

24/11/2023

Turkish Scrap

Turkish deepsea import ferrous scrap prices were unchanged on Nov. 23, as sources reported a pause in deal activity as recyclers aimed to collect HMS while mills were in less urgent need of material. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$388.50/mt CFR Nov. 23, unchanged on day. "It looks like the mills have covered their needs, so the market could move sideways for a while," an agent source said. Market participants shared indicative tradable values for premium or US/Baltic-origin HMS 1/2 (80:20) which ranged between \$385-\$390/mt CFR. Indicative tradable values and seller targets for EU-origin HMS 1/2 (80:20) were shared at \$385/mt CFR and above "The mills are in less of a hurry to buy, so there is time for a short pause. They are not in the desperate position they were in before" a trader said, citing an indicative tradable value for premium HMS 1/2 (80:20) at between \$388-\$389/mt CFR. "However there still isn't much room for prices to drop because availability is still tight and the supply side must focus on collecting for their latest shipments," the trader added, "but for prices to reach \$395-\$400/mt CFR, there must be an improvement in Turkish finished steel sales.

We have a chance of closing this year at \$385-\$390/mt CFR unless this happens." A UK trader also suggested that the Turkish mills would need to see an improvement in rebar sales for the recent upward trajectory in scrap prices to be sustainable. Platts assessed Turkish exported rebar at \$577.50/mt FOB Nov. 23, unchanged on day, with recently reported deals booked at \$580-\$585/mt FOB Middle Eastern and Balkan regions yet to be confirmed. "The prices seem to be between \$385-\$390/mt CFR and we have nothing to sell," a Baltic recycler said, also sharing HMS collection costs in the Baltic region at Eur312/mt delivered to the docks. Sources also shared HMS collection costs in the Benelux region at Eur315-320/mt delivered to the docks and reported that the availability of material was limited. Elsewhere, Platts assessed Turkish imports of shortsea scrap at \$370/mt CFR Nov. 23, unchanged on day, with market activity heard to be limited throughout the week. "The sellers tried to push prices higher, but there is some resistance from the mills that are reluctant to let it go higher," a shortsea supplier 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*	388.50	0.00	379.32
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	577.50	0.00	565.15
US HRC CRU *CHG WoW*	967.00	69.00	880.00

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Nov-23	380	386	383
Dec-23	402	408	405
Jan-24	418	424	421
Q1-24	415	421	418
Q2-24	410	416	413
Q3-24	409	415	412

US HRC USD/short ton			
	Bid	Ask	Value
Nov-23	890	900	895
Dec-23	1020	1030	1025
Jan-24	1060	1070	1065
Q1-24	1027	1037	1032
Q2-24	910	920	917
Q3-24	860	870	867

LME REBAR FOB TK			
	Bid	Ask	Value
Nov-23	566	576	571
Dec-23	592	602	597
Jan-24	597	607	602
Q1-24	599	609	604
Q2-24	598	608	603
Q3-24	605	615	610

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Nov-23	645	655	650
Dec-23	690	700	695
Jan-24	725	735	730
Q1-24	725	735	728
Q2-24	730	740	733
Q3-24	745	755	750

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Nov-23	545	555	550
Dec-23	580	590	585
Jan-24	583	593	588
Q1-24	582	592	587
Q2-24	586	596	591
Q3-24	594	604	599

BUSHELING			
	Bid	Ask	Value
Dec-23	485	495	490
Jan-24	530	540	535
Feb-24	530	540	535
Q1-24	530	540	535
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	-127	-152	-55	-34	-5	Tightened
	NOV 23	JAN 24	-168	-185	-55	-44	-30	Tightened
	NOV 23	FEB 24	-136	-147	-44	-41	-30	Tightened
	DEC 23	JAN 24	-41	-33	0	-10	-25	Eased
	DEC 23	FEB 24	-9	5	11	-7	-25	Eased
	JAN 24	FEB 24	32	38	11	3	0	Eased
EU HRC	NOV 23	DEC 23	-43	-44	-17	-5	-5	Tightened
	NOV 23	JAN 24	-81	-59	-27	-10	-30	Eased
	NOV 23	FEB 24	-75	-60	-35	-15	-30	Eased
	DEC 23	JAN 24	-38	-15	-10	-5	-25	Eased
	DEC 23	FEB 24	-32	-16	-18	-10	-25	Eased
	JAN 24	FEB 24	6	-1	-8	-5	0	Tightened
Atlantic Spread (US-EU)	NOV 23	NOV 23	249	239	185	75	18	Tightened
	DEC 23	DEC 23	333	347	223	104	18	Eased
	JAN 24	JAN 24	336	365	213	109	18	Eased
	FEB 24	FEB 24	310	326	194	101	18	Eased
ARC Spread (Rebar - Scrap)	NOV 23	NOV 23	185	182.5	198.5	197.5	260	Tightened
	DEC 23	DEC 23	185	182.5	188.8	196.5	258	Tightened
	JAN 24	JAN 24	178.5	182.5	190.3	199	258	Eased
	FEB 24	FEB 24	172.5	188.5	188	197.5	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	898	490	648	385	550	570	Current
	890	495	651	384	547	566	T-1W
	812	470	611	355	545	553	T-1M
	725	460	631	375	566	572	T-3M
	783	445	770	357	533	590	T-6M
	778	420	638	374	559	634	T-12M
	824	460	646	385	673	650	YTD

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