

**12/12/2023**

## Turkish Scrap

Turkish deepsea import ferrous scrap prices were unchanged on Dec. 11, as sources reported minimal change in market fundamentals in a quiet start to the week. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$425.75/mt CFR Dec. 11, unchanged on day. Market participants largely shared indicative tradable values for premium HMS 1/2 (80:20) at unchanged levels and reported limited market activity on the day. “We are at a critical point for Turkish finished steel sales and they have become sluggish at these levels, so I personally believe the mills will hold firm and not increase prices further,” an EU trader said. Platts assessed Turkish exported rebar at \$605/mt FOB Dec. 11, unchanged on day, with Turkish mills reporting limited finished steel sale activity on the day as hiked offers of between \$610- \$630/mt FOB failed to garner sales. “The [scrap] sellers will also be content with this price level because this steep hike in prices is resulting in possible losses in their previous round of sales [at lower levels] due to tight availability and higher collection costs,” the EU trader added.

HMS collection costs in the Benelux region continued to be shared at the elevated levels of Eur330/mt delivered and above on Dec. 11. The euro continued to devalue against the dollar, which could help soften European offers of ferrous scrap into Turkey. Platts assessed the euro at \$1.0746 Dec. 11, depreciating from a recent peak of \$1.0987 on Nov. 28. “We will hear more deals, but things will go more smoothly I assume,” a Turkish mill source said, suggesting that there were not many factors that could influence the market to the upside or the downside in the near-term. However, a trader said that the US market, which largely drove the recent rally, could continue to provide near-term bullish price sentiment in Turkey. US ferrous scrap price negotiations for December-delivered volumes stalled at the end of the week to Dec. 8, as some buyers balked at offer levels, but discussions were expected to quickly resume this week. Platts assessed heavy melting scrap delivered Midwest at \$370-\$380/lt Dec. 8, unchanged on the day, but up \$25/lt from Dec. 1, one week prior. (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*	425.75	0.00	419.07
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	605.00	0.00	598.29
US HRC CRU *CHG WoW*	1044.00	76.00	1044.00

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Dec-23	424	430	427
Jan-24	421	427	424
Feb-24	423	429	426
Q1-24	422	428	425
Q2-24	420	426	423
Q3-24	419	425	422

US HRC USD/short ton			
	Bid	Ask	Value
Dec-23	1065	1075	1070
Jan-24	1110	1120	1115
Feb-24	1060	1070	1065
Q1-24	1055	1065	1060
Q2-24	905	915	910
Q3-24	850	860	855

LME REBAR FOB TK			
	Bid	Ask	Value
Dec-23	602	612	607
Jan-24	604	614	609
Feb-24	606	616	611
Q1-24	604	614	609
Q2-24	607	617	612
Q3-24	608	618	613

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Dec-23	695	705	700
Jan-24	730	740	735
Feb-24	725	735	730
Q1-24	725	735	730
Q2-24	715	725	720
Q3-24	730	740	735

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Dec-23	556	566	561
Jan-24	575	585	580
Feb-24	590	600	595
Q1-24	586	596	591
Q2-24	592	602	597
Q3-24	593	603	598

BUSHELING			
	Bid	Ask	Value
Jan-24	535	545	540
Feb-24	545	555	550
Mar-24	545	555	550
Q1-24	540	550	545
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	DEC 23	JAN 24	-46	-67	-30	-25	-8	Tightened
	DEC 23	FEB 24	1	-17	4	-32	7	Tightened
	DEC 23	MAR 24	67	38	51	-46	7	Tightened
	JAN 24	FEB 24	47	50	34	-7	15	Eased
	JAN 24	MAR 24	113	105	81	-21	15	Tightened
	FEB 24	MAR 24	66	55	47	-14	0	Tightened
EU HRC	DEC 23	JAN 24	-30	-30	-17	-5	-25	Unchanged
	DEC 23	FEB 24	-30	-25	-19	-10	-25	Eased
	DEC 23	MAR 24	-25	-25	-20	-15	-25	Unchanged
	JAN 24	FEB 24	0	5	-2	-5	0	Eased
	JAN 24	MAR 24	5	5	-3	-10	0	Unchanged
	FEB 24	MAR 24	5	0	-1	-5	0	Tightened
Atlantic Spread (US-EU)	DEC 23	DEC 23	376	328	325	96	27	Tightened
	JAN 24	JAN 24	392	365	338	116	10	Tightened
	FEB 24	FEB 24	345	320	302	118	-5	Tightened
	MAR 24	MAR 24	284	265	254	127	-5	Tightened
ARC Spread (Rebar - Scrap)	DEC 23	DEC 23	183	176	181	191	281.5	Tightened
	JAN 24	JAN 24	185.5	185	187.5	193	283	Tightened
	FEB 24	FEB 24	183.5	186	200.5	191.5	283	Eased
	MAR 24	MAR 24	177	190	203	189	272.5	Eased

## Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME SCRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	1072	540	700	424	567	607	Current
	1028	530	700	423	556	599	T-1W
	1030	528	655	402	583	583	T-1M
	761	455	644	389	568	580	T-3M
	813	474	682	378	544	592	T-6M
	792	425	630	380	592	662	T-12M
	824	450	646	382	677	650	YTD

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