

HOT MARKET TRENDS

Tata Port Talbot hit by overnight fire

A fire broke out overnight 4 Jun on a Tata Steel processing line at Port Talbot. Mid & West Wales Fire Service still on site through the day, all personnel accounted for. Unrelated to the recent gas-holder demolition. Adds a near-term UK supply wobble on top of an already-firm UK HRC market at **£700/mt DDP West Midlands** (+£185 YTD).

Kardemir prints both sides: scrap booked + billet sold

Karabuk-based **Kardemir** booked a deepsea scrap cargo this week and simultaneously printed **81,600 mt of billet at \$525/mt ex-works** — \$5/mt softer than the May settle. Mill economic remains under water (scrap-rebar spread \$184/mt), but Kardemir is actively running both sides of the metallics-to-billet flow.

Azerbaijan greenlights 2 Mt/yr HBI at Shamkir

Tenova flagged on 9 Jun that **Azerbaijan Metal Company** will build a **2 million mt/yr HBI facility** in Shamkir. Material new regional metallics capacity pipelined into the Med basin — anchors the longer-term HBI vs scrap parity narrative across EU/Turkish EAF demand.

MARKET COMMENTARY

STEEL SCRAP

- **Turkey (deepsea):** HMS 80:20 CFR edged lower w/w to **\$406/mt**, with workable levels on US and premium-origin parcels in the **mid-high \$400s/mt CFR** (\$407–410). Kardemir's June deepsea purchase keeps the buy-side ticking over; mill economics stay pressed on the **\$184/mt** scrap-rebar gap (rebar \$610 FOB vs \$580 bid talk).
- **Bangladesh + Pakistan (deepsea bulk):** Pakistan picked up UK/EU-origin shredded in the **low \$400s/mt CFR** (\$415 Port Qasim) — the cleanest deepsea print on the desk. HMS 90:10 quoted in similar territory (\$400 Karachi). Bangladesh stays an active end-destination, with a Japanese H2 parcel (**20kt at ¥54,506/mt FAS**) understood routed there.
- **Asian deepsea flow:** East Asia HMS 80:20 CFR drifted to the **mid \$390s** (\$394/mt, Phu My basis) — softer w/w. Vietnamese buyers leaning toward smaller bulk lifts rather than full deepsea cargoes through Q2. Atlantic support holding firm — shredded FOB East Coast \$390.50, HMS FOB East Coast \$370.50 — US sellers comfortable holding inventory with no real pressure to clear.

PHYSICAL / FFA

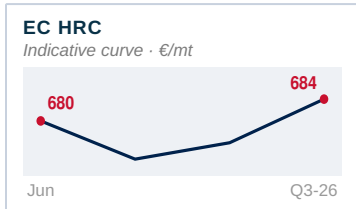
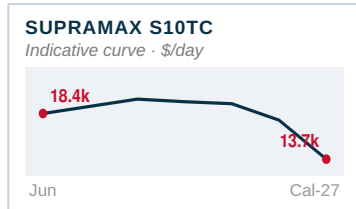
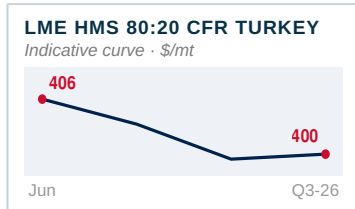
- **UMX / SMX:** Atlantic surged: **S4A** (USG–Skaw) added **+\$1,021 w/w** to **\$29,657/day**, **S1C** (USG–FE) gained **+\$728** to **\$28,214/day**. **S11TC** **\$20,449 (+\$429 w/w)**.
- **Handy:** **HS7TC** printed **\$15,629/day** (+\$64 d/d, **+\$236 w/w**) with the back end up. **HS4_38** (USG–Skaw) firmed **+\$304 w/w** to **\$18,561/day**, mirroring Atlantic Supramax tightening.
- **FFA S10TC paper curve** ripped higher across the board — Jun-26 **\$19,150 (+\$950 w/w)**, Jul-26 **\$19,900 (+\$1,000)**, Aug-26 **\$19,625 (+\$1,225)**, Q3-26 **\$19,425 (+\$1,000)**, Q4-26 **\$17,725 (+\$475)**, Cal-27 **\$13,675 (+\$100)**.

SCRAP FREIGHT ROUTES

ROUTE	SPOT	▲ W/W	JUN-26	JUL-26	Q3-26	CAL-27
NY → Iskenderun 7K (30kt)	\$45.50	+\$1.00	\$45.80	\$48.10	\$47.25	\$36.90
ARAG → Iskenderun 12TTL (35kt)	\$38.50	+\$1.00	\$38.75	\$40.70	\$40.00	\$31.20
S4A (USG → Skaw)	29,657	+1,021	29,657	30,994	30,566	25,391
HS4_38 (USG → Skaw)	18,561	+304	18,561	19,457	19,157	15,607

FFA · FERROUS & FUEL BENCHMARKS

MARKET	SPOT	▲ W/W	JUN-26	JUL-26	Q3-26	CAL-27
FFA S10TC (58dwt)	18,415	+429	19,150	19,900	19,425	13,675
FFA HS7TC	15,629	+236	15,725	16,525	16,225	12,675
Turkey Scrap (80:20)	406.0	-4.0	403.50	400.00	400.50	—
EU HRC (€/mt)	680	0	673	676	684	—
Rott. 0.5% (Spot-Fut.)	655	-79.5	619	609	589	518
Gib 0.5% (Spot)	710	-27	—	—	—	—



RECENT / TENDER / SALES

India (US/EU origin) — Shredded held flat at **very high \$380s/mt CFR Nhava Sheva** with no executable lift through the week.

Turkey + Pakistan + Japan — Turkish tradables in the **\$406–410 CFR** band; Kardemir fixed a June cargo. Pakistan lifted UK/EU shredded at **mid \$415s/mt CFR Port Qasim** (10 Jun); HMS 90:10 offered \$400 CFR Karachi. Japan Kanto H2 tender awarded ¥54,506/mt for 20kt — Bangladesh-bound.

FIXTURES · SCRAP & COMPETITIVE CARGOES

TC FIXTURES · ULTRAMAX

63k — \$23,000 dop Puerto Quetzal, fhaul
63k — \$23,000 dop El Dekheila via Ecsa, fhaul
60k — \$14,000 + \$200k ilohc aps Eleusis to Newark, cement

TC FIXTURES · SUPRAMAX

58k — \$22,000 dop Zhoushan to Wafr
57k — \$20,000 dop Jorf Lasfar via Wafr to India, iron ore
57k — \$17,000 aps Zhanjiang to Cont
56k — \$26,500 + \$265k aps Safr to Pakistan
56k — \$12,000 aps Kandla to S Korea, salt
55k — \$6,000 aps Iskenderun to Keywest–Belem
53k — \$17,000 dop Venezuela to Bsea

VOYAGE FIXTURES · SCRAP

Handy 39k — \$20,500 dop Rio Haina to Wcca, scrap

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