

**18/10/2023**

## Turkish Scrap

Turkish deepsea import ferrous scrap prices remained unchanged on Oct. 17, as market participants described a stalemate in the market on the day. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$360/mt CFR Oct. 17, stable on the day. Indicative workable values for US/Baltic-origin or premium HMS 1/2 (80:20) were shared between \$355-\$375/mt CFR on the day and were largely clustered at \$360/mt CFR. Various market participants noted a lack of market activity on the day as Turkish mills continued to exercise caution before fulfilling the rest of their November shipment requirements, while recyclers from all origins were heard to be in no rush to sell. "The market is frozen, there is no interest from Turkey who have restocked well from Romania and Bulgaria in the shortsea market and there is also scarce demand from Europe.

The pressure on the sellers is mounting," an EU trader said, citing an indicative workable value for US/Baltic-origin HMS 1/2 (80:20) at \$359-\$360/mt CFR. Near-term price sentiment was mixed on the day, as market participants mostly said the potential for price action either to the downside or the upside was limited amid the stalemate. "The sellers are trying to push prices above \$360/mt CFR but the [Turkish finished steel] market is too negative," a Turkish mill source said, citing an indicative maximum buyer workable value for US/Baltic-origin HMS 1/2 (80:20) at \$360/mt CFR. "I don't think there is much more room for the prices to go down anymore. Even though collection prices softened, the supply of scrap is still very limited because domestic European mills need the material for their production [tightening availability]," a Baltic recycler said, citing an indicative workable value for Baltic-origin HMS 1/2 (80:20) at \$360-\$365/mt CFR. A second Baltic recycler shared HMS collection prices at around Eur303/mt delivered to the docks in the Baltic region, which they suggested made \$355-\$360/mt CFR workable for exports into Turkey. "Due to the geopolitical situation [between Israel-Hamas], it is not promising that the market will recover soon," the second Baltic recycler said. (Platts; Abdi Salad)

# Market Rates

PRODUCT (WoW = Week on Week)	LAST	CHG	MTD AVG
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt) *CHG 1D*	360.00	0.00	365.79
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	555.00	0.00	563.96
US HRC CRU *CHG WoW*	690.00	27.00	676.50

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Oct-23	358	368	363
Nov-23	362	372	367
Dec-23	375	385	380
Q4-23	365	375	370
Q1-24	378	388	383
Q2-24	381	391	386

US HRC USD/short ton			
	Bid	Ask	Value
Oct-23	700	710	705
Nov-23	780	790	785
Dec-23	830	840	835
Q4-23	770	780	775
Q1-24	835	845	840
Q2-24	840	850	843

LME REBAR FOB TK			
	Bid	Ask	Value
Oct-23	555	565	560
Nov-23	559	569	564
Dec-23	562	572	567
Q4-23	558	568	563
Q1-24	569	579	574
Q2-24	579	589	584

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Oct-23	605	615	610
Nov-23	610	620	615
Dec-23	620	630	625
Q4-23	610	620	617
Q1-24	645	655	650
Q2-24	665	675	670

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Oct-23	529	539	534
Nov-23	525	535	530
Dec-23	544	554	549
Q4-23	533	543	538
Q1-24	555	565	560
Q2-24	562	572	567

BUSHELING			
	Bid	Ask	Value
Nov-23	435	445	440
Dec-23	460	470	465
Jan-24	475	485	480
Q4-23	457	467	462
Q1-24	485	495	492
Q2-24	490	500	495

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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	-77	-84	-30	30	0	Tightened
	OCT 23	DEC 23	-128	-123	-57	34	0	Eased
	OCT 23	JAN 24	-132	-121	-80	42	-20	Eased
	NOV 23	DEC 23	-51	-39	-27	4	0	Eased
	NOV 23	JAN 24	-55	-37	-50	12	-20	Eased
	DEC 23	JAN 24	-4	2	-23	8	-20	Eased
EU HRC	OCT 23	NOV 23	-5	-22	-12	-1	0	Tightened
	OCT 23	DEC 23	-15	-27	-24	-1	0	Tightened
	OCT 23	JAN 24	-30	-32	-32	-1	-45	Tightened
	NOV 23	DEC 23	-10	-5	-12	0	0	Eased
	NOV 23	JAN 24	-25	-10	-20	0	-45	Eased
	DEC 23	JAN 24	-15	-5	-8	0	-45	Eased
Atlantic Spread (US-EU)	OCT 23	OCT 23	95	82	63	191	55	Tightened
	NOV 23	NOV 23	167	144	81	160	55	Tightened
	DEC 23	DEC 23	208	178	96	156	55	Tightened
	JAN 24	JAN 24	197	171	111	148	30	Tightened
ARC Spread (Rebar - Scrap)	OCT 23	OCT 23	192.5	199	195.5	208	283	Eased
	NOV 23	NOV 23	193	203.5	192.5	205.5	283	Eased
	DEC 23	DEC 23	186.5	197.5	192.5	206	283	Eased
	JAN 24	JAN 24	185	206	191.5	208	262	Eased

## Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME \$CRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	705	445	610	364	534	557	Current
	700	425	618	368	529	567	T-1W
	701	430	636	378	550	573	T-1M
	854	474	653	365	565	573	T-3M
	853	460	840	412	605	654	T-6M
	800	408	685	365	569	648	T-12M
	824	460	646	382	679	656	YTD

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