FIS

STEEL SCRAP FREIGHT REPORT

Freight Investor Services · Dry Bulk Desk

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

HOT MARKET TRENDS

US–Canada tariff war escalates — steel in the crosshairs

- US 50% tariffs on Canadian imports live **22 Aug**, Canada retaliating with **50% on US steel/ aluminium ($20bn)** from 8 Sep.
- Midwest HRC pushed to a **4-yr high of $1,205/ st** — US demand pull, potential NA scrap flow disruption.

Indonesia Morowali cuts coke output — met coal squeeze building

- Morowali cutting coke utilisation from **85%** → **50%** in September on water rationing — up to **35% output loss** flagged.
- Nov FOB coke offers up to **$301–310** (from $285), PLV HCC FOB Aus **+22% MTD** — steel-input costs rising into Q4.

Global DRI output collapses — HBI supply tightens

- Global DRI in July fell to **9.87 Mt** (from 10.98 Mt a year ago) — over **1.1 Mt of monthly output erased**, with Middle East + N. Africa the biggest drag.
- Med HBI now **mid $375s CFR** following limited ex East Med — DRI/HBI substitutes for scrap chargemix tightening structurally.

MARKET COMMENTARY

STEEL SCRAP

- **Turkey (deepsea):** Turkish scrap held **$375 CFR** all week (**-$0.50 w/w**) — EU-origin HMS booked **$368–370** into Marmara/Izmir/Samsun, Baltic bonus at $389. Rebar firmed to **$587.50 FOB**, Kardemir opening billet at $535–545.
- **Bangladesh + Pakistan + India:** India shredded firmed **+$10 to $390 CFR Nhava**, Pakistan container held **$417–418 CFR Qasim** despite floods hitting logistics. Bangladesh steady.
- **Asian deepsea flow:** Japan H2 FOB steady **¥48,300 ($304)** — Tokyo Steel cut bids **¥1,000/mt** on 21 Aug. East Asia HMS 80:20 firmed to **$371/mt** (**+$5 w/ w**), Vietnam bids **$358 CFR**. Med HBI eased to **$374 CFR**, Libya out + Russian BSea shipment issues.

PHYSICAL / FFA

- **UMX / SMX:** Headline **S11TC +$86 w/w to $20,784** as Pacific held while Atlantic gave back — **S4A -$84 to $30,000**, **S1B -$954**, **S4B -$413**, **S1C -$231**. Med/BS the biggest drag on the strip.
- **Handy: HS7TC +$164 w/w to $15,834** firmed on Pacific pull, while **HS4_38 -$336 w/w to $15,300** tracked Atlantic Handy softer.
- **FFA S10TC paper:** Front softened, back end kept firming on grain season + Q4 contracts — Aug **$18,564 (-$22)**, Sep **$19,904 (-$75)**, **Q4 $20,364 (+$430)**, **Cal-27 $15,945 (+$400)**. Structural longs still building.

SCRAP FREIGHT ROUTES

ROUTE	SPOT	▲ W/ W	AUG-26	SEP-26	Q4-26	CAL-27
NY → Iskenderun 7K (30kt) ($/mt)	39.25	0.00	39.25	42.08	43.06	33.71
ARAG → Iskenderun 12TTL (35kt) ($/mt)	38.50	-1.00	38.50	41.17	42.92	33.72
S4A (USG → Skaw)	30,000	-84	30,000	32,165	32,909	25,768
HS4_38 (USG → Skaw)	15,300	-336	15,835	16,935	17,653	13,868

FFA · FERROUS & FUEL BENCHMARKS

MARKET	SPOT	▲ W/ W	AUG-26	SEP-26	Q4-26	CAL-27
FFA S10TC (58dwt)	18,750	+86	18,564	19,904	20,364	15,945
FFA HS7TC	15,834	+164	14,690	15,540	15,913	13,095
Turkey Scrap (80:20)	375.00	-0.50	374.50	382.50	390.67	—
EU HRC (€/mt)	721	0	721	742	755	769
Rott. 0.5% (Spot–Fut.)	629	-41	610.25	618.00	579.75	529.50
Gib 0.5% (Spot)	667	-26	—	—	—	—

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 **$375** (26 Aug, -$0.50 w/w)
- EU-origin deals booked **$368–370 CFR** Marmara/Izmir/Samsun
- Rebar firmed to **$587.50 FOB**, Kardemir opening billet $535–545
- Med HBI **$374 CFR** (-$0.50) — Libya out, Russian BSea issues

South + East Asia (deepsea bulk)

- East Asia HMS 80:20 CFR **$371/mt** (+$5 w/w, Phu My)
- Japan H2 FOB **¥48,300 ($304)** — Tokyo Steel cut bids ¥1,000
- Vietnam bids **$358 CFR**, softer
- India shredded **$390 CFR Nhava** (+$10), Pakistan $417–418 despite floods

Sources: LME, Baltic, Reuters, CME, Argus, Kallanish, Fastmarkets, SteelMint, SteelOrbis, Steel Radar, Mysteel, Kanto Tetsugen, worldsteel.org, and FIS

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VOYAGE FIXTURES · SCRAP

TC FIXTURES · SUPRAMAX

58k — **$27,000** aps Fazendinha to Egypt w grains

52k — **$23,000** dop Lake Charles to Indo w grains

52k — **$20,000** dop ARAG to E Med w scrap

TC FIXTURES · ULTRAMAX (ATLANTIC)

63k — **$25,000** dop ARAG to E Med w scrap

64k — **$12,000** aps ARAG to Mexico w ferts

61k — **$25,500** dop Calabar via ECSA to Chittagong w grains

TC FIXTURES · ULTRAMAX (PACIFIC)

60k — **$18,000** dop Tianjin to SEAsia w coal

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