

**15/12/2023**

## Turkish Scrap

Turkish deepsea import ferrous scrap prices were unchanged on Dec. 14, as Turkish mills attempted to pressure prices amid a market pause while sellers remained firm due to collection costs, sources said. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$425/mt CFR Dec. 14, unchanged on day. Indicative tradable values for US/Baltic-origin or premium HMS 1/2 (80:20) were largely reported at \$425/mt CFR. Indicative workable values for EU-origin HMS 1/2 (80:20) were mostly reported at \$420/mt CFR, which Platts normalized to a premium HMS 1/2 (80:20) equivalent of \$425/mt CFR. The Turkish mills were heard to have sufficiently imported ferrous scrap from the deepsea market in recent weeks and could use the pause in activity to attempt to pressure prices down.

“Nothing has changed and both the mills and the sellers have time to wait,” a Turkish mill source said, with other market participants suggesting a similar scenario in the market. Bids for HMS 1/2 (80:20) were reported at \$410/mt CFR but were largely considered unworkable for sellers on the day. “It’s getting really difficult to predict the market, despite the bids at \$410/mt CFR, there are no offers there,” an agent source said, stating that workable levels for EU-origin HMS 1/2 (80:20) would remain at \$420/mt CFR due to elevated collection costs in the region. The agent source and a European recycler shared HMS collection costs in the Benelux region at Eur340/mt delivered to the docks Dec. 14, up Eur10/mt on week. The Euro also strengthened sharply on the day, appreciating to \$1.0997 Dec. 14 from \$1.0789 Dec. 13, according to data from S&P Global Commodity Insights. The European recycler, however, shared negative near-term price sentiment for HMS 1/2 (80:20) exports into Turkey, largely due to a lack of demand for scrap following a slowdown in Turkish rebar sales domestically. Domestic sales of Turkish rebar were heard to weaken this week, with the mills struggling to achieve rebar sales above \$620- \$630/mt EXW. Platts assessed Turkish exported rebar at \$605/mt FOB on Dec. 14, unchanged on day, with activity in the export market also heard to be limited. (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*	425.00	0.00	420.85
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	605.00	0.00	600.30
US HRC CRU *CHG WoW*	1067.00	23.00	1055.50

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Dec-23	420	426	423
Jan-24	424	430	427
Feb-24	426	432	429
Q1-24	425	431	428
Q2-24	421	427	424
Q3-24	420	426	423

US HRC USD/short ton			
	Bid	Ask	Value
Dec-23	1060	1070	1065
Jan-24	1105	1115	1110
Feb-24	1070	1080	1075
Q1-24	1058	1068	1063
Q2-24	900	910	905
Q3-24	850	860	857

LME REBAR FOB TK			
	Bid	Ask	Value
Dec-23	600	610	605
Jan-24	606	616	611
Feb-24	606	616	611
Q1-24	607	617	612
Q2-24	610	620	615
Q3-24	612	622	617

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Dec-23	680	690	685
Jan-24	715	725	720
Feb-24	710	720	715
Q1-24	710	720	717
Q2-24	705	715	712
Q3-24	700	710	705

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Dec-23	563	573	568
Jan-24	575	585	580
Feb-24	591	601	596
Q1-24	584	594	589
Q2-24	591	601	596
Q3-24	590	600	595

BUSHELING			
	Bid	Ask	Value
Jan-24	560	570	565
Feb-24	560	570	565
Mar-24	555	565	560
Q1-24	553	563	558
Q2-24	540	550	543
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	-53	-48	-28	-33	-8	Eased
	DEC 23	FEB 24	-14	5	3	-42	7	Eased
	DEC 23	MAR 24	61	69	58	-52	7	Eased
	JAN 24	FEB 24	39	53	31	-9	15	Eased
	JAN 24	MAR 24	114	117	86	-19	15	Eased
	FEB 24	MAR 24	75	64	55	-10	0	Tightened
EU HRC	DEC 23	JAN 24	-32	-31	-20	-5	-10	Eased
	DEC 23	FEB 24	-31	-30	-20	-5	-10	Eased
	DEC 23	MAR 24	-25	-30	-17	-14	-10	Tightened
	JAN 24	FEB 24	1	1	0	0	0	Unchanged
	JAN 24	MAR 24	7	1	3	-9	0	Tightened
	FEB 24	MAR 24	6	0	3	-9	0	Tightened
Atlantic Spread (US-EU)	DEC 23	DEC 23	381	370	323	75	35	Tightened
	JAN 24	JAN 24	402	387	331	103	33	Tightened
	FEB 24	FEB 24	364	335	300	112	18	Tightened
	MAR 24	MAR 24	295	271	248	113	18	Tightened
ARC Spread (Rebar - Scrap)	DEC 23	DEC 23	178.5	179	182	183.5	278	Eased
	JAN 24	JAN 24	187	187	182	191	283.5	Unchanged
	FEB 24	FEB 24	183	186	188.5	192	283.5	Eased
	MAR 24	MAR 24	182	187	197.5	188	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	1068	560	685	425	568	605	Current
	1070	545	700	430	575	609	T-1w
	1028	535	652	408	580	590	T-1M
	750	457	638	404	570	587	T-3M
	837	469	680	394	564	595	T-6M
	815	435	658	383	594	661	T-12M
	824	450	646	382	677	650	YTD

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