

25/01/2024

## Turkish Scrap

Turkish deepsea scrap market slows as mills secure February shipments Deepsea HMS 1/2 (80:20) declines on two deals. Premium suppliers stick to higher offers. Turkey-based buyers keep up pressure. Two more deals were reported in the Turkish ferrous scrap market on the day on Jan. 24, with both having closed the day prior. The first cargo of UK origin for 22,000/mt heavy melting scrap 1/2 (80:20) was booked by a Marmara mill at \$412/mt CFR, for shipment in the second half of February. The second deal was reported at \$413-\$414/mt CFR Marmara for Venezuelan HMS 1/2 (80:20) for March loading. As no US or Baltic HMS 1/2 (80:20) cargoes were reported on the day on Jan. 24, sources indicated tradable values between \$415-\$420/mt CFR Turkey.

Despite some more bearish sentiment spread by the buy-side, the scrap recyclers were reluctant to give discounts, especially for premium quality heavy melting scrap 1/2 (80:20). Meanwhile, the Turkish rebar market saw a more bullish picture recently, with firmer prices playing against dropping scrap prices for Turkish mills. Offers for the US-origin HMS 1/2 (80:20) were heard between \$425-\$428/mt CFR Turkey, an agent said. A Europe-based recycler saw no space to cut his offers for Turkey, with the collection cost of the new material at Eur335- 340/mt (\$365-\$371/mt) to the docks. The recycler said that the UK and Venezuelan trades were not workable for him. However, two other Europe-based recyclers reckoned that the two deals were generally in line with the market prices. Platts assessed Turkish imports of premium heavy melting scrap 1/2 (80:20) at \$417/mt CFR Jan. 24, down \$1.50 from Jan. 23. Platts is part of S&P Global Commodity Insights. (Platts)

# Market Rates

PRODUCT (WoW = Week on Week)	LAST	CHG	MTD AVG
Platts TSI HMS 1/2 80:20 CFR Turkey (\$/mt) *CHG 1D*	417.00	-1.50	421.43
Platts Steel Rebar FOB Turkey (\$/mt) *CHG 1D*	615.00	0.00	607.47
US HRC CRU *CHG WoW*	1083.00	6.00	1088.50

LME HMS 80:20 CFR TK			
	Bid	Ask	Value
Jan-24	417	423	420
Feb-24	409	415	412
Mar-24	405	411	408
Q1-24	410	416	413
Q2-24	403	409	406
Q3-24	403	409	406

US HRC USD/short ton			
	Bid	Ask	Value
Jan-24	1080	1090	1085
Feb-24	965	975	970
Mar-24	855	865	860
Q1-24	967	977	972
Q2-24	840	850	843
Q3-24	845	855	848

LME REBAR FOB TK			
	Bid	Ask	Value
Jan-24	610	620	615
Feb-24	616	626	621
Mar-24	614	624	619
Q1-24	613	623	618
Q2-24	611	621	616
Q3-24	609	619	614

NWE HRC EUR/metric ton			
	Bid	Ask	Value
Jan-24	720	730	727
Feb-24	760	770	765
Mar-24	740	750	745
Q1-24	740	750	746
Q2-24	720	730	723
Q3-24	710	720	717

LME HRC FOB TIANJIN CHINA USD/mt			
	Bid	Ask	Value
Jan-24	569	579	574
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	475	485	480
Apr-24	475	485	480
Q2-24	475	485	480
Q3-24	475	485	478
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	108	140	37	7	-5	Eased
	JAN 24	MAR 24	229	234	133	3	-7	Eased
	JAN 24	APR 24	251	242	198	20	-11	Tightened
	FEB 24	MAR 24	121	94	96	-4	-2	Tightened
	FEB 24	APR 24	143	102	161	13	-6	Tightened
	MAR 24	APR 24	22	8	65	17	-4	Tightened
EU HRC	JAN 24	FEB 24	-35	-15	5	-10	0	Eased
	JAN 24	MAR 24	-20	-4	2	-15	0	Eased
	JAN 24	APR 24	0	15	5	-16	130	Eased
	FEB 24	MAR 24	15	11	-3	-5	0	Tightened
	FEB 24	APR 24	35	30	0	-6	130	Tightened
	MAR 24	APR 24	20	19	3	-1	130	Tightened
Atlantic Spread (US-EU)	JAN 24	JAN 24	353	345	421	230	16	Tightened
	FEB 24	FEB 24	210	190	389	213	21	Tightened
	MAR 24	MAR 24	104	107	290	212	23	Eased
	APR 24	APR 24	102	118	228	194	157	Eased
ARC Spread (Rebar - Scrap)	JAN 24	JAN 24	198	190.5	185	190	270	Tightened
	FEB 24	FEB 24	205	201.5	187	189	266.5	Tightened
	MAR 24	MAR 24	212.5	201.5	188.5	191.5	266.5	Tightened
	APR 24	APR 24	211	208	191.5	196.5	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	1083	480	727	421	574	613	Current
	1070	480	725	415	570	606	T-1W
	1126	547	685	415	580	600	T-1M
	885	500	610	378	555	568	T-3M
	805	475	655	370	576	570	T-6M
	806	455	722	417	647	687	T-12M
	1135	550	685	406	576	600	YTD

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