

11/10/2023

Turkish Scrap

Turkish deepsea import ferrous scrap prices inched down again Oct. 10, as deals for EU-origin HMS 1/2 (80:20) were reported while Benelux collection costs softened. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$365/mt CFR Oct. 10, down \$1/mt day on day. An EU-origin deal was confirmed as booked Oct. 9 by a Marmara mill, with HMS 1/2 (80:20) at \$360/mt CFR. Platts normalized the deal to \$365/mt CFR. A second EU-origin deal was heard to be booked by an Izmir mill, with HMS 1/2 (75:25) at \$361/mt CFR, but the exact timing could not be confirmed on the day. Other deals were also heard to be booked, including a US origin deal booked on Oct. 5 by a Marmara mill, with 10,000 mt of HMS 1/2 (90:10) at \$374/mt CFR, 18,000 mt of shredded scrap at \$389/mt CFR and 2,000 mt of bonus scrap at \$389/mt CFR, but could not be confirmed on the day.

Market participants also noted that HMS collection costs softened to Eur290-295/mt delivered to the docks in the Benelux region, and largely shared workable levels for EU-origin HMS 1/2 (80:20) between \$359/mt CFR to the low \$360s/mt CFR as a result. Availability of HMS in the Benelux region continued to be limited, sources said. Market participants in the Turkish steel industry continued to closely follow the evolving fallout from the escalation of conflict in the Gaza Strip on Oct. 7, while considering whether possible port closures and precautionary interventions from the Turkish ministry of trade could affect the market in the near-term. "We expect scrap to soften further. Production costs recently increased, finished steel demand is still weak domestically and now our main export destination is at war," a Turkish mill source said. Indicative tradable values for US/Baltic-origin or premium HMS 1/2 (80:20) were mostly shared between \$365/mt CFR into the high \$360s/mt CFR, as US recyclers were heard to target close to \$370/mt CFR. "We have to wait and see what happens, it's too early to predict how the war will affect Turkey," an EU recycler said. (Platts)

Market Rates

PRODUCT (WoW = Week on Week)	LAST	CHG	MTD AVG
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt) *CHG 1D*	365.00	-1.00	369.57
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	565.00	-2.50	567.50
US HRC CRU *CHG WoW*	663.00	-3.00	663.00

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Oct-23	362	372	367
Nov-23	365	375	370
Dec-23	377	387	382
Q4-23	368	378	373
Q1-24	380	390	383
Q2-24	380	390	386

US HRC USD/short ton			
	Bid	Ask	Value
Oct-23	696	706	701
Nov-23	770	780	775
Dec-23	805	815	810
Q4-23	757	767	762
Q1-24	815	825	820
Q2-24	830	840	837

LME REBAR FOB TK			
	Bid	Ask	Value
Oct-23	560	570	567
Nov-23	565	575	570
Dec-23	569	579	574
Q4-23	565	575	570
Q1-24	575	585	579
Q2-24	580	590	584

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Oct-23	610	620	615
Nov-23	630	640	635
Dec-23	635	645	640
Q4-23	625	635	630
Q1-24	645	655	648
Q2-24	660	670	665

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Oct-23	521	531	526
Nov-23	529	539	534
Dec-23	535	545	540
Q4-23	530	540	533
Q1-24	550	560	556
Q2-24	565	575	571

BUSHELING			
	Bid	Ask	Value
Nov-23	420	430	425
Dec-23	445	455	450
Jan-24	460	470	465
Q1-24	467	477	472
Q2-24	475	485	480
Q3-24	475	485	478

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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	-88	-73	-23	42	0	Eased
	OCT 23	DEC 23	-116	-100	-44	51	0	Eased
	OCT 23	JAN 24	-119	-120	-69	55	-20	Tightened
	NOV 23	DEC 23	-28	-27	-21	9	0	Eased
	NOV 23	JAN 24	-31	-47	-46	13	-20	Tightened
	DEC 23	JAN 24	-3	-20	-25	4	-20	Tightened
EU HRC	OCT 23	NOV 23	-18	-14	-3	5	0	Eased
	OCT 23	DEC 23	-24	-23	1	5	0	Eased
	OCT 23	JAN 24	-23	-33	-9	4	-35	Tightened
	NOV 23	DEC 23	-6	-9	4	0	0	Tightened
	NOV 23	JAN 24	-5	-19	-6	-1	-35	Tightened
	DEC 23	JAN 24	1	-10	-10	-1	-35	Tightened
Atlantic Spread (US-EU)	OCT 23	OCT 23	79	81	55	187	25	Eased
	NOV 23	NOV 23	149	140	75	150	25	Tightened
	DEC 23	DEC 23	171	158	100	141	25	Tightened
	JAN 24	JAN 24	175	168	115	136	10	Tightened
ARC Spread (Rebar - Scrap)	OCT 23	OCT 23	200	202	185.5	208	284.5	Eased
	NOV 23	NOV 23	202	204	191	206	280.5	Eased
	DEC 23	DEC 23	193	200	192	201.5	280.5	Eased
	JAN 24	JAN 24	188	199	183	200.5	262	Eased

Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME SCRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	701	425	617	367	532	567	Current
	691	420	610	370	545	572	T-1W
	711	432	648	385	559	570	T-1M
	866	460	660	372	548	580	T-3M
	858	465	850	434	627	680	T-6M
	780	399	700	364	604	649	T-12M
	824	460	646	382	679	656	YTD

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