

30/11/2023

Turkish Scrap

Turkish deepsea import ferrous scrap prices inched up slightly Nov. 29 as US sell-side sentiment remained strong, despite limited market activity reported on the day Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$393/mt CFR Nov. 29, up 50 cents/mt on the day Market sources mostly shared tradable value indications for US/Baltic-origin or premium HMS 1/2 (80:20) within a wide range of between \$391/mt CFR to up to \$400/mt CFR. No fresh deals, bids or offers were heard on the day, but market participants recently suggested that Turkish mills still had to book approximately 10-12 cargoes for the first-half January shipment. "The domestic market in the US is poised to jump again and it will be very tough for US suppliers to sell to Turkey at anything less than \$400/mt CFR when it does," a US recycler said, suggesting that US domestic HMS collection prices could climb from their current indication of \$350/mt delivered to the dock to \$370-\$380/mt delivered to the dock in the near-term.

It's difficult to see any room for downside. There is limited availability of HMS in Europe and the sellers are facing high collection costs and at the same time the mills require cargoes," a trader said. "They are not showing desperation but they need around ten more [for first-half January shipment]." The trader also said that Turkish mills were facing increased domestic scrap costs in recent days, and that more rebar sales would need to be achieved at higher levels to justify current scrap costs. Turkish rebar deals were recently reported in the domestic market at between \$595-\$600/mt EXW for limited volumes, while deals in the export market were heard to slow down this week. Platts assessed Turkish exported rebar at \$582.50/mt FOB Nov. 28, unchanged 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*	393.00	0.50	381.62
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	582.50	0.00	568.45
US HRC CRU *CHG WoW*	968.00	1.00	897.60

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Nov-23	382	388	385
Dec-23	397	403	400
Jan-24	404	410	407
Q1-24	404	410	407
Q2-24	403	409	406
Q3-24	402	408	405

US HRC USD/short ton			
	Bid	Ask	Value
Dec-23	1040	1050	1045
Jan-24	1110	1120	1115
Feb-24	1060	1070	1065
Q1-24	1007	1017	1012
Q2-24	895	905	898
Q3-24	850	860	857

LME REBAR FOB TK			
	Bid	Ask	Value
Nov-23	565	575	570
Dec-23	593	603	598
Jan-24	598	608	603
Q1-24	596	606	601
Q2-24	596	606	601
Q3-24	597	607	602

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Nov-23	640	650	645
Dec-23	690	700	695
Jan-24	720	730	725
Q1-24	720	730	725
Q2-24	730	740	735
Q3-24	745	755	750

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Nov-23	542	552	547
Dec-23	562	572	567
Jan-24	574	584	579
Q1-24	582	592	587
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	520	530	525
Q1-24	520	530	525
Q2-24	515	525	520
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	DEC 23	JAN 24	-70	-53	-2	-12	-18	Eased
	DEC 23	FEB 24	-16	-12	20	-24	-18	Eased
	DEC 23	MAR 24	34	37	32	-35	-18	Eased
	JAN 24	FEB 24	54	41	22	-12	0	Tightened
	JAN 24	MAR 24	104	90	34	-23	0	Tightened
	FEB 24	MAR 24	50	49	12	-11	0	Tightened
EU HRC	DEC 23	JAN 24	-49	-47	-13	-10	0	Eased
	DEC 23	FEB 24	-79	-67	-16	-20	-34	Eased
	DEC 23	MAR 24	-83	-76	-9	-30	-34	Eased
	JAN 24	FEB 24	-30	-20	-3	-10	-34	Eased
	JAN 24	MAR 24	-34	-29	4	-20	-34	Eased
	FEB 24	MAR 24	-4	-9	7	-10	0	Tightened
Atlantic Spread (US-EU)	DEC 23	DEC 23	353	338	297	93	26	Tightened
	JAN 24	JAN 24	393	371	296	95	10	Tightened
	FEB 24	FEB 24	335	321	281	97	10	Tightened
	MAR 24	MAR 24	279	266	261	101	10	Tightened
ARC Spread (Rebar - Scrap)	DEC 23	DEC 23	190	179	187	189	266	Tightened
	JAN 24	JAN 24	191	178.5	192.5	189	266	Tightened
	FEB 24	FEB 24	192	182.5	194	190.5	267	Tightened
	MAR 24	MAR 24	191.5	195.5	195.5	189	272.5	Eased

Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME \$CRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	1044	490	646	385	547	573	Current
	1033	495	648	385	550	570	T-1W
	994	490	611	380	550	566	T-1M
	748	445	633	375	556	563	T-3M
	770	440	771	371	533	602	T-6M
	782	430	633	376	574	644	T-12M
	824	460	646	385	673	650	YTD

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