

13/12/2023

Turkish Scrap

Turkish imported deepsea scrap prices moved sideways, with further direction unclear, as mills were less active in the market following the booking campaign seen until the end of last week. No new deals closed after Dec. 8 were confirmed, as the interest from Turkish buyers has waned. Still, some 15 deepsea deals, closed until Dec. 8, have been heard in the market so far this month, with the last two heard on the day. One with UK-origin HMS 1/2 (80:20) at \$419/mt CFR Iskenderun, which was confirmed. The other one was reported at \$425/mt CFR Turkey for ex-Baltic HMS 1/2 (80:20) but further details were not confirmed. It is possible that scrap trade into Turkey may remain subdued in the week as “a lot of mills have bought cargoes for January,” a Baltic recycler said. He thought that \$425/mt CFR Turkey was still workable for Baltic cargoes, in line with the last reported deals for that origin. He expected no immediate price drop because “the scrap flow is also very slow at the moment.”

“I don’t expect any big movement in the market this week,” a Marmara mill source said, adding that the price points seen in the aforementioned UK and Baltic deals were still reflective of the market. Some suppliers were still waiting to see whether Turkish buyers would return to the market and allow for prices to be in the high \$420s or even \$430/mt CFR for premium HMS 1/2 (80:20). Baltic offers were heard at \$430/mt CFR, with recyclers hoping to get \$427-\$428/mt CFR, a scrap supplier said. US offers were even heard above \$430/mt CFR, despite no interest from buyers. An Iskenderun mill source said he did not expect further price upturn. He was not convinced that even \$425/mt CFR Turkey was still workable. “The appetite is weak this week,” he added. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$425/mt CFR Dec. 12, down 75 cents on day. (Platts)

Market Rates

PRODUCT (WoW = Week on Week)	LAST	CHG	MTD AVG
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt) *CHG 1D*	425.00	-0.75	419.81
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	605.00	0.00	599.13
US HRC CRU *CHG WoW*	1044.00	76.00	1044.00

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Dec-23	419	425	422
Jan-24	415	421	418
Feb-24	417	423	420
Q1-24	417	423	420
Q2-24	416	422	419
Q3-24	417	423	420

US HRC USD/short ton			
	Bid	Ask	Value
Dec-23	1060	1070	1065
Jan-24	1105	1115	1110
Feb-24	1060	1070	1065
Q1-24	1053	1063	1058
Q2-24	900	910	907
Q3-24	850	860	857

LME REBAR FOB TK			
	Bid	Ask	Value
Dec-23	597	607	602
Jan-24	602	612	607
Feb-24	602	612	607
Q1-24	602	612	607
Q2-24	606	616	611
Q3-24	607	617	612

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Dec-23	685	695	690
Jan-24	730	740	735
Feb-24	725	735	730
Q1-24	725	735	730
Q2-24	715	725	720
Q3-24	735	745	740

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Dec-23	562	572	567
Jan-24	574	584	579
Feb-24	590	600	595
Q1-24	586	596	591
Q2-24	592	602	597
Q3-24	594	604	599

BUSHELING			
	Bid	Ask	Value
Jan-24	550	560	555
Feb-24	550	560	555
Mar-24	545	555	550
Q1-24	543	553	548
Q2-24	535	545	540
Q3-24	530	540	537

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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	-47	-41	-35	-29	-8	Eased
	DEC 23	FEB 24	0	1	1	-33	7	Eased
	DEC 23	MAR 24	75	62	47	-50	7	Tightened
	JAN 24	FEB 24	47	42	36	-4	15	Tightened
	JAN 24	MAR 24	122	103	82	-21	15	Tightened
	FEB 24	MAR 24	75	61	46	-17	0	Tightened
EU HRC	DEC 23	JAN 24	-25	-30	-20	-4	-30	Tightened
	DEC 23	FEB 24	-35	-20	-27	-5	-30	Eased
	DEC 23	MAR 24	-25	-20	-23	-15	-30	Eased
	JAN 24	FEB 24	-10	10	-7	-1	0	Eased
	JAN 24	MAR 24	0	10	-3	-11	0	Eased
	FEB 24	MAR 24	10	0	4	-10	0	Tightened
Atlantic Spread (US-EU)	DEC 23	DEC 23	374	351	333	82	33	Tightened
	JAN 24	JAN 24	396	362	348	107	11	Tightened
	FEB 24	FEB 24	339	330	305	110	-4	Tightened
	MAR 24	MAR 24	274	269	263	117	-4	Tightened
ARC Spread (Rebar - Scrap)	DEC 23	DEC 23	183	181	179	190.5	279.5	Tightened
	JAN 24	JAN 24	186	188.5	187	185	281	Eased
	FEB 24	FEB 24	190	191.5	202	189.5	281	Eased
	MAR 24	MAR 24	189.5	196.5	205.5	184.5	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	1067	562	690	422	567	605	Current
	1061	530	710	427	562	608	T-1W
	1035	528	655	405	578	594	T-1M
	747	456	642	395	564	586	T-3M
	826	480	682	383	553	602	T-6M
	793	415	630	380	600	660	T-12M
	824	450	646	382	677	650	YTD

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