

06/11/2023

Turkish Scrap

Turkish imported deepsea scrap prices stabilized on Nov. 3 following prior increases, as no more deals were reported. Sources still expressed belief that further price increases were possible amid higher offers for premium heavy melting scrap 1/2 (80:20) and persisting demand from Turkish mills. After the last confirmed deal closed Nov. 1 at \$370/mt CFR Marmara for HMS 1/2 (80:20), offers for US-origin were heard at \$380/mt CFR, according to an agent. For Turkey-based buyers, \$370/mt CFR was already acceptable for premium quality HMS 1/2 (80:20), but it was not clear whether it was still available from premium quality suppliers. A western Europe-based recycler said that Turkey-based steelmakers were pushing to buy below \$365/mt CFR, which was some stronger than previous levels. The recycler put the workable range for European suppliers at \$365-\$370/mt CFR Turkey, or higher.

An agent source added that the European offers went up and stayed firm on the back of stronger euro against the US dollar. The US dollar/euro daily exchange rate was 1.0738 on Nov. 3, compared with 1.059 a week earlier, according to S&P Global Market Intelligence data. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$370/mt CFR Nov. 3, unchanged from Nov. 2 but up \$12.50 on the week. A further price uptrend would depend on the performance of the Turkish domestic and export rebar markets, both of which showed price increases in the week ended Nov. 3. However, demand expectations were still predominantly bearish, except for in the Turkish southeastern Iskenderun region, which was rebuilding after the earthquake in February. The Platts assessed Turkish exported rebar at \$557.50/mt FOB on Nov. 3, up \$2.50 on the day and up \$12.50 on the week. The daily outright spread between Turkish export rebar and import was \$187.50/mt on Nov. 3, which was stable on the week but still lower than most mills' \$200/mt target. (Platts)

Market Rates

PRODUCT (WoW = Week on Week)	LAST	CHG	MTD AVG
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt) *CHG 1D*	370.00	0.00	368.33
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	557.50	2.50	555.83
US HRC CRU *CHG WoW*	802.00	60.00	802.00

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Nov-23	374	380	377
Dec-23	388	394	391
Jan-24	390	396	393
Q1-24	390	396	393
Q2-24	394	400	397
Q3-24	398	404	401

US HRC USD/short ton			
	Bid	Ask	Value
Nov-23	875	885	880
Dec-23	990	1000	995
Jan-24	995	1005	1000
Q1-24	965	975	970
Q2-24	905	915	910
Q3-24	865	875	870

LME REBAR FOB TK			
	Bid	Ask	Value
Nov-23	557	567	562
Dec-23	574	584	579
Jan-24	581	591	586
Q1-24	584	594	589
Q2-24	596	606	601
Q3-24	599	609	604

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Nov-23	670	680	675
Dec-23	700	710	705
Jan-24	700	710	705
Q1-24	710	720	715
Q2-24	715	725	718
Q3-24	725	735	730

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Nov-23	542	552	547
Dec-23	567	577	572
Jan-24	579	589	584
Q1-24	582	592	587
Q2-24	584	594	589
Q3-24	581	591	586

BUSHELING			
	Bid	Ask	Value
Nov-23	440	450	445
Dec-23	485	495	490
Jan-24	505	515	510
Q1-24	517	527	522
Q2-24	525	535	530
Q3-24	525	535	530

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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	-112	-116	-25	-9	0	Tightened
	NOV 23	JAN 24	-116	-113	-39	-6	-25	Eased
	NOV 23	FEB 24	-76	-101	-40	-12	-25	Tightened
	DEC 23	JAN 24	-4	3	-14	3	-25	Eased
	DEC 23	FEB 24	36	15	-15	-3	-25	Tightened
	JAN 24	FEB 24	40	12	-1	-6	0	Tightened
EU HRC	NOV 23	DEC 23	-40	-20	-9	-4	-5	Eased
	NOV 23	JAN 24	-37	-30	-18	-12	-40	Eased
	NOV 23	FEB 24	-37	-23	-20	-14	-40	Eased
	DEC 23	JAN 24	3	-10	-9	-8	-35	Tightened
	DEC 23	FEB 24	3	-3	-11	-10	-35	Tightened
	JAN 24	FEB 24	0	7	-2	-2	0	Eased
Atlantic Spread (US-EU)	NOV 23	NOV 23	220	196	145	108	29	Tightened
	DEC 23	DEC 23	292	292	161	113	24	Unchanged
	JAN 24	JAN 24	299	279	166	102	14	Tightened
	FEB 24	FEB 24	259	274	165	106	14	Eased
ARC Spread (Rebar - Scrap)	NOV 23	NOV 23	184	192.5	200.5	193.5	262.5	Eased
	DEC 23	DEC 23	183.5	194	195	198.5	262.5	Eased
	JAN 24	JAN 24	192.5	198	195.5	190	262.5	Eased
	FEB 24	FEB 24	205	191.5	196.5	197.5	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	873	440	676	378	547	580	Current
	871	455	610	379	550	572	T-1W
	770	425	613	370	550	571	T-1M
	749	450	630	369	562	562	T-3M
	786	435	750	381	555	596	T-6M
	779	405	655	365	568	628	T-12M
	824	460	646	385	673	650	YTD

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