

21/11/2023

## Turkish Scrap

Turkish deepsea import ferrous scrap prices inched up on Nov. 20, with fresh deals booked from US and Baltic sellers with the sellside anticipating further price increases. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$386.50/mt CFR Nov. 20, up \$1/mt on day. A US-origin deal was confirmed as booked on Nov. 20 by a Marmara mill, with HMS 1/2 (90:10) at \$393/mt CFR. Platts applied a normalization to a premium HMS 1/2 (80:20) equivalent of \$388/mt CFR, based on market feedback on the day. A Baltic-origin deal was also confirmed as booked on Nov. 20 by the same Marmara mill, with HMS 1/2 (80:20) at \$385/mt CFR, and bonus scrap at \$405/mt CFR. Market sources mostly shared normalizations to a premium HMS 1/2 (80:20) at \$385/mt CFR on the day, considering the ports of origin. The above deals, when normalized to their premium HMS 1/2 (80:20) equivalents, averaged to \$386.50/mt CFR. Market participants also mostly shared indicative tradable values for premium or US/Baltic-origin HMS 1/2 (80:20) which ranged \$385-\$390/mt CFR. "There haven't been enquiries for sales [of rebar] recently so this level of scrap prices does not look workable for the mills," a Turkish mill source said, suggesting a maximum workable value for premium HMS 1/2 (80:20) at \$385/mt CFR.

Platts assessed Turkish exported rebar at \$572.50/mt FOB on Nov. 20, up \$2.50/mt on the day due to recent increases in offer levels from the mills despite a continued period of slow sales. However, an agent source suggested that the mills continued to be in need of scrap imports despite their recent lack of rebar sales. "If the Turkish mills do not want to reduce their steel production any further they have to buy, and they have to start now before the year draws to a close," an EU recycler also said, citing their minimum workable value at \$385/mt CFR for EU-origin HMS 1/2 (80:20). Sources also noted that recent devaluations in the dollar against the euro were impacting regional workable levels for exports of scrap into Turkey. Platts assessed the euro at \$1.0942 Nov. 20, appreciating from \$1.0509 on the day and from \$1.0538 on the beginning of the month, Nov. 1. Elsewhere, Platts assessed Turkish imports of shortsea scrap at \$370/mt CFR Nov. 20, in line with a deal booked on Nov. 17 for Romania-origin shortsea scrap. "Domestic HMS prices in Turkey are very high now, and so the mill who bought had no option other than shortsea," a second agent source said. The second agent source shared domestic HMS prices at \$385/mt delivered to the mill for the highest quality material. (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*	386.50	1.00	377.36
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	572.50	2.50	562.68
US HRC CRU *CHG WoW*	898.00	45.00	851.00

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Nov-23	383	389	386
Dec-23	395	401	398
Jan-24	406	412	409
Q1-24	405	411	408
Q2-24	403	409	406
Q3-24	403	409	406

US HRC USD/short ton			
	Bid	Ask	Value
Nov-23	888	898	893
Dec-23	1039	1049	1044
Jan-24	1070	1080	1075
Q1-24	1023	1033	1028
Q2-24	915	925	918
Q3-24	860	870	865

LME REBAR FOB TK			
	Bid	Ask	Value
Nov-23	561	571	566
Dec-23	573	583	578
Jan-24	582	592	587
Q1-24	585	595	590
Q2-24	592	602	597
Q3-24	598	608	603

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Nov-23	645	655	650
Dec-23	680	690	685
Jan-24	700	710	705
Q1-24	705	715	710
Q2-24	725	735	730
Q3-24	740	750	745

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Nov-23	541	551	546
Dec-23	581	591	586
Jan-24	586	596	591
Q1-24	587	597	592
Q2-24	594	604	599
Q3-24	594	604	599

BUSHELING			
	Bid	Ask	Value
Dec-23	480	490	485
Jan-24	520	530	525
Feb-24	525	535	530
Q1-24	522	532	527
Q2-24	505	515	512
Q3-24	495	505	502

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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	-152	-150	-54	-23	-2	Eased
	NOV 23	JAN 24	-180	-183	-54	-32	-27	Tightened
	NOV 23	FEB 24	-144	-150	-53	-28	-27	Tightened
	DEC 23	JAN 24	-28	-33	0	-9	-25	Tightened
	DEC 23	FEB 24	8	0	1	-5	-25	Tightened
	JAN 24	FEB 24	36	33	1	4	0	Tightened
EU HRC	NOV 23	DEC 23	-45	-60	-20	-2	-5	Tightened
	NOV 23	JAN 24	-70	-83	-34	-17	-42	Tightened
	NOV 23	FEB 24	-90	-83	-44	-17	-42	Eased
	DEC 23	JAN 24	-25	-23	-14	-15	-37	Eased
	DEC 23	FEB 24	-45	-23	-24	-15	-37	Eased
	JAN 24	FEB 24	-20	0	-10	0	0	Eased
Atlantic Spread (US-EU)	NOV 23	NOV 23	245	235	188	104	40	Tightened
	DEC 23	DEC 23	352	325	222	125	37	Tightened
	JAN 24	JAN 24	355	335	208	119	25	Tightened
	FEB 24	FEB 24	299	302	197	115	25	Eased
ARC Spread (Rebar - Scrap)	NOV 23	NOV 23	185	185	195.5	208	255.5	Unchanged
	DEC 23	DEC 23	176	180.5	183.5	198.5	256	Eased
	JAN 24	JAN 24	183.5	189	184.5	198.5	256	Eased
	FEB 24	FEB 24	183	197	191	197.5	267	Eased

## Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME \$CRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	890	490	650	384	546	566	Current
	895	505	660	384	549	569	T-1W
	804	460	612	357	535	553	T-1M
	742	466	631	375	557	583	T-3M
	793	445	768	380	556	602	T-6M
	788	435	635	376	558	632	T-12M
	824	460	646	385	673	650	YTD

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