

23/06/2023

US HRC

Platts assessed the daily TSI US hot-rolled coil index at \$880/st on an ex-works Indiana basis on June 22, unchanged from the previous assessment. There were no new bids, offers or transactions reported on the day. Recent prevailing tradable value from Midwest suppliers has been in the \$860-\$950/st range on an ex-works basis. (Platts)

Belgian Aid for Arcelor Mittal

The European Commission said June 22 it has approved Eur280 million (\$308 million) under EU State aid rules to support ArcelorMittal Belgium partially decarbonizing its steel production in Ghent, where it operates two blast furnaces producing liquid hot metal from a mixture of iron ore, coke and limestone. The aid, which will take the form of a direct grant and a soft loan, will support the construction of a direct reduction iron plant and of a new electric arc furnace that will substitute one of the two existing blast furnaces. Natural gas, initially used in the energy mix, will be gradually phased out with the plant that will ultimately be operated using renewable hydrogen.

The plant was expected to start production in 2026 and produce 2.3 million mt/year low-carbon direct reduced iron. Belgium selected ArcelorMittal's project in the context of an open call in 2021 to form part of an IPCEI — Important Projects of Common European Interest — on hydrogen technologies and systems. ArcelorMittal's project intends to reduce greenhouse gas emissions in the energy-intensive steel sector. Once completed, the project is expected to avoid the release of above 50 million mt of carbon dioxide. Platts, part of S&P Global Commodity Insights, assessed Northwest European hot-rolled coil carbon accounted unchanged on the day at Eur765/mt (\$838/mt) ex-works Ruhr on June 21. The Platts European carbon-accounted assessment is for HRC with below 2.1 mt of carbon emissions through steel production and from the supply and processing of feedstocks, covering Scopes 1, 2 and 3. ArcelorMittal was not available to comment. (Platts)

Market Rates

Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	380.00	0.00	385.81
Platts Steel Rebar FOB Turkey (\$/mt)	612.50	0.00	620.66
US HRC CRU	851.00	-88.00	925.67

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Jun-23	380	390	385
Jul-23	370	380	375
Aug-23	370	380	375
Q3-23	370	380	375
Q4-23	375	385	380
Q1-24	375	385	380

US HRC USD/short ton			
	Bid	Ask	Value
Jun-23	905	915	910
Jul-23	915	925	920
Aug-23	935	945	940
Q3-23	920	930	925
Q4-23	830	840	835
Q1-24	830	840	835

LME REBAR FOB TK			
	Bid	Ask	Value
Jun-23	615	625	620
Jul-23	580	590	585
Aug-23	580	590	585
Q3-23	580	590	585
Q4-23	575	585	580
Q1-24	575	585	580

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Jun-23	645	655	650
Jul-23	640	650	645
Aug-23	645	655	650
Q3-23	645	655	650
Q4-23	650	660	655
Q1-24	665	675	670

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

BUSHELING			
	Bid	Ask	Value
Jul-23	470	480	475
Aug-23	460	470	465
Sep-23	455	465	460
Q3-23	460	470	465
Q4-23	455	465	460
Q1-24	475	485	480

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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	JUN 23	JUL 23	-1	31	103	82	0	Eased
	JUN 23	AUG 23	-26	12	129	125	0	Eased
	JUN 23	SEP 23	-1	32	132	130	0	Eased
	JUL 23	AUG 23	-25	-19	26	43	0	Eased
	JUL 23	SEP 23	0	1	29	48	0	Eased
	AUG 23	SEP 23	25	20	3	5	0	Tightened
EU HRC	JUN 23	JUL 23	20	44	31	5	-100	Eased
	JUN 23	AUG 23	15	42	45	15	-50	Eased
	JUN 23	SEP 23	5	35	50	35	-70	Eased
	JUL 23	AUG 23	-5	-2	14	10	50	Eased
	JUL 23	SEP 23	-15	-9	19	30	30	Eased
	AUG 23	SEP 23	-10	-7	5	20	-20	Eased
Mill Margin	JUL 23	JUL 23	444	411	361	468	371	Tightened
	AUG 23	AUG 23	474	440	345	425	371	Tightened
	SEP 23	SEP 23	449	430	342	420	371	Tightened
Atlantic Spread (US-EU)	JUL 23	JUL 23	269	260	187	178	-39	Tightened
	JUN 23	JUN 23	248	247	259	255	61	Tightened
	JUL 23	JUL 23	269	260	187	178	-39	Tightened
	AUG 23	AUG 23	289	277	175	145	11	Tightened
ARC Spread (Rebar - Scrap)	JUN 23	JUN 23	234.5	234.5	229	256	299	Unchanged
	JUL 23	JUL 23	206.5	223	228	249	299	Eased
	AUG 23	AUG 23	207	215.5	231	247	299	Eased
	SEP 23	SEP 23	204	215	234.5	261	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	475	665	382	542	615	Current
	927	485	680	386	558	620	T-1W
	934	470	765	376	549	605	T-1M
	1050	500	826	430	638	686	T-3M
	803	460	648	382	607	663	T-6M
	861	490	890	360	642	659	T-12M
	827	475	646	397	674	668	YTD

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