

FIS Steel and Scrap Report

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Turkish Scrap

Turkish deepsea import ferrous scrap prices remained stable on Sept. 13, as a cool-down in Indian bulk import demand prompted a drop in mill targets, but increased freight rates and limited scrap availability kept recyclers firm, sources said. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$377/mt CFR Sept. 13, unchanged on the day. Indicative workable values for US-origin or premium HMS 1/2 (80:20) were shared at \$377-\$380/mt CFR on the day. "Now things are starting to settle down — India has stepped back since last week and the US market is slightly weaker domestically," an agent source said. "The mills can't afford to pay higher prices, but availability is tight in Europe."

US domestic shredded scrap delivered Midwest was assessed at \$395/lt Sept. 12, down \$5 from one week ago, but prices were flat at the same \$395/lt level on a delivered Southeast basis. US domestic HMS 1/2 (80:20) prices were steady on the month at \$330-\$350/lt delivered Midwest, with the support of overseas demand from Turkey and India. The same agent source also said that the mills were being cautious in their imports to prevent any further increases in price, despite likely requirements of a further three or four cargoes for early-October shipment, and more for the rest of October. Market participants also noted that recent increases in freight rates, which sources attributed to increased seasonal grain trade globally, were helping to keep CFR offers firm in recent days.

Offers for Baltic-origin HMS 1/2 (80:20) were reported at \$377/ mt CFR, while tradable values were shared between \$372-\$375/ mt CFR. Offers for EU-origin HMS 1/2 (80:20) were shared at a minimum of \$375/mt CFR. Mills were heard to target \$370-\$372/ mt CFR for EU-origin HMS 1/2 (80:20). Platts assessed the 40,000 mt New Jersey-Aliaga dry bulk scrap freight rate at \$27.25/mt on Sept. 13, up 75 cents on the day and up from \$24/mt on Sept. 1. "I personally don't see the market as being rangebound, but rather on the brink of a breach of previous highs on the back of surging freights on both sides of the Atlantic and surge in HMS dockside collection prices [in the Benelux region] to Eur310/mt and above," a Europe-based recycler said, sharing their indicative seller target for EU-origin HMS 1/2 (80:20) at \$380/mt CFR.

Platts assessed the 30,000 mt Rotterdam-Aliaga scrap route at \$24.50/mt Sept. 13, down 25 cents on the day, but up from \$21.75/mt on Sept. 1. "We are now paying \$5/mt more in freight costs compared to our sales for September shipment, but it will be hard to pass these costs on [to the Turkish mills]," a Baltic-based recycler said, sharing an indicative tradable value for Baltic-origin HMS 1/2 (80:20) at \$374-\$375/mt CFR. Platts assessed the 35,000 mt Riga-Aliaga scrap freight rate at \$30/mt Sept. 13, down 25 cents on the day but up from \$26.50/mt on Sept. 1. Elsewhere, the shortsea market was heard to have stalled, with Romania-origin offers reported lower between \$350-\$355/ mt CFR, while bids stood at \$345/mt CFR. Platts assessed A3 shortsea scrap at \$350/mt CFR Sept. 13, down \$7 on the day. (Platts)

Market Rates

PRODUCT (WoW = Week on Week)	LAST	CHG	MTD AVG
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt) *CHG 1D*	377.00	0.00	375.67
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	567.50	0.00	566.11
US HRC CRU *CHG WoW*	699.00	-55.00	726.50

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Sep-23	370	380	375
Oct-23	380	390	385
Nov-23	385	395	390
Q4-23	385	395	390
Q1-24	390	400	395
Q2-24	390	400	395

US HRC USD/short ton			
	Bid	Ask	Value
Sep-23	700	710	705
Oct-23	695	705	700
Nov-23	725	735	730
Q4-23	725	735	730
Q1-24	780	790	785
Q2-24	790	800	795

LME REBAR FOB TK			
	Bid	Ask	Value
Sep-23	565	575	570
Oct-23	575	585	580
Nov-23	580	590	585
Q4-23	580	590	585
Q1-24	580	590	585
Q2-24	580	590	585

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Sep-23	635	645	640
Oct-23	630	640	635
Nov-23	650	660	655
Q4-23	645	655	650
Q1-24	670	680	675
Q2-24	685	695	690

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Sep-23	535	545	540
Oct-23	555	565	560
Nov-23	555	565	560
Q4-23	555	565	560
Q1-24	565	575	570
Q2-24	570	580	575

BUSHELING			
	Bid	Ask	Value
Oct-23	415	425	420
Nov-23	430	440	435
Dec-23	445	455	450
Q4-23	430	440	435
Q1-24	450	460	455
Q2-24	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	SEP 23	OCT 23	2	17	8	14	-10	Eased
	SEP 23	NOV 23	-23	-10	-2	20	-10	Eased
	SEP 23	DEC 23	-45	-35	-17	22	-10	Eased
	OCT 23	NOV 23	-25	-27	-10	6	0	Tightened
	OCT 23	DEC 23	-47	-52	-25	8	0	Tightened
	NOV 23	DEC 23	-22	-25	-15	2	0	Tightened
EU HRC	SEP 23	OCT 23	-4	-4	0	-2	83	Unchanged
	SEP 23	NOV 23	-15	-4	-6	-2	83	Eased
	SEP 23	DEC 23	-25	-14	-11	3	83	Eased
	OCT 23	NOV 23	-11	0	-6	0	0	Eased
	OCT 23	DEC 23	-21	-10	-11	5	0	Eased
	NOV 23	DEC 23	-10	-10	-5	5	0	Unchanged
Atlantic Spread (US-EU)	SEP 23	SEP 23	65	74	113	202	32	Eased
	OCT 23	OCT 23	59	53	105	186	125	Tightened
	NOV 23	NOV 23	73	80	109	180	125	Eased
	DEC 23	DEC 23	85	95	119	183	125	Eased
ARC Spread (Rebar - Scrap)	SEP 23	SEP 23	196	187	193	206.5	277	Tightened
	OCT 23	OCT 23	196.5	183.5	192.5	212	277	Tightened
	NOV 23	NOV 23	190	184	194	211	277	Tightened
	DEC 23	DEC 23	191	183	195	200	292	Tightened

Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME SCRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	705	414	642	377	544	570	Current
	725	435	651	374	553	561	T-1W
	748	462	627	378	554	571	T-1M
	840	464	675	385	565	591	T-3M
	1025	525	835	448	682	757	T-6M
	870	450	765	369	633	646	T-12M
	820	472	646	385	674	659	YTD

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