

08/08/2023

## Turkish Scrap

Turkish deepsea import ferrous scrap prices remained rangebound on Aug. 7, with the buyer-seller spread in the market widening as Europe-based and US-based recyclers increased their offer levels, sources said. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$350/mt CFR Aug. 7, up 50 cents on the day. Indicative tradable values for US/Baltic-origin or premium HMS 1/2 (80:20) were mostly shared at \$350/mt CFR on the day. Offers for EU-origin HMS 1/2 (80:20) reached \$355/mt CFR due to slow inflows, while offers for US-origin material were shared at \$360/mt CFR, as US domestic HMS settlements for August were expected to remain unchanged or settle higher on the month. A steelmaker in the Southeast US nominated a \$20/lt increase for P&S and heavy melting scrap prices, indicating that they was willing to pay a higher price for these grades in order to secure its requirements.

Platts assessed HMS 1/2 delivered Midwest US unchanged at \$310-\$330/lt Aug. 4, pending further confirmation of new transactions. "Under these market conditions Turkey will not follow [the recyclers]," a Turkey-based mill source said. "At these prices the mills will lose money, so scrap should be much lower." The mill source cited an indicative workable for US/Balticorigin HMS 1/2 (80:20) well below \$350/mt CFR. However, a Europe-based recycler said that sellers aiming for higher levels made sense, but that whether the Turkish market would accept any increases remained uncertain. Elsewhere, a Romania-origin deal for shortsea scrap was heard booked in the week ended Aug. 4 at \$321/mt CFR. Platts assessed shortsea A3 scrap at \$321/mt CFR Aug. 7, up \$1 on the day. (Platts)

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Platts assessed the daily TSI US hot-rolled coil index at \$790/st on an ex-works Indiana basis Aug. 7, unchanged from the previous assessment. A Midwest service center source heard offers at \$840-\$880/st ex-works. A separate Midwest service center source indicated value below \$800/st ex-works from Midwest mills. Neither source provided associated tonnage or lead times. (Platts)

# Market Rates

Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt)	350.00	0.50	350.00
Platts Steel Rebar FOB Turkey (\$/mt)	550.00	0.00	550.50
US HRC CRU	866.00	-5.00	866.00

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Aug-23	350	360	355
Sep-23	360	370	365
Oct-23	365	375	370
Q4-23	365	375	370
Q1-24	370	380	375
Q2-24	375	385	380

US HRC USD/short ton			
	Bid	Ask	Value
Aug-23	800	810	805
Sep-23	755	765	760
Oct-23	750	760	755
Q4-23	755	765	760
Q1-24	770	780	775
Q2-24	770	780	775

LME REBAR FOB TK			
	Bid	Ask	Value
Aug-23	550	560	555
Sep-23	555	565	560
Oct-23	560	570	565
Q4-23	560	570	565
Q1-24	560	570	565
Q2-24	560	570	565

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Aug-23	625	635	630
Sep-23	630	640	635
Oct-23	635	645	640
Q4-23	640	650	645
Q1-24	660	670	665
Q2-24	665	675	670

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Aug-23	560	570	565
Sep-23	560	570	565
Oct-23	560	570	565
Q4-23	560	570	565
Q1-24	565	575	570
Q2-24	565	575	570

BUSHELING			
	Bid	Ask	Value
Aug-23	450	460	455
Sep-23	445	455	450
Oct-23	445	455	450
Q4-23	445	455	450
Q1-24	445	455	450
Q2-24	445	455	450

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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	AUG 23	SEP 23	45	37	42	23	0	Tightened
	AUG 23	OCT 23	58	48	88	38	0	Tightened
	AUG 23	NOV 23	50	51	120	49	0	Eased
	SEP 23	OCT 23	13	11	46	15	0	Tightened
	SEP 23	NOV 23	5	14	78	26	0	Eased
	OCT 23	NOV 23	-8	3	32	11	0	Eased
EU HRC	AUG 23	SEP 23	0	-5	2	0	-20	Tightened
	AUG 23	OCT 23	-14	-5	1	-4	95	Eased
	AUG 23	NOV 23	-15	-5	0	-5	95	Eased
	SEP 23	OCT 23	-14	0	-1	-4	115	Eased
	SEP 23	NOV 23	-15	0	-2	-5	115	Eased
	OCT 23	NOV 23	-1	0	-1	-1	0	Eased
Atlantic Spread (US-EU)	AUG 23	AUG 23	170	165	255	178	51	Tightened
	SEP 23	SEP 23	125	123	215	155	31	Tightened
	OCT 23	OCT 23	98	112	168	136	146	Eased
	NOV 23	NOV 23	105	109	135	124	146	Eased
ARC Spread (Rebar - Scrap)	AUG 23	AUG 23	192.5	201.5	209	227.5	262	Eased
	SEP 23	SEP 23	199	205	205.5	214	262	Eased
	OCT 23	OCT 23	188	205	209	225	262	Eased
	NOV 23	NOV 23	195.5	203.5	204	215	261.5	Eased

## Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME SCRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	804	455	635	356	559	554	Current
	820	455	655	358	578	559	T-1W
	940	460	674	369	549	578	T-1M
	838	465	760	376	559	603	T-3M
	801	475	766	430	633	712	T-6M
	901	475	795	391	646	653	T-12M
	824	475	646	388	668	660	YTD

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