

26/09/2023

Turkish Scrap

Turkish deepsea import ferrous scrap prices weakened Sept. 25, as tradable value indications weakened on the day after a Balticorigin deal was confirmed. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$374/mt CFR Sept. 25, down \$1/mt on day. A Baltic-origin deal was booked on Sept 22 by an Iskenderun mill, with HMS 1/2 (80:20) at \$374/mt CFR, and bonus scrap at \$394/mt CFR for October shipment. The deal was confirmed. Most market participants considered the deal reflective of premium HMS 1/2 (80:20) due to the loading ports of the shipment, while others shared normalizations to a premium HMS 1/2 (80:20) equivalent of between \$375-\$377/mt CFR on the day, due to quality differentials. Platts normalized the shipment to a premium HMS 1/2 (80:20) equivalent of \$374/mt CFR. Market participants noted that Turkish mills continued to express interest in imports of ferrous scrap to be shipped in October, despite the period of slow rebar sales both domestically and in the export market persisting.

“The mills don’t have any potential for export and steel demand in Turkey is not good, but they will pay these prices [for scrap] if they have to,” a Turkish mill source said. Indicative tradable values for US/Baltic-origin or premium HMS 1/2 (80:20) were shared between \$373-\$377/mt CFR. Elsewhere, the futures contract for Turkish import ferrous scrap on the London Metal Exchange, which settles basis Platts, weakened its recently sharp contango, highlighting a possible change in sentiment from futures traders. Platts assessed the LME September scrap contract at \$375.50/mt Sept. 25, unchanged on the day, while the October contract weakened by \$9/mt on the day to \$386/mt. The November and December contracts showed the sharpest decreases on the day, with the former weakening \$9.50/mt to \$386/mt Sept. 25 and the latter by \$11.50/mt to \$386/mt on 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*	374.00	-1.00	375.50
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	565.00	-2.50	566.32
US HRC CRU *CHG WoW*	687.00	-12.00	713.33

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Sep-23	368	378	373
Oct-23	373	383	378
Nov-23	383	393	388
Q4-23	381	391	386
Q1-24	390	400	393
Q2-24	385	395	390

US HRC USD/short ton			
	Bid	Ask	Value
Sep-23	710	720	715
Nov-23	755	765	760
Dec-23	790	800	795
Q4-23	787	797	792
Q1-24	830	840	833
Q2-24	840	850	843

LME REBAR FOB TK			
	Bid	Ask	Value
Sep-23	560	570	563
Oct-23	565	575	570
Nov-23	571	581	576
Q4-23	571	581	576
Q1-24	585	595	590
Q2-24	585	595	591

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Sep-23	625	635	630
Oct-23	600	610	605
Nov-23	615	625	620
Q4-23	615	625	618
Q1-24	650	660	655
Q2-24	670	680	675

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Sep-23	537	547	542
Oct-23	536	546	541
Nov-23	549	559	554
Q4-23	545	555	552
Q1-24	565	575	571
Q2-24	570	580	574

BUSHELING			
	Bid	Ask	Value
Oct-23	390	400	395
Nov-23	425	435	430
Dec-23	455	465	460
Q4-23	452	462	457
Q1-24	475	485	482
Q2-24	480	490	485

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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	-1	6	13	51	-1	Eased
	SEP 23	NOV 23	-69	-45	-3	76	-1	Eased
	SEP 23	DEC 23	-90	-69	-32	89	-1	Eased
	OCT 23	NOV 23	-68	-51	-16	25	0	Eased
	OCT 23	DEC 23	-89	-75	-45	38	0	Eased
	NOV 23	DEC 23	-21	-24	-29	13	0	Tightened
EU HRC	SEP 23	OCT 23	31	-15	-5	5	30	Tightened
	SEP 23	NOV 23	18	-25	-5	10	30	Tightened
	SEP 23	DEC 23	1	-35	-10	10	30	Tightened
	OCT 23	NOV 23	-13	-10	0	5	0	Eased
	OCT 23	DEC 23	-30	-20	-5	5	0	Eased
	NOV 23	DEC 23	-17	-10	-5	0	0	Eased
Atlantic Spread (US-EU)	SEP 23	SEP 23	74	71	77	231	45	Tightened
	OCT 23	OCT 23	106	50	59	185	76	Tightened
	NOV 23	NOV 23	161	91	75	165	76	Tightened
	DEC 23	DEC 23	165	105	99	152	76	Tightened
ARC Spread (Rebar - Scrap)	SEP 23	SEP 23	190	191	193.5	207.5	281.5	Eased
	OCT 23	OCT 23	192	185	196	206	281.5	Tightened
	NOV 23	NOV 23	188.5	184	196	206	281.5	Tightened
	DEC 23	DEC 23	193.5	186	197	197.5	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	390	631	370	542	560	Current
	706	405	635	375	538	566	T-1W
	727	456	636	379	559	573	T-1M
	906	460	674	378	550	585	T-3M
	920	475	826	441	631	702	T-6M
	830	430	753	366	613	648	T-12M
	820	472	646	385	674	659	YTD

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