

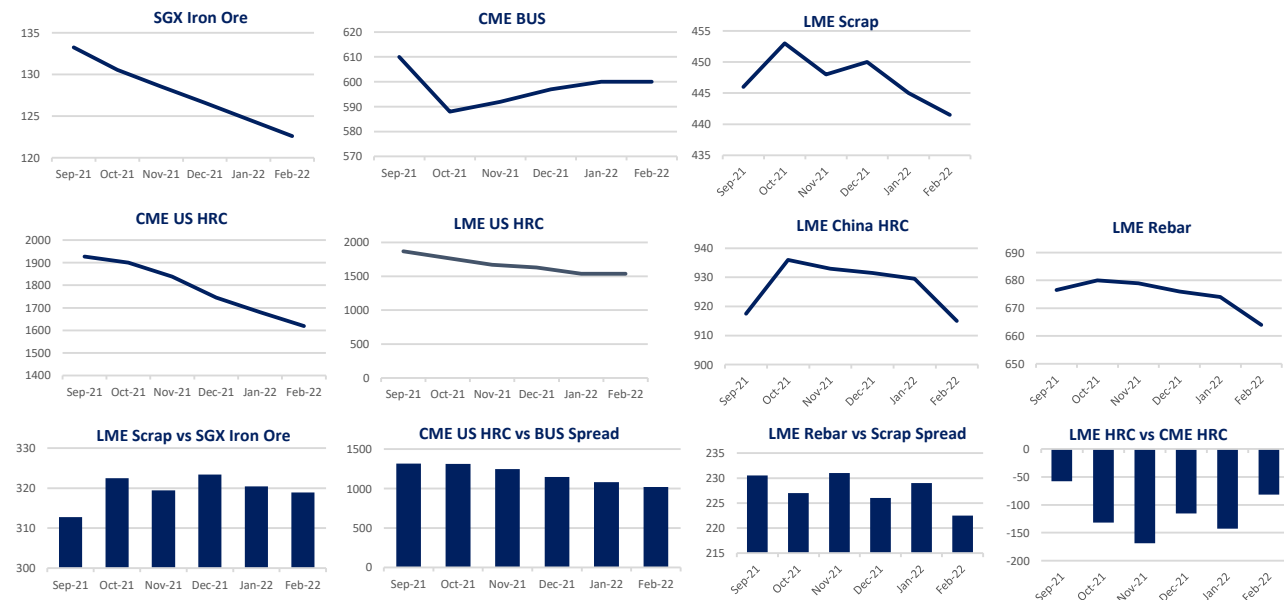


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Ferrous Futures Report
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- Ferrous futures complex was generally weaker across the board in August with Iron Ore once again sold off, losing 25% MoM (Month-on-Month) to 159 and Turkey Scrap -6% MoM to 454, whilst HRC US bucked the trend and maintained its upward trajectory to 1,889 +5 % MoM.
- August China net steel exports 3.99mil mt -13.64% MoM. China's balance of trade August \$58.34bn surplus, above \$51.05bn expectation with both exports and imports hit record values.
- European scrap suppliers were unable to compete with lower US dock prices and high freight rates. Turkish Lira also strengthened to 12 May level. Approximately 40 deep sea cargoes were booked into Turkey for September shipment.
- Turkey re rolling mill margins remained at high level of \$233/mt average for August but diminished from 240-220 during the month.
- Iron Ore -25% MoM 159. Iron ore was sold off again in August as demand was sluggish and port stocks hit 5 year high. Coking Coal was again the stand out performer +9% MoM to 228.
- US HRC +6% MoM to 1,889 continued to increase, adding another \$49/st on the month on continued tight supply and strong demand.
- HRC Europe -2% MoM to 1141 with weaker sentiment in both north and south Europe. October availability was limited with most quotes for

Month	Platts Scrap	Platts Rebar	Argus HRC China	Argus HRC Europe	Platts HRC US	CRU HRC US	AMM BUS	Platts IO 62%	Platts CC
Aug-21	454.73	688.07	919.90	1140.58	1901.11	1888.50	651.96	159.25	228.00

Valuation	LME Scrap	LME Rebar	LME HRC China	Argus HRC Europe	LME HRC US	CME US HRC	CME BUS	SGX Iron Ore	LME metal spread	CME metal spread	Scrap vs Iron Ore	HRC - LME CME	SHFE Rebar Close	DCE Iron Ore Close
Sep-21	446	677	918	1100	1869	1927	610	133	231	1317	313	-58		
Oct-21	453	680	936	1040	1768	1900	588	131	227	1312	322	-132		
Nov-21	448	679	933	1025	1669	1838	592	129	231	1246	319	-169		
Dec-21	450	676	932	1005	1630	1745	597	127	226	1148	323	-116		
Jan-22	445	674	930	988	1538	1680	600	125	229	1080	320	-143	5686	738
Feb-22	442	664	915	950	1538	1619	600	123	223	1019	319	-82		



Data date 10/09/2021

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