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Turkish Scrap

Turkish deepsea import ferrous scrap prices weakened again July 14, with a recent EU-origin sale at a lower level adding to the sporadic import activity seen during the week. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$367/mt CFR July 14, down \$3/mt day on day. An EU-origin deal was heard to be booked July 13 by a Samsun mill, with 10,000 mt of HMS 1/2 (80:20) at \$364/mt CFR, 10,000 mt of shredded scrap at \$385/mt CFR and 10,000 mt of bonus scrap at \$385/mt CFR. When accounting for the quality differential to premium HMS 1/2 (80:20) and freight rate difference to Samsun compared with the other key Turkish steelmaking regions, Platts normalized the cargo to \$367/mt CFR, basis market indications. "At current collection prices, these recent deals would mean a loss for the recyclers, so I think they sold with the expectation that they can pull collection prices down for these shipments," a UK trader said. "This is a bearish indicator for the markets." The trader expected HMS collection prices in the European region to drop to Eur275/mt delivered to the docks, down from current level of Eur290/mt delivered. HMS collection costs in the UK were also already heard to be softening, with indications largely shared at GBP 235-240/mt delivered to the docks. Elsewhere, tradable values for US-origin HMS 1/2 (80:20) continued to be heard at firmer levels. An agent source shared a tradable value indication for USorigin HMS 1/2 (80:20) at \$372-\$373/mt CFR, since US recyclers "expect the market to return at one point" and because they expect to take advantage of some spot requirements of the mills. However, a second agent source said US recyclers should be prepared to sell at \$367-\$368/mt CFR because of the lack of demand from Turkish mills. "I am not in the market at all and will not return until midAugust," a Turkish mill source said, adding that billet imports were currently more workable at current prices. Platts assessed Commonwealth of Independent States export billet at \$460/mt FOB Black Sea July 14, down a further \$3/mt day on day, continuing its recent decline from \$495/mt FOB two weeks earlier on June 30. (Platts)

Market Rates

Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	367.00	-3.00	374.10
Platts Steel Rebar FOB Turkey (\$/mt)	580.00	0.00	594.75
US HRC CRU	880.00	2.00	882.50

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Jul-23	365	375	370
Aug-23	360	370	365
Sep-23	360	370	365
Q3-23	360	370	365
Q4-23	360	370	365
Q1-24	365	375	370

US HRC USD/short ton			
	Bid	Ask	Value
Jul-23	890	900	895
Aug-23	955	965	960
Sep-23	935	945	940
Q3-23	925	935	930
Q4-23	830	840	835
Q1-24	815	825	820

LME REBAR FOB TK			
	Bid	Ask	Value
Jul-23	575	585	580
Aug-23	570	580	575
Sep-23	585	595	590
Q3-23	575	585	580
Q4-23	570	580	575
Q1-24	575	585	580

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

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Jul-23	550	560	555
Aug-23	555	565	560
Sep-23	555	565	560
Q3-23	555	565	560
Q4-23	555	565	560
Q1-24	550	560	555

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

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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	JUL 23	AUG 23	-78	-29	-19	38	0	Eased
	JUL 23	SEP 23	-51	5	1	69	0	Eased
	JUL 23	OCT 23	21	47	6	82	0	Eased
	AUG 23	SEP 23	27	34	20	31	0	Eased
	AUG 23	OCT 23	99	76	25	44	0	Tightened
	SEP 23	OCT 23	72	42	5	13	0	Tightened
EU HRC	JUL 23	AUG 23	-18	-3	-2	15	50	Eased
	JUL 23	SEP 23	-13	-8	-9	20	30	Eased
	JUL 23	OCT 23	-8	-13	-9	25	145	Tightened
	AUG 23	SEP 23	5	-5	-7	5	-20	Tightened
	AUG 23	OCT 23	10	-10	-7	10	95	Tightened
	SEP 23	OCT 23	5	-5	0	5	115	Tightened
Atlantic Spread (US-EU)	JUL 23	JUL 23	237	229	260	183	-8	Tightened
	AUG 23	AUG 23	297	255	277	160	42	Tightened
	SEP 23	SEP 23	275	216	250	134	22	Tightened
	OCT 23	OCT 23	208	169	245	126	137	Tightened
ARC Spread (Rebar - Scrap)	JUL 23	JUL 23	206	214.5	223	234.5	289.5	Eased
	AUG 23	AUG 23	211	216	215.5	238	289.5	Eased
	SEP 23	SEP 23	201	206	215	240.5	289.5	Eased
	OCT 23	OCT 23	205	210.5	211.5	244.5	263.5	Eased

Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME SCRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	897	460	657	372	548	580	Current
	901	460	672	372	542	587	T-1W
	896	475	680	383	569	606	T-1M
	938	485	848	426	607	660	T-3M
	835	470	730	419	657	673	T-6M
	892	490	818	363	622	652	T-12M
	829	475	646	394	676	663	YTD

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