

22/01/2024

Turkish Scrap

Turkish deepsea import ferrous scrap prices stood unchanged Jan. 19, with near-term market sentiment steady to slightly bearish among market participants.

Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$421/mt CFR Jan. 19, down \$1/mt day on day. Market participants largely shared indicative tradable values for US/Baltic-origin HMS 1/2 (80:20) at \$420-\$422/mt CFR on the day. A US-origin deal was heard to be booked Jan. 18 by a Marmara mill, with HMS 1/2 (80:20) at \$421/mt CFR, but could not be confirmed on the day.

"I think we could see below \$420/mt CFR soon due to the mills' willingness to wait it out, and supply temporarily outstripping demand for now," a Turkish trader said.

"There are a lot of offers," a Turkish mill source said. "It doesn't mean that the market will collapse, but it definitely cannot remain around \$420/mt CFR."

US-origin offers for HMS 1/2 (80:20) were reported at \$425/mt CFR on the day. Elsewhere, market participants began to share softer tradable value indications for Romania-origin shortsea scrap, suggesting that the Turkish mills could achieve \$395-\$397/mt CFR for the material.

An offer for shortsea scrap was also reported at \$405/mt CFR on the day, but the origin was unknown. Platts assessed Turkish imports of shortsea scrap at \$395/mt CFR Jan. 19, down \$5/mt day on 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*	421.00	-1.00	422.16
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	610.00	0.00	606.21
US HRC CRU *CHG WoW*	1077.00	-19.00	1090.33

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Jan-24	416	422	419
Feb-24	404	410	407
Mar-24	396	402	399
Q1-24	405	411	408
Q2-24	394	400	397
Q3-24	393	399	396

US HRC USD/short ton			
	Bid	Ask	Value
Jan-24	1065	1075	1070
Feb-24	925	935	930
Mar-24	835	845	840
Q1-24	942	952	947
Q2-24	825	835	830
Q3-24	835	845	840

LME REBAR FOB TK			
	Bid	Ask	Value
Jan-24	599	609	604
Feb-24	601	611	606
Mar-24	599	609	604
Q1-24	600	610	605
Q2-24	599	609	604
Q3-24	598	608	603

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Jan-24	720	730	725
Feb-24	750	760	755
Mar-24	730	740	735
Q1-24	735	745	738
Q2-24	710	720	715
Q3-24	710	720	715

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Jan-24	565	575	570
Feb-24	571	581	576
Mar-24	578	588	583
Q1-24	571	581	576
Q2-24	580	590	585
Q3-24	590	600	595

BUSHELING			
	Bid	Ask	Value
Feb-24	480	490	485
Mar-24	475	485	480
Apr-24	465	475	470
Q2-24	473	483	478
Q3-24	460	470	467
Q4-24	460	470	465

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com

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	134	113	37	1	-5	Tightened
	JAN 24	MAR 24	234	195	133	8	-7	Tightened
	JAN 24	APR 24	240	220	198	18	-11	Tightened
	FEB 24	MAR 24	100	82	96	7	-2	Tightened
	FEB 24	APR 24	106	107	161	17	-6	Eased
	MAR 24	APR 24	6	25	65	10	-4	Eased
EU HRC	JAN 24	FEB 24	-19	9	5	-10	0	Eased
	JAN 24	MAR 24	-1	24	2	-15	0	Eased
	JAN 24	APR 24	3	19	5	-19	130	Eased
	FEB 24	MAR 24	18	15	-3	-5	0	Tightened
	FEB 24	APR 24	22	10	0	-9	130	Tightened
	MAR 24	APR 24	4	-5	3	-4	130	Tightened
Atlantic Spread (US-EU)	JAN 24	JAN 24	340	352	421	208	25	Eased
	FEB 24	FEB 24	187	248	389	197	30	Eased
	MAR 24	MAR 24	105	181	290	185	32	Eased
	APR 24	APR 24	103	151	228	171	166	Eased
ARC Spread (Rebar - Scrap)	JAN 24	JAN 24	190	182	185	184.5	265.5	Tightened
	FEB 24	FEB 24	202	189.5	187	191	265.5	Tightened
	MAR 24	MAR 24	201	190.5	188.5	189.5	265.5	Tightened
	APR 24	APR 24	203	193.5	191.5	193	265	Tightened

Front Month Price Grid

Field	US HRC	US BUS	NW EUR HRC	LME SCRAP TK	LME HRC FOB	LME REBAR TK	TimeFrame
PRICE	1070	480	725	418	570	602	Current
	1076	495	724	419	568	601	T-1W
	1126	547	685	415	580	600	T-1M
	858	490	612	381	550	565	T-3M
	796	470	654	363	557	570	T-6M
	815	454	724	409	662	675	T-12M
	1135	550	685	406	576	600	YTD

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com