

11/01/2024

Turkish Scrap

Turkish deepsea import ferrous scrap prices were unchanged on Jan. 10, as Turkish mills resumed imports from the shortsea as deepsea seller targets strengthened. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$427.50/mt CFR Jan. 10, up \$2.50 from Jan. 9. A Venezuela-origin deal was confirmed as booked by an Izmir mill, with HMS 1/2 (80:20) at \$424/mt CFR for February shipment. Platts normalized the deal to a premium HMS 1/2 (80:20) equivalent of \$427.50/mt CFR on the day, based on prevailing market feedback on quality differentials. Market sources largely considered the deal repeatable on the day, and indicative tradable values for US/Baltic-origin or premium HMS 1/2 (80:20) were mostly clustered between \$427- \$428/mt CFR. A Baltic-origin deal was also heard booked on Jan. 8 by an Izmir mill, with HMS 1/2 (80:20) at \$420/mt CFR.

A UK-origin deal was reported as booked by a Marmara mill with 20,000 mt of HMS 1/2 (80:20) and 15,000 mt of shredded and bonus scrap at an average price of \$430/mt CFR, but the timing of the deal was unclear. "Several mills are still yet to book, so some sellers are waiting," an EU-based trader said, adding that a US-based recycler was refraining from offering in order to target \$435/mt CFR in the near term. Other indicative offers for US-origin HMS 1/2 (80:20) were reported at \$430-\$432/mt CFR, although Turkish mills were heard resisting these levels. "There are more sellers than buyers in total, so I do not think the mills will pay [\$430-\$432/mt CFR] yet," an agent source said. Elsewhere, Turkish mills were also heard booking from the shortsea on Jan. 10, with deals for Romania and Bulgaria-origin scrap heard booked at \$403/mt CFR. A top-up deal totaling 2,000 mt for Croatia-origin shortsea scrap was also booked on Jan. 10 by an Izmir mill at \$405/mt CFR. "I expect possible further increases next week," a shortsea supplier said. Platts assessed Turkish imports of shortsea scrap at \$403/mt CFR Jan. 10, up \$5.50 on the day. The futures contract for Turkish import ferrous scrap on the London Metal Exchange, which settles basis Platts, continued to highlight futures traders expectations of a slight correction in prices in the near-term. Platts assessed the LME January contract at \$417.50/mt Jan. 10, unchanged on the day, while the February scrap contract weakened by \$5 on the day to \$408/mt on Jan. 10. The March and April contracts both fell \$2 on the day to \$412.50/mt on Jan. 10.(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*	427.50	2.50	421.32
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	610.00	0.00	602.57
US HRC CRU *CHG WoW*	1096.00	-2.00	1097.00

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Jan-24	414	420	417
Feb-24	405	411	408
Mar-24	407	413	410
Q1-24	408	414	411
Q2-24	407	413	410
Q3-24	407	413	410

US HRC USD/short ton			
	Bid	Ask	Value
Jan-24	1075	1085	1080
Feb-24	915	925	920
Mar-24	825	835	830
Q1-24	938	948	943
Q2-24	815	825	822
Q3-24	815	825	818

LME REBAR FOB TK			
	Bid	Ask	Value
Jan-24	593	603	598
Feb-24	590	600	595
Mar-24	595	605	600
Q1-24	592	602	597
Q2-24	596	606	601
Q3-24	598	608	603

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Jan-24	710	720	715
Feb-24	715	725	720
Mar-24	710	720	715
Q1-24	710	720	717
Q2-24	705	715	708
Q3-24	695	705	701

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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	JAN 24	FEB 24	143	-8	45	-5	5	Tightened
	JAN 24	MAR 24	234	85	114	-17	3	Tightened
	JAN 24	APR 24	247	159	180	-18	-1	Tightened
	FEB 24	MAR 24	91	93	69	-12	-2	Eased
	FEB 24	APR 24	104	167	135	-13	-6	Eased
	MAR 24	APR 24	13	74	66	-1	-4	Eased
EU HRC	JAN 24	FEB 24	-10	-6	0	-5	0	Eased
	JAN 24	MAR 24	-3	4	5	-13	0	Eased
	JAN 24	APR 24	0	10	10	-20	130	Eased
	FEB 24	MAR 24	7	10	5	-8	0	Eased
	FEB 24	APR 24	10	16	10	-15	130	Eased
	MAR 24	APR 24	3	6	5	-7	130	Eased
Atlantic Spread (US-EU)	JAN 24	JAN 24	358	384	390	171	45	Eased
	FEB 24	FEB 24	205	386	345	171	40	Eased
	MAR 24	MAR 24	121	303	281	175	42	Eased
	APR 24	APR 24	111	235	220	169	176	Eased
ARC Spread (Rebar - Scrap)	JAN 24	JAN 24	185	177.5	182	206	267	Tightened
	FEB 24	FEB 24	190	180	183	205	269.5	Tightened
	MAR 24	MAR 24	193	179	180.5	215	269.5	Tightened
	APR 24	APR 24	188	183	187.5	204.5	265	Tightened

Front Month Price Grid

Field	US HRC	US BOS	NW EUR HRC	LME SCRAP TK	LME HRC FOB	LME REBAR TK	Timeframe
PRICE	1078	495	715	415	571	599	Current
	1099	545	715	419	586	596	T-1W
	1120	540	700	427	586	609	T-1M
	821	480	618	380	545	586	T-3M
	811	460	660	379	546	580	T-6M
	835	455	722	406	658	673	T-12M
	1135	550	685	406	576	600	YTD

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