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Turkish Scrap

Turkish steel producers' domestic scrap pricing was unchanged for the fourth consecutive week in a slow finished product market. According to Turkish steel producers' latest domestic scrap purchase price lists seen by S&P Global Commodity Insights on Sept. 21, steel producer Colakoglu's lira denominated DKP grade (auto bundle) and extra grade domestic scrap purchase prices were steady respectively at Lira 9,955/mt (\$368/mt) and Lira 9,430/mt (\$348/mt) since Aug. 26. Turkey's largest flat steel producer Erdemir has been buying DKP grade and extra grade scrap at a stable price of Lira 10,100/mt and Lira 10,095/mt since Aug. 26, the price lists showed. Integrated long steel producer Kardemir also maintained its DKP and extra grade domestic scrap prices respectively at Lira 10,150/mt and Lira 9,915/mt on Sept. 21. The near-term outlook for Turkish deepsea import ferrous scrap prices weakened during the Irepas conference in Istanbul over Sept. 17-19 despite firm offers from suppliers, market sources said Sept. 21.

Market sources said they don't expect a notable price movement in the near term as long as finished product demand remains slow. Turkish deepsea import ferrous scrap prices rose slightly Sept. 20, as increased freight costs and strong heavy melting scrap collection prices kept EU and Baltic offers firm. Platts, part of S&P Global, assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$375/mt CFR on Sept. 20, up 50 cents/mt on the day. Flat steel pricing sentiment in Turkish mills' lira denominated domestic scrap market was in line with lower fluctuations in exchange rates amid the central bank's new monetary policy. The Monetary Policy Committee of the Turkish central bank raised the policy rate (the one-week repo auction rate) to 30% on Sept. 21, from 25%. It had previously raised the policy rate to 25% on Aug. 24, from 17.5%. The committee said it decided to continue the monetary tightening process to establish a disinflation course as soon as possible, anchor inflation expectations and control deteriorating pricing behavior. Turkish mills consume about 30 million mt/year of steel scrap of which one-fourth is generally domestic. Turkey is meeting three-fourths of its ferrous scrap requirements from imports. (Platts)

Market Rates

PRODUCT (WoW = Week on Week)	LAST	CHG	MTD AVG
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt) *CHG 1D*	375.00	0.00	375.63
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	567.50	0.00	566.33
US HRC CRU *CHG WoW*	687.00	-12.00	713.33

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Sep-23	369	379	374
Oct-23	375	385	380
Nov-23	388	398	393
Q4-23	385	395	390
Q1-24	400	410	405
Q2-24	395	405	400

US HRC USD/short ton			
	Bid	Ask	Value
Sep-23	698	708	703
Oct-23	706	716	711
Nov-23	761	771	766
Q4-23	754	764	759
Q1-24	830	840	835
Q2-24	835	845	842

LME REBAR FOB TK			
	Bid	Ask	Value
Sep-23	565	575	568
Oct-23	574	584	579
Nov-23	581	591	586
Q4-23	579	589	584
Q1-24	590	600	594
Q2-24	590	600	595

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Sep-23	625	635	630
Oct-23	615	625	620
Nov-23	635	645	640
Q4-23	635	645	638
Q1-24	675	685	680
Q2-24	690	700	695

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Sep-23	535	545	540
Oct-23	549	559	554
Nov-23	557	567	562
Q4-23	555	565	560
Q1-24	570	580	573
Q2-24	570	580	574

BUSHELING			
	Bid	Ask	Value
Oct-23	404	414	409
Nov-23	445	455	450
Dec-23	465	475	470
Q4-23	462	472	467
Q1-24	480	490	485
Q2-24	490	500	497

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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	-15	3	4	49	-15	Eased
	SEP 23	NOV 23	-67	-21	-6	75	-15	Eased
	SEP 23	DEC 23	-95	-46	-24	83	-15	Eased
	OCT 23	NOV 23	-52	-24	-10	26	0	Eased
	OCT 23	DEC 23	-80	-49	-28	34	0	Eased
	NOV 23	DEC 23	-28	-25	-18	8	0	Eased
EU HRC	SEP 23	OCT 23	0	-2	-5	0	60	Tightened
	SEP 23	NOV 23	-10	-25	-8	5	60	Tightened
	SEP 23	DEC 23	-22	-37	-10	5	60	Tightened
	OCT 23	NOV 23	-10	-23	-3	5	0	Tightened
	OCT 23	DEC 23	-22	-35	-5	5	0	Tightened
	NOV 23	DEC 23	-12	-12	-2	0	0	Unchanged
Atlantic Spread (US-EU)	SEP 23	SEP 23	75	66	97	257	20	Tightened
	OCT 23	OCT 23	90	61	88	208	95	Tightened
	NOV 23	NOV 23	132	62	95	187	95	Tightened
	DEC 23	DEC 23	148	75	111	179	95	Tightened
ARC Spread (Rebar - Scrap)	SEP 23	SEP 23	192	196.5	205	205.5	287.5	Eased
	OCT 23	OCT 23	189	193.5	207	203.5	287.5	Eased
	NOV 23	NOV 23	186	191	206	201.5	287.5	Eased
	DEC 23	DEC 23	200	183.5	202.5	202	292	Tightened

Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME \$CRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	704	410	632	375	541	567	Current
	704	405	638	376	544	573	T-1W
	727	457	631	375	555	580	T-1M
	917	460	665	376	553	582	T-3M
	949	515	826	435	640	702	T-6M
	835	450	754	375	627	663	T-12M
	820	472	646	385	674	659	YTD

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