	590	600	595
<b>Aug-23</b>	590	600	595
<b>Q3-23</b>	590	600	595
<b>Q4-23</b>	580	590	585
<b>Q1-24</b>	575	585	580

<b>NWE HRC EUR/metric ton</b>			
	<b>Bid</b>	<b>Ask</b>	<b>Value</b>
<b>Jun-23</b>	665	675	670
<b>Jul-23</b>	625	635	630
<b>Aug-23</b>	630	640	635
<b>Q3-23</b>	630	640	635
<b>Q4-23</b>	625	635	630
<b>Q1-24</b>	645	655	650

<b>LME HRC FOB TIANJIN CHINA USD/mt</b>			
	<b>Bid</b>	<b>Ask</b>	<b>Value</b>
<b>Jun-23</b>	535	545	540
<b>Jul-23</b>	540	550	545
<b>Aug-23</b>	550	560	555
<b>Q3-23</b>	545	555	550
<b>Q4-23</b>	545	555	550
<b>Q1-24</b>	540	550	545

<b>BUSHELING</b>			
	<b>Bid</b>	<b>Ask</b>	<b>Value</b>
<b>Jul-23</b>	465	475	470
<b>Aug-23</b>	460	470	465
<b>Sep-23</b>	450	460	455
<b>Q3-23</b>	460	470	465
<b>Q4-23</b>	450	460	455
<b>Q1-24</b>	465	475	470

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at [freightinvestorservices.com](http://freightinvestorservices.com)

## Spread Moves

SPREAD TABLE								
Metal	Front Mth	Back Mth	Current	T-1w	T-1M	T-3M	T-12M	Tight/Eased T-1w
US HRC	JUN 23	JUL 23	6	47	100	84	0	Eased
	JUN 23	AUG 23	-9	48	126	135	0	Eased
	JUN 23	SEP 23	17	64	129	156	0	Eased
	JUL 23	AUG 23	-15	1	26	51	0	Eased
	JUL 23	SEP 23	11	17	29	72	0	Eased
	AUG 23	SEP 23	26	16	3	21	0	Tightened
EU HRC	JUN 23	JUL 23	30	34	35	5	-100	Eased
	JUN 23	AUG 23	30	34	40	16	-50	Eased
	JUN 23	SEP 23	25	34	46	26	-70	Eased
	JUL 23	AUG 23	0	0	5	11	50	Unchanged
	JUL 23	SEP 23	-5	0	11	21	30	Eased
	AUG 23	SEP 23	-5	0	6	10	-20	Eased
Mill Margin	JUL 23	JUL 23	437	410	366	466	375	Tightened
	AUG 23	AUG 23	457	419	355	415	375	Tightened
	SEP 23	SEP 23	431	410	357	399	375	Tightened
Atlantic Spread (US-EU)	JUL 23	JUL 23	267	234	191	210	-35	Tightened
	JUN 23	JUN 23	243	247	256	289	65	Eased
	JUL 23	JUL 23	267	234	191	210	-35	Tightened
	AUG 23	AUG 23	282	233	170	170	15	Tightened
ARC Spread (Rebar - Scrap)	JUN 23	JUN 23	234.5	233.5	226	262	288	Tightened
	JUL 23	JUL 23	214	219	224.5	259.5	288	Eased
	AUG 23	AUG 23	212.5	216	219.5	260	288	Eased
	SEP 23	SEP 23	210	212	222	267.5	283.5	Eased

## Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME SCRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	912	470	675	384	542	614	Current
	927	470	680	386	558	620	T-1W
	941	475	768	379	555	605	T-1M
	1105	555	826	435	638	697	T-3M
	810	460	650	380	601	662	T-6M
	865	490	880	355	641	643	T-12M
	827	475	646	397	674	668	YTD

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at [freightinvestorservices.com](http://freightinvestorservices.com)