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Turkish Scrap

Turkish deepsea import ferrous scrap prices rose slightly Sept. 26, with rangebound price movements persisting as both buyers and sellers remained firm, sources said. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$374.50/mt CFR Sept. 26, up 50 cents. Indicative tradable values for US/Baltic-origin or premium HMS 1/2 (80:20) were mostly shared at \$374-\$375/mt CFR. "The recyclers should be happy about being able to sell at these levels, and the mills are paying a decent price for scrap, considering their rebar offers despite not having many sales," a Turkish trader said, citing an indicative tradable value for premium HMS 1/2 (80:20) at around \$375/mt CFR. The Turkish trader also described how the recent announcement of export duties for Russian steel could affect Turkish import ferrous scrap prices, saying that Russian producers would have to absorb the extra duty costs because Turkish buyer targets for imports of Russian billets would be unlikely to increase with finished steel sales so slow.

Offers for Russia-origin steel billets were heard to rise to up to \$520/mt CFR Turkey after the recent unexpected announcement of Russian export duties for almost all exports, including in their steel trade. Platts assessed CIS export billet at \$480/mt FOB Black Sea Sept. 26, up \$5 from Sept. 25 and \$8 on the week from \$472/mt FOB Black Sea. "There is no mill that will pay the increased offers for billets due to the duties, the producers will have to absorb the cost," the Turkish trader continued, "if billets become too expensive, then scrap imports will become the sole option for Turkish EAFs because billet imports from other origins are also too expensive." Market participants noted that the recent flurry of Turkish ferrous scrap imports, despite stagnant finished steel sales, could be due to semi-finished steel imports being too expensive. "There isn't much movement in finished steel prices or sales in Turkey, so scrap prices may stay where they are for a while," a UK trader said, "but longer term is a bit of a coin flip if none of the mills buy Russian billet [after the duty] in the longer term then they'd need to continue importing more scrap for their production, and prices could climb, but if the Russian producers absorb the duty costs then scrap prices might drop," a UK trader also said. Elsewhere, indicative tradable values for shortsea scrap were shared at \$345-\$347/mt CFR Turkey for Romania-origin material, while Bulgaria-origin material was heard to be at a slight premium. Platts assessed Turkish imports of A3 shortsea scrap at \$347/ mt CFR Sept. 26, up \$3 from Sept. 25.(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	0.50	375.44
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	565.00	0.00	566.25
US HRC CRU *CHG WoW*	687.00	-12.00	713.33

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Sep-23	370	380	375
Oct-23	369	379	374
Nov-23	383	393	388
Q4-23	379	389	384
Q1-24	390	400	393
Q2-24	390	400	395

US HRC USD/short ton			
	Bid	Ask	Value
Oct-23	690	700	695
Nov-23	751	761	756
Dec-23	785	795	790
Q4-23	783	793	788
Q1-24	830	840	837
Q2-24	830	840	835

LME REBAR FOB TK			
	Bid	Ask	Value
Sep-23	560	570	566
Oct-23	566	576	571
Nov-23	572	582	577
Q4-23	572	582	577
Q1-24	580	590	585
Q2-24	585	595	588

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Sep-23	625	635	630
Oct-23	589	599	594
Nov-23	605	615	610
Q4-23	605	615	610
Q1-24	650	660	654
Q2-24	680	690	687

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Sep-23	537	547	542
Oct-23	538	548	543
Nov-23	548	558	553
Q4-23	545	555	552
Q1-24	565	575	569
Q2-24	570	580	575

BUSHELING			
	Bid	Ask	Value
Oct-23	385	395	390
Nov-23	425	435	430
Dec-23	445	455	450
Q4-23	448	458	453
Q1-24	495	505	498
Q2-24	505	515	512

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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	OCT 23	NOV 23	-61	-48	-16	21	0	Eased
	OCT 23	DEC 23	-96	-74	-45	37	0	Eased
	OCT 23	JAN 24	-126	-103	-56	42	0	Eased
	NOV 23	DEC 23	-35	-26	-29	16	0	Eased
	NOV 23	JAN 24	-65	-55	-40	21	0	Eased
	DEC 23	JAN 24	-30	-29	-11	5	0	Eased
EU HRC	OCT 23	NOV 23	31	-4	-5	5	35	Tightened
	OCT 23	DEC 23	16	-18	-5	10	35	Tightened
	OCT 23	JAN 24	1	-34	-10	4	35	Tightened
	NOV 23	DEC 23	-15	-14	0	5	0	Eased
	NOV 23	JAN 24	-30	-30	-5	-1	0	Unchanged
	DEC 23	JAN 24	-15	-16	-5	-6	0	Tightened
Atlantic Spread (US-EU)	OCT 23	OCT 23	97	62	59	187	76	Tightened
	NOV 23	NOV 23	143	96	75	171	76	Tightened
	DEC 23	DEC 23	163	106	99	149	76	Tightened
	JAN 24	JAN 24	183	120	105	139	41	Tightened
ARC Spread (Rebar - Scrap)	OCT 23	OCT 23	199.5	189.5	196	214	285.5	Tightened
	NOV 23	NOV 23	184.5	190	196	214.5	285.5	Eased
	DEC 23	DEC 23	188.5	190	197	207.5	292	Eased
	JAN 24	JAN 24	193.5	191.5	198.5	204	262	Tightened

Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME SCRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	697	390	632	375	541	568	Current
	702	405	636	376	539	567	T-1W
	714	456	636	379	559	573	T-1M
	857	460	674	382	555	596	T-3M
	865	460	828	448	631	700	T-6M
	831	430	756	363	613	649	T-12M
	824	472	646	385	674	659	YTD

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