

31/10/2023

Turkish Scrap

Turkish deepsea imported scrap prices were rangebound amid uncertainties that the uptick seen last week would continue, sources said. Some new bookings were expected during the week as Turkish mills required more cargoes. "There is quite a bit of demand from Turkey, but mills are right that the demand for steel products is still bad, and the scrap price increase is more supply-driven," a scrap recycler said. He put offers for Baltic HMS 1/2 (80:20) at \$360/mt CFR Turkey. Scrap suppliers from the US were already targeting over \$360/mt CFR Turkey for HMS 1/2 (80:20), an agent source said. Another agent said that \$360/mt CFR may come in the near term. However, market players did not confirm any bookings at \$360/ mt CFR or higher yet, for premium quality HMS 1/2 (80:20). Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$357.50/mt CFR Oct. 30, unchanged from Oct. 27.

A Turkish mill source expected the market to remain between \$355-\$360/mt CFR Turkey for premium quality HMS 1/2 (80:20). "For prices to go down, Turks have to be quiet but they won't because they are forced to buy because they need some minimum requirements now," the mill source added. He also saw limited potential for a stronger rebound due to poor demand for Turkish finished products. "Today I don't see much leg for further increases [in scrap]," a trader said. Rebar prices from Turkey were under pressure and not supporting any hikes in scrap. "If [Turkish mills] hike their rebars, then they will again stop selling [because] Algerians and Egyptians again become more competitive," a trader said. He put workable prices for HMS 1/2 (80:20) at \$357-\$358/mt for premium quality and \$350-\$352/mt for European-origin, CFR Turkey. (Platts)

Market Rates

PRODUCT (WoW = Week on Week)	LAST	CHG	MTD AVG
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt) *CHG 1D*	357.50	0.00	360.83
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	550.00	5.00	557.26
US HRC CRU *CHG WoW*	742.00	28.00	702.25

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Oct-23	358	364	361
Nov-23	375	381	378
Dec-23	388	394	391
Q4-23	374	380	377
Q1-24	400	406	403
Q2-24	399	405	402

US HRC USD/short ton			
	Bid	Ask	Value
Nov-23	855	865	860
Dec-23	970	980	975
Jan-24	965	975	970
Q1-24	960	970	965
Q2-24	925	935	928
Q3-24	885	895	890

LME REBAR FOB TK			
	Bid	Ask	Value
Oct-23	550	560	555
Nov-23	568	578	573
Dec-23	582	592	587
Q4-23	566	576	571
Q1-24	596	606	601
Q2-24	602	612	607

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Oct-23	605	615	610
Nov-23	660	670	665
Dec-23	680	690	685
Q4-23	650	660	653
Q1-24	685	695	690
Q2-24	700	710	705

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Oct-23	527	537	532
Nov-23	545	555	550
Dec-23	556	566	561
Q4-23	542	552	547
Q1-24	564	574	569
Q2-24	567	577	572

BUSHELING			
	Bid	Ask	Value
Nov-23	440	450	445
Dec-23	475	485	480
Jan-24	500	510	505
Q1-24	515	525	520
Q2-24	525	535	530
Q3-24	520	530	523

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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	NOV 23	DEC 23	-115	-55	-20	4	-1	Eased
	NOV 23	JAN 24	-115	-55	-40	4	-21	Eased
	NOV 23	FEB 24	-107	-44	-45	4	-39	Eased
	DEC 23	JAN 24	0	0	-20	0	-20	Unchanged
	DEC 23	FEB 24	8	11	-25	0	-38	Eased
	JAN 24	FEB 24	8	11	-5	0	-18	Eased
EU HRC	NOV 23	DEC 23	-65	-16	-25	0	0	Eased
	NOV 23	JAN 24	-85	-33	-35	0	0	Eased
	NOV 23	FEB 24	-95	-43	-54	-10	-45	Eased
	DEC 23	JAN 24	-20	-17	-10	0	0	Eased
	DEC 23	FEB 24	-30	-27	-29	-10	-45	Eased
	JAN 24	FEB 24	-10	-10	-19	-10	-45	Unchanged
Atlantic Spread (US-EU)	NOV 23	NOV 23	191	185	170	119	35	Tightened
	DEC 23	DEC 23	286	223	180	115	36	Tightened
	JAN 24	JAN 24	276	213	181	105	11	Tightened
	FEB 24	FEB 24	275	194	175	105	29	Tightened
ARC Spread (Rebar - Scrap)	NOV 23	NOV 23	196	198.5	188.5	207.5	264.5	Eased
	DEC 23	DEC 23	198.5	188.8	191	202.5	264.5	Tightened
	JAN 24	JAN 24	198	190.3	191.5	200	262	Tightened
	FEB 24	FEB 24	191.5	188	189	202	267	Tightened

Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME SCRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	871	455	610	362	534	555	Current
	812	445	611	359	531	553	T-1W
	795	435	631	378	548	573	T-1M
	779	465	653	367	583	570	T-3M
	795	420	641	389	575	618	T-6M
	780	410	695	361	559	626	T-12M
	824	460	646	382	679	656	YTD

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