FIS

STEEL SCRAP FREIGHT REPORT

Freight Investor Services · Dry Bulk Desk

16 JUL 2026

WEEKLY · ISSUE 28/26

FFA · OIL · FERROUS · ENERGY · METALS · EMISSIONS · PHYSICAL

HOT MARKET TRENDS

EU safeguard shock: cargoes rerouted, HRC quotas blown

- EU regime hit **1 Jul** — free allocations slashed, out-of-quota tariffs **doubled to 50%**. Details only released 30 Jun, catching cargoes at sea & at ports (*Argus*).
- Indonesian & Thai HRC rerouted to N. Africa; Turkey **>370kt HRC pending vs 160kt quota**; EU mills lifting offers **~€50/t w/w**.

Brazilian mills cut scrap prices — second round in July

- São Paulo mills pushed a **second Real 50–100/mt cut** on 13 Jul — second reduction in a single month.
- Export scrap softened: HMS 1/2 **$285/mt FOB (-$10 w/w)**, shredded **$310/mt (-$5 w/w)** — watch Atlantic reroute risk if US pig-iron tariffs bind.

LME scrap paper starts pricing a recovery

- Curve firmed on 15 Jul — Jul **$373.50 (+$1)**, Aug **$379 (+$2)**, Sep **$383.25 (+$1.25)**, **Oct $391.50 (+$5)**.
- Weekly volume **87k mt** (from 79.6k); back-end steepening flags a Q3 recovery, credibly floors Turkish spot at **$370 CFR**.

MARKET COMMENTARY

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- **Turkey (deepsea):** Turkish HMS 80:20 held at **$370/mt CFR** (**flat w/w vs 09 Jul**) — six sessions unchanged. Turkish public holiday quieted trade further; US and Baltic sellers on the sidelines. Freight rates climbing; mills flag slow recovery ahead.
- **Bangladesh + Pakistan + India:** Pakistan tradable shredded **$405–410 CFR Port Qasim** (**+$20–25 w/w**). Bangladesh NZ-origin shredded heard **$380 CFR Chittagong**. India shredded stuck **$375 CFR Nhava Sheva** (**-$5 w/w**); Africa-origin HMS bid $325–330.
- **Asian deepsea flow:** East Asia HMS 80:20 CFR at **$374/mt** (Phu My, **-$4 w/w**). Japan H2 FOB Tokyo Bay **$322/mt** (¥52,250, **-¥650 w/w**). Vietnam bids retreated to **$365–370 CFR** on rainy-season demand weakness — a prior-week deal reported at $362 CFR. Med HBI held **$360/mt CFR**, weighed by CBAM + Turkish scrap softness.

PHYSICAL / FFA

- **UMX / SMX:** Atlantic gave back ground while Pacific caught a bid: **S4A** (USG–Skaw) eased **-$689 w/w** to **$32,779/day**, **S1C** (USG–FE) softened **-$793** to **$32,807/day**. **S1B** ripped **+$910 w/w** to **$25,940/day**. **S3TC_63** firmed **+$589 w/w** to **$18,523/day** — Pacific finally catching up to the Atlantic level.
- **Handy: HS7TC** softened **-$201 w/w** to **$16,305/day**. **HS4_38** (USG–Skaw) pulled back further **-$757 w/w** to **$20,943/day** — Handy still under pressure into mid-July.
- **FFA S10TC paper:** Jul-26 firmed from **$19,107** (09 Jul) to **$19,357** (15 Jul) — **+$250 w/w** as paper tracked spot higher. Q4-26 also climbed from **$17,898** to **$18,148** (**+$250**) — back-end conviction still building.

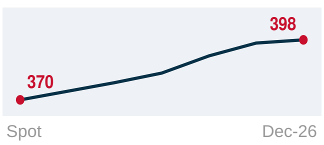
SCRAP FREIGHT ROUTES

ROUTE	SPOT	▲ W/W	JUL-26	AUG-26	Q3-26	CAL-27
NY → Iskenderun 7K (30kt) ($/mt)	39.75	-0.75	39.75	39.10	39.28	29.65
ARAG → Iskenderun 12TTL (35kt) ($/mt)	40.25	-0.75	39.52	38.65	38.88	29.32
S4A (USG → Skaw)	32,779	-689	32,779	32,242	32,395	24,449
HS4_38 (USG → Skaw)	20,943	-757	20,943	20,693	20,713	16,432

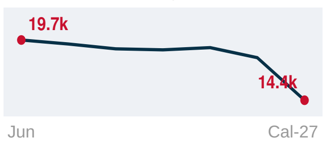
FFA · FERROUS & FUEL BENCHMARKS

MARKET	SPOT	▲ W/W	JUL-26	AUG-26	Q3-26	CAL-27
FFA S10TC (58dwt)	19,713	+257	19,357	18,929	19,042	14,359
FFA HS7TC	16,305	-201	16,775	16,700	16,675	13,125
Turkey Scrap (80:20)	370.0	0.0	374.00	378.00	378.17	—
EU HRC (€/mt)	—	—	702	724	719	—
Rott. 0.5% (Spot–Fut.)	670	—	581.50	571.25	566.75	494.50
Gib 0.5% (Spot)	672	—	—	—	—	—

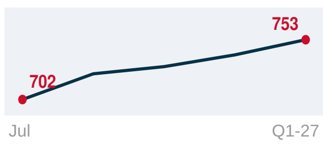
LME HMS 80:20 CFR TURKEY
Indicative curve · $/mt



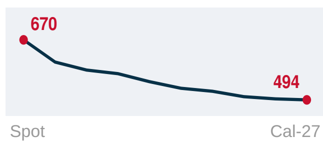
SUPRAMAX S10TC
Indicative curve · $/day



EC HRC
Indicative curve · €/mt



ROTT. 0.5% VLSFO
Indicative curve · $/mt



RECENT / TENDER / SALES

Turkey + Med

- Turkey HMS 80:20 CFR held **$370** (15 Jul, flat w/w) — six sessions unchanged
- EU-origin HMS 80:20 workable **$369–372 CFR**
- Baltic-origin HMS in same range; US sellers on the sidelines
- Med HBI steady at **$360 CFR**; CBAM + soft Turkish scrap weighing

South + East Asia (deepsea bulk)

- East Asia HMS 80:20 CFR **$374/mt** (Phu My, -$4 w/w)
- Japan H2 FOB **$322/mt** (¥52,250, -¥650 w/w)
- Vietnam bids at **$365–370 CFR** on rainy-season lull
- Pakistan tradable shredded **$405–410 CFR Port Qasim** (+$20–25 w/w)

VOYAGE FIXTURES · SCRAP

USEC / ARAG → TURKEY

1.45 mio bale scrap ex 1sp USEC to 1sp Turkey bss 9ttl days shinc — fixed **~$1.20 mio lpsm**

2.0 mio bale scrap ex 1sp ARAG to 1sp Turkey bss 12ttl shinc — fixed **~$1.40 mio lpsm**

SPOT VOYAGE ($/MT)

NY → Iskenderun 7K (30kt) — **$39.75**

ARAG → Iskenderun 12TTL (35kt) — **$40.25**

TC FIXTURES · ULTRAMAX

63k — $34,000 aps Savannah to Cont wood pellets

63k — $30,000 aps USEC to E Med coal

63k — $28,000 aps Cont to E Med scrap

62k — $15,000 aps Samalaju to USG steels

61k — $26,500 dop Immingham via Baltic to E Med scrap

60k — $33,000 aps Santos to Cont grains

TC FIXTURES · HANDY

40k — $14,750 dop Marmara via CVB to Algeria

38k — $17,000 passing Skaw via Klaipeda to Port Harcourt grains

34k — $17,000 aps Recalada to China grains

29k — $11,750 aps Baltic to N. Spain

TC FIXTURES · SUPRAMAX

58k — $25,250 + $250k GBB aps SAfr to India

58k — $17,500 + $750k GBB aps Recalada to SEAsia grains

57k — $17,250 + $725k GBB aps Barcarena to Chittagong

56k — $13,300 dop Cam Pha to Japan wood pellets

56k — $29,500 aps SFDS to Egypt Med agris

55k — high $20s aps UK to E Med scrap