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Turkish Scrap

Turkish deepsea import ferrous scrap prices climbed further on Nov. 21, with continuous trade activity as mills began to book for January shipment ahead of the upcoming winter holiday period, sources said. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$388.50/mt CFR Nov. 21, up \$2/mt on day. An EU-origin deal was confirmed as booked on Nov. 20 by an Izmir-based mill, with HMS 1/2 (80:20) at \$385/mt CFR and shredded scrap at \$408/mt CFR. A Baltic-origin deal was also confirmed as booked on Nov. 21 by a Marmara-based mill, with 20,000 mt of HMS 1/2 (80:20) at \$387/mt CFR, and 4,000 mt of bonus scrap at \$407/mt CFR. The above deals, when normalized to their premium HMS 1/2 (80:20) equivalents, averaged to \$388.50/mt CFR. Market participants also shared indicative tradable values for premium or US/Baltic-origin HMS 1/2 (80:20) which ranged between \$386-\$390/mt CFR. Market participants suggested that the vast majority of Turkey-based mills had secured the cargoes they needed for December shipment but were already in the market to fulfil their January requirements to get ahead of the winter holiday period.

“The Turkish mills still need cargo and the sellers are pushing the price up to not get any lower [than the previous deal prices],” a Turkey-based mill said. “I think prices will get higher,” sharing that \$388.50/mt CFR was workable for premium HMS 1/2 (80:20) on the day. “The market is definitely in an upward trajectory,” a Baltic-based recycler said. “The mills also understand that prices are climbing so they are willing to pay the couple of dollars more.” The Baltic-based recycler then shared HMS collection costs in the Baltic region at Eur312/mt delivered to the docks. A Europe-based recycler also shared HMS collection costs in the Benelux region at Eur315/mt delivered to the docks. Sources also noted that workable level indications for EUorigin HMS 1/2 (80:20) were at a minimum of \$385/mt CFR, largely owing to the higher collection costs and recent appreciations in the euro against the dollar. Platts assessed the euro at \$1.0926 Nov. 21, appreciating from \$1.0538 on the beginning of the month, Nov. 1. “I cannot understand why we are competing with ourselves if other regions [such as India] are not paying this much,” a Turkish mill source said. “It means that the increases in prices of Turkish steel are all scrap driven [as opposed to sales of finished steel],” adding that US seller targets for HMS 1/2 (80:20) had reached \$390/mt CFR and above. Platts assessed Turkish exported rebar at \$575/mt FOB on Nov. 21, up \$2.50/mt on the day.

(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*	388.50	2.00	378.10
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	575.00	2.50	563.50
US HRC CRU *CHG WoW*	898.00	45.00	851.00

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Nov-23	384	390	387
Dec-23	404	410	407
Jan-24	407	413	410
Q1-24	406	412	409
Q2-24	406	412	409
Q3-24	407	413	410

US HRC USD/short ton			
	Bid	Ask	Value
Nov-23	885	895	890
Dec-23	1030	1040	1035
Jan-24	1065	1075	1070
Q1-24	1025	1035	1030
Q2-24	915	925	918
Q3-24	860	870	866

LME REBAR FOB TK			
	Bid	Ask	Value
Nov-23	568	578	573
Dec-23	587	597	592
Jan-24	591	601	596
Q1-24	593	603	598
Q2-24	607	617	612
Q3-24	608	618	613

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Nov-23	640	650	645
Dec-23	695	705	700
Jan-24	710	720	715
Q1-24	715	725	720
Q2-24	730	740	733
Q3-24	745	755	750

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Nov-23	540	550	545
Dec-23	583	593	588
Jan-24	586	596	591
Q1-24	586	596	591
Q2-24	592	602	597
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	527	537	532
Q2-24	520	530	527
Q3-24	510	520	517

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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	-157	-138	-54	-18	-5	Eased
	NOV 23	JAN 24	-188	-166	-54	-36	-30	Eased
	NOV 23	FEB 24	-153	-135	-53	-36	-30	Eased
	DEC 23	JAN 24	-31	-28	0	-18	-25	Eased
	DEC 23	FEB 24	4	3	1	-18	-25	Tightened
	JAN 24	FEB 24	35	31	1	0	0	Tightened
EU HRC	NOV 23	DEC 23	-53	-53	-20	-2	-5	Unchanged
	NOV 23	JAN 24	-75	-73	-34	-17	-30	Eased
	NOV 23	FEB 24	-80	-73	-44	-17	-30	Eased
	DEC 23	JAN 24	-22	-20	-14	-15	-25	Eased
	DEC 23	FEB 24	-27	-20	-24	-15	-25	Eased
	JAN 24	FEB 24	-5	0	-10	0	0	Eased
Atlantic Spread (US-EU)	NOV 23	NOV 23	237	238	188	95	15	Eased
	DEC 23	DEC 23	341	323	222	111	15	Tightened
	JAN 24	JAN 24	350	331	208	114	15	Tightened
	FEB 24	FEB 24	310	300	197	114	15	Tightened
ARC Spread (Rebar - Scrap)	NOV 23	NOV 23	185.5	180.5	195.5	206	255.5	Tightened
	DEC 23	DEC 23	180	182	183.5	202.5	255.5	Eased
	JAN 24	JAN 24	185.5	182	184.5	202.5	255.5	Tightened
	FEB 24	FEB 24	185.5	188.5	191	201	267	Eased

Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME SCRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	890	495	646	385	546	586	Current
	890	505	652	385	549	586	T-1W
	804	460	612	357	535	553	T-1M
	733	457	631	374	554	580	T-3M
	792	440	768	381	556	602	T-6M
	775	435	639	376	558	632	T-12M
	824	460	646	385	673	650	YTD

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