

24/01/2024

## Turkish Scrap

Turkish deepsea import ferrous scrap prices were unchanged Jan. 23, as market participants continued to report a wide range of tradable value indications, while US recyclers remained firm. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$418.50/mt CFR Jan. 23, unchanged on day. Indicative tradable values for US/Baltic-origin or premium HMS 1/2 (80:20) were shared between \$415-\$420/mt CFR on the day. "I don't see a lot of change in the market, so I expect steady pricing, most Turkish mills seem to have covered their inventories, but the sellers still have limited scrap available," an EU recycler said. "The [HMS] collection prices are easily Eur340/mt delivered to the docks [in the Benelux region]." A Baltic recycler also shared HMS collection costs at Eur347/mt delivered to the docks Jan. 23, up Eur2/mt on week, with Baltic collection rates continuing to be reported as desperately slow "January and February typically sees low volumes coming to the yards, so prices will bounce back a bit.

Nobody [in our region] wants to sell lower because we feel there is no availability," the Baltic recycler said. Meanwhile, US recyclers were heard to target a minimum of \$420/mt CFR and above for HMS 1/2 (80:20). However, the buy-side remained largely withdrawn from the market and continued to pressure the sell side with a market pause. "I don't expect to see much activity this week, and some of the sellers might drop further, but let's see what happens," a Turkish mill source said, citing an indicative workable value for EU/Baltic-origin HMS 1/2 (80:20) at \$415-\$420/mt CFR on the day. The Turkish mill source also reported domestic rebar sales at \$630-\$640/mt EXW in the Iskenderun region, while domestic sales in the Izmir region were heard between \$620-\$630/mt EXW. Platts assessed Turkish exported rebar at \$615/mt FOB on Jan. 23, up \$5/mt on day, with offers heard between \$620-\$640/mt FOB. The outright scrap to rebar spread was assessed at \$196.50/mt FOB on the day, widening from \$184/mt Jan. 16, one week prior, with market chatter that a recent increase in Turkish wages would add around \$10/mt to steel production costs in Turkey. (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*	418.50	0.00	421.70
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	615.00	5.00	607.00
US HRC CRU *CHG WoW*	1077.00	-19.00	1090.33

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Jan-24	417	423	420
Feb-24	403	409	406
Mar-24	398	404	401
Q1-24	406	412	409
Q2-24	397	403	400
Q3-24	397	403	400

US HRC USD/short ton			
	Bid	Ask	Value
Jan-24	1065	1075	1070
Feb-24	950	960	955
Mar-24	845	855	850
Q1-24	953	963	958
Q2-24	840	850	843
Q3-24	845	855	850

LME REBAR FOB TK			
	Bid	Ask	Value
Jan-24	602	612	607
Feb-24	604	614	609
Mar-24	604	614	609
Q1-24	603	613	608
Q2-24	604	614	609
Q3-24	604	614	609

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Jan-24	720	730	725
Feb-24	760	770	765
Mar-24	740	750	745
Q1-24	740	750	745
Q2-24	720	730	723
Q3-24	725	735	730

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Jan-24	568	578	573
Feb-24	583	593	588
Mar-24	587	597	592
Q1-24	579	589	584
Q2-24	597	607	602
Q3-24	601	611	606

BUSHELING			
	Bid	Ask	Value
Feb-24	475	485	480
Mar-24	470	480	475
Apr-24	470	480	475
Q2-24	472	482	477
Q3-24	470	480	475
Q4-24	470	480	475

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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	99	148	37	11	-5	Eased
	JAN 24	MAR 24	213	230	133	-4	-7	Eased
	JAN 24	APR 24	234	240	198	6	-11	Eased
	FEB 24	MAR 24	114	82	96	-15	-2	Tightened
	FEB 24	APR 24	135	92	161	-5	-6	Tightened
	MAR 24	APR 24	21	10	65	10	-4	Tightened
EU HRC	JAN 24	FEB 24	-35	-11	5	-8	0	Eased
	JAN 24	MAR 24	-20	2	2	-15	0	Eased
	JAN 24	APR 24	-5	6	5	-16	130	Eased
	FEB 24	MAR 24	15	13	-3	-7	0	Tightened
	FEB 24	APR 24	30	17	0	-8	130	Tightened
	MAR 24	APR 24	15	4	3	-1	130	Tightened
Atlantic Spread (US-EU)	JAN 24	JAN 24	338	358	421	213	10	Eased
	FEB 24	FEB 24	204	199	389	194	15	Tightened
	MAR 24	MAR 24	105	130	290	202	17	Eased
	APR 24	APR 24	99	124	228	191	151	Eased
ARC Spread (Rebar - Scrap)	JAN 24	JAN 24	195	189	185	190.3	260.5	Tightened
	FEB 24	FEB 24	202	199	187	188	260.5	Tightened
	MAR 24	MAR 24	209.5	203	188.5	191.5	260.5	Tightened
	APR 24	APR 24	208.5	204	191.5	196	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	420	573	610	Current
	1070	490	712	416	571	605	T-1W
	1126	547	685	415	580	600	T-1M
	867	500	611	378	560	569	T-3M
	793	475	654	370	557	570	T-6M
	800	455	722	412	646	673	T-12M
	1135	550	685	406	576	600	YTD

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