



# Scrap Metal Market Update

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**\*This was written as an individual and not as representative of employer.**

# Dow Jones Industrial Average



\*Source: Barchart.com

# Shiller PE Ratio



\*Source: Multpl



# Fear & Greed Index

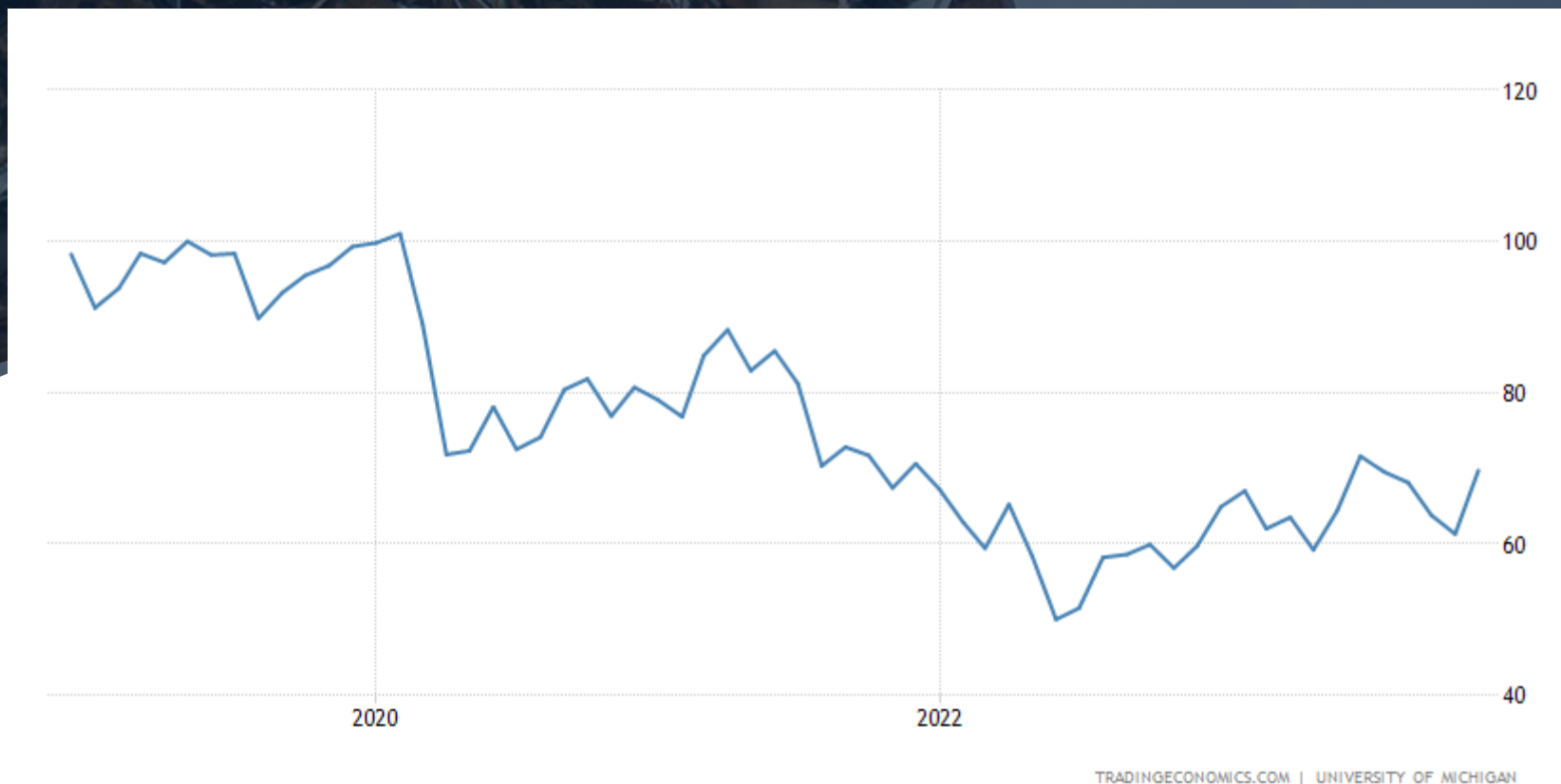
What emotion is driving the market now?

[Learn more about the index](#)



\*Source: CNN Money

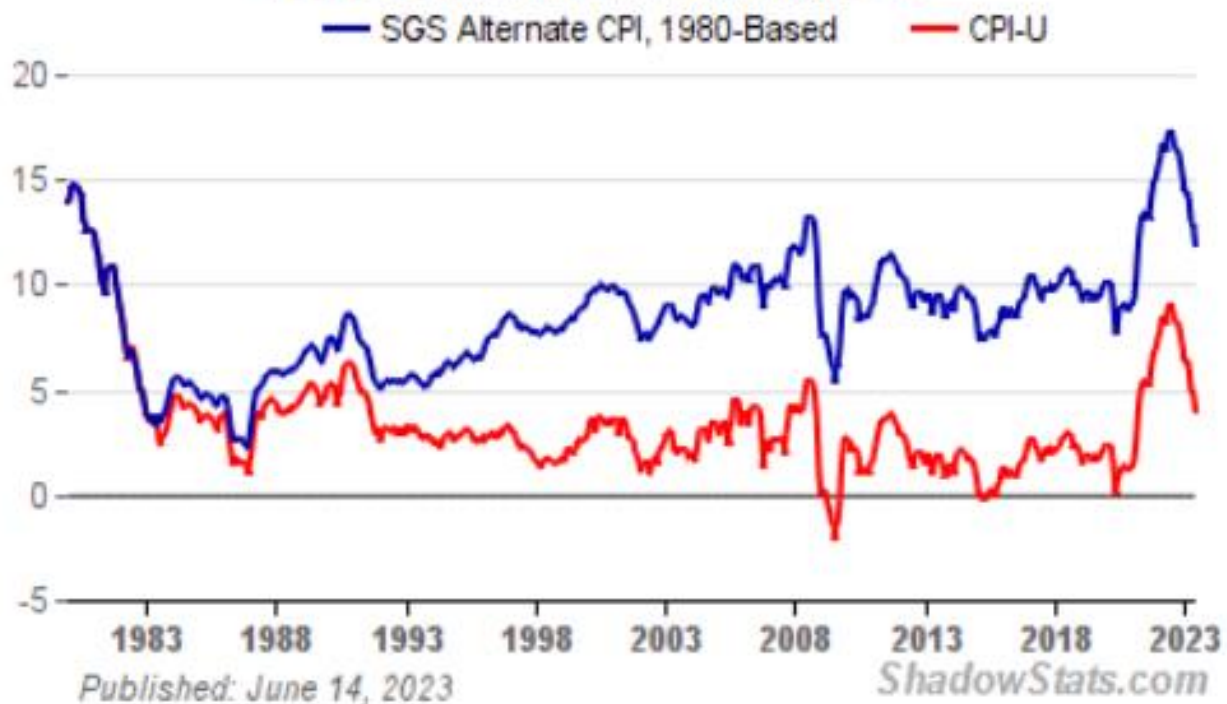
# Consumer Confidence



\*Source: Trading Economics

# Inflation Data

**Consumer Inflation - Official vs ShadowStats (1980-Based) Alternate**  
Year to Year Change. Through May 2023



\*Source: Shadowstats.com



# United States Purchasing Managers Index (PMI)



\*Source: Trading Economics

# Crude Oil WTI Futures



\*Source: Investing.com

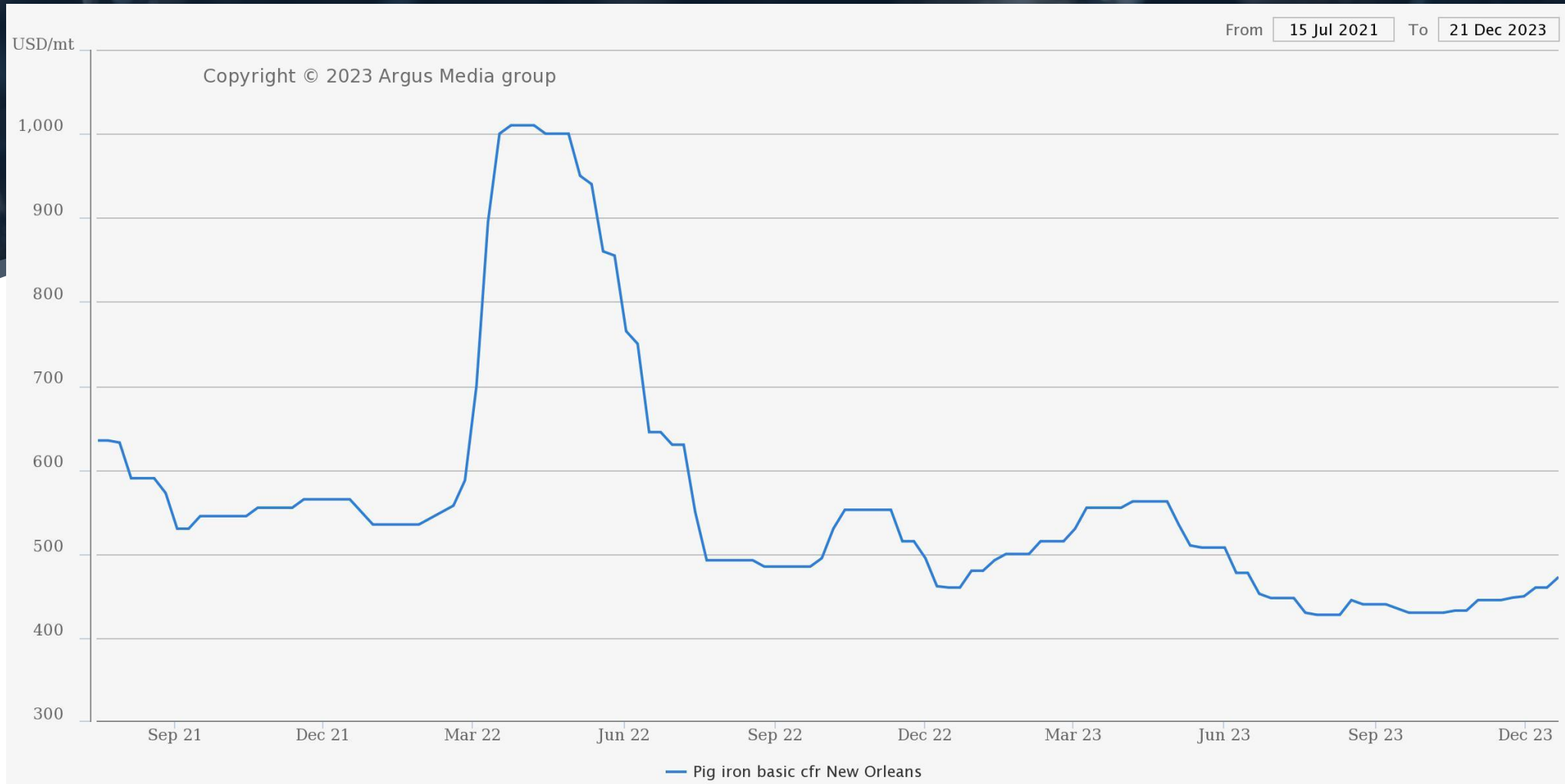


# Iron Ore 62% Fe, CFR China



\*Source: Trading Economics

# Pig iron Export, cfr New Orleans

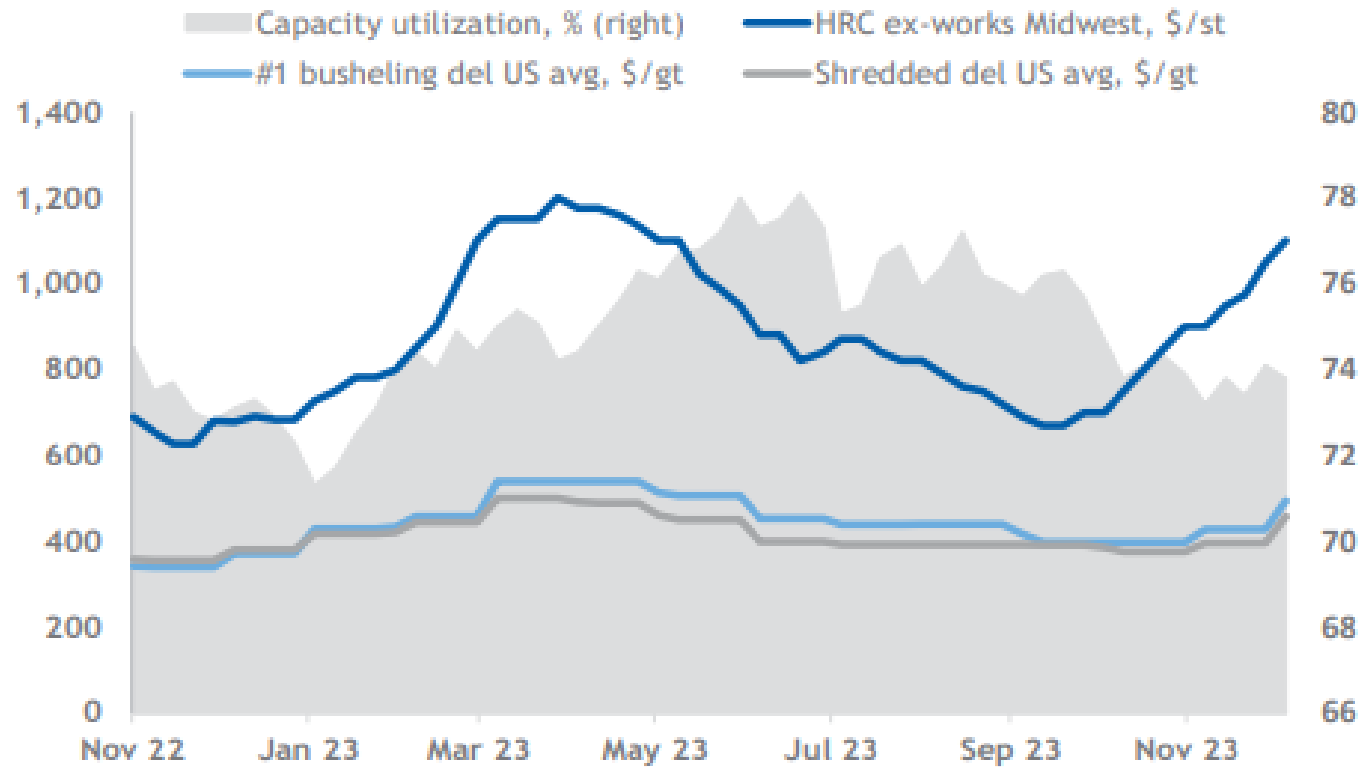


\*Source: Argus Media

# Crude Steel Production



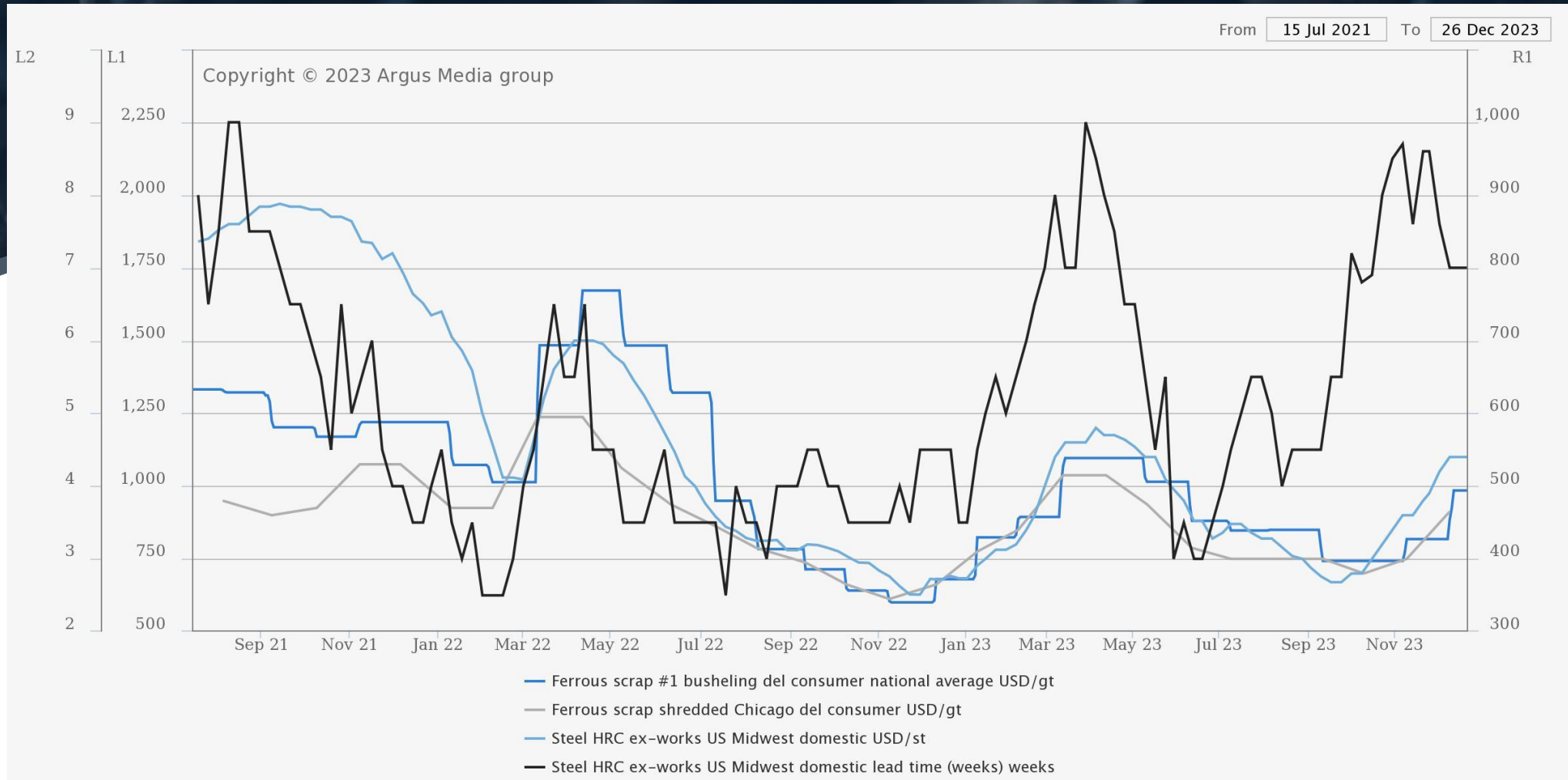
## US steel capacity utilization vs steel/scrap prices



\*Source: Argus Media



# Steel Lead Times



\*Source: Trading Argus Media

# US Midwest Domestic HRC



\*Source: Investing.com

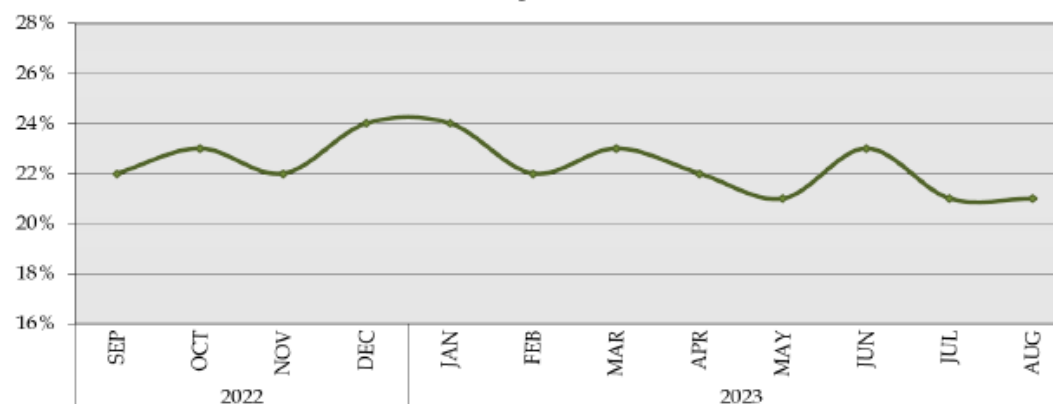
# US Steel Imports



**U.S. IMPORTS OF STEEL MILL PRODUCTS  
BY COUNTRY OF ORIGIN**  
(thousands of net tons)

COUNTRY	Aug. 2023 Prelim.	Jul. 2023 Final	% var Aug. vs. Jul.	YTD 2023 (8 mo.)	YTD 2022 (8 mo.)	% var 2023 vs. '22	Sep. 2022 to Aug. 2023	Sep. 2021 to Aug. 2022	% var.
Canada	547	531	3.0%	4,719	4,710	0.2%	6,868	7,002	-1.9%
Mexico	365	290	25.5%	2,980	3,899	-23.6%	4,383	5,775	-24.1%
Brazil	209	384	-45.5%	2,671	1,984	34.7%	3,255	2,987	9.0%
South Korea	254	158	61.1%	1,728	1,938	-10.8%	2,607	2,903	-10.2%
Japan	95	122	-22.7%	824	855	-3.6%	1,230	1,247	-1.4%
Germany	78	104	-24.6%	713	742	-3.9%	1,097	1,142	-3.9%
Taiwan	44	36	20.4%	437	755	-42.1%	720	1,102	-34.6%
China	40	28	39.5%	455	441	3.3%	666	647	2.9%
Vietnam	92	51	80.8%	397	766	-48.2%	567	1,296	-56.3%
Italy	31	66	-52.2%	357	262	36.1%	546	336	62.6%
Netherlands	51	50	1.0%	329	382	-13.7%	542	630	-13.9%
Algeria	90	30	203.0%	445	426	4.3%	527	611	-13.6%
Turkey	7	14	-54.1%	224	761	-70.6%	463	1,220	-62.0%
India	19	14	41.1%	255	482	-47.1%	457	711	-35.7%
Australia	13	26	-51.3%	266	131	103.6%	434	192	126.4%
All Other	343	466	-26.4%	2,855	3,445	-17.1%	4,162	5,446	-23.6%
<b>Total</b>	<b>2,277</b>	<b>2,371</b>	<b>-4.0%</b>	<b>19,655</b>	<b>21,978</b>	<b>-10.6%</b>	<b>28,526</b>	<b>33,248</b>	<b>-14.2%</b>
memo EU-27	300	433	-30.8%	2,817	2,898	-2.8%	4,329	4,212	2.8%

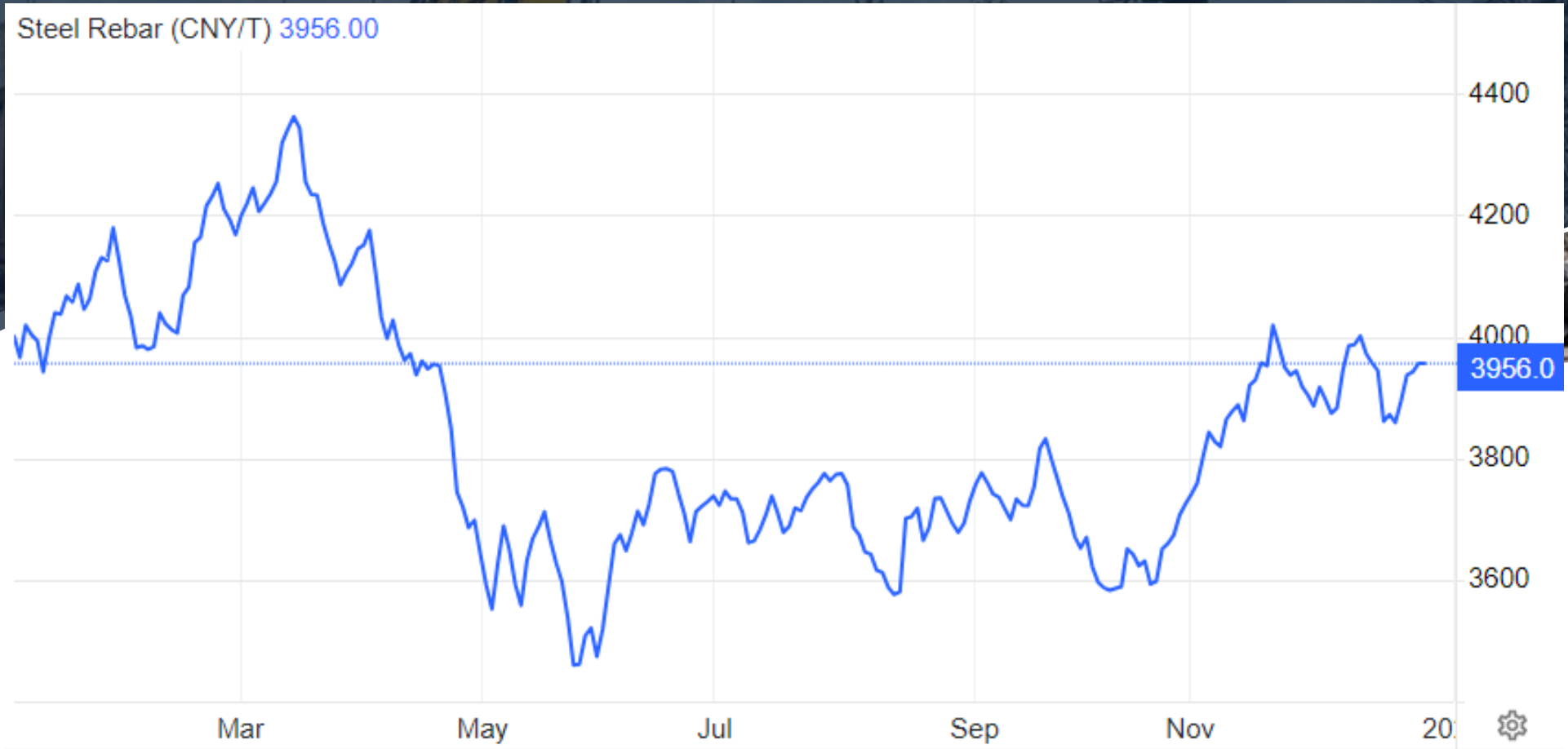
Estimated Finished Steel Import Market Share for the Past 12 Months



\*Source: Steel.org



# Shanghai Steel Rebar



\*Source: Trading Economics

# HRC Indicative Curve



## CME Midwest HRC

MONTH	OPTIONS	CHART	LAST
JAN 2024 HRCF4			1155.00
FEB 2024 HRCG4			1090.00
MAR 2024 HRCH4			1000.00
APR 2024 HRCJ4			930.00

## CME HRC NW Europe

MONTH	OPTIONS	CHART	LAST	CHANGE	PRIOR SETTLE
DEC 2023 EHRZ3			-	-	685.00
JAN 2024 EHRF4			700.00	-5.00 (-0.71%)	705.00
FEB 2024 EHRG4			-	-	700.00
MAR 2024 EHRH4			-	-	703.00
APR 2024 EHRJ4			695.00	-5.00 (-0.71%)	700.00

\*Source: CME Group

# Copper



\*Source: Trading Economics



# Zorba 95/2 delivered US Consumer



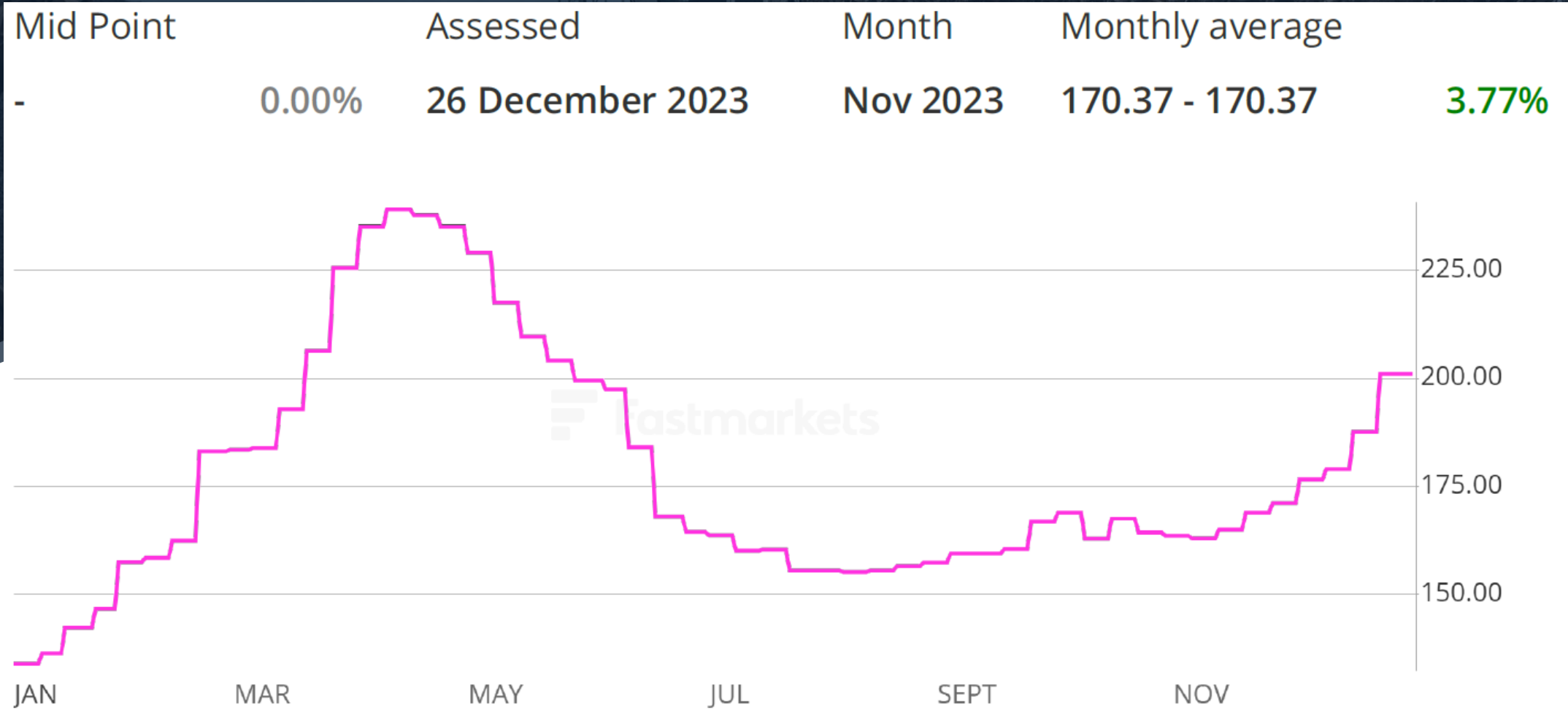
\*Source: Davis Index

# LME Nickel



\*Source: Davis Index

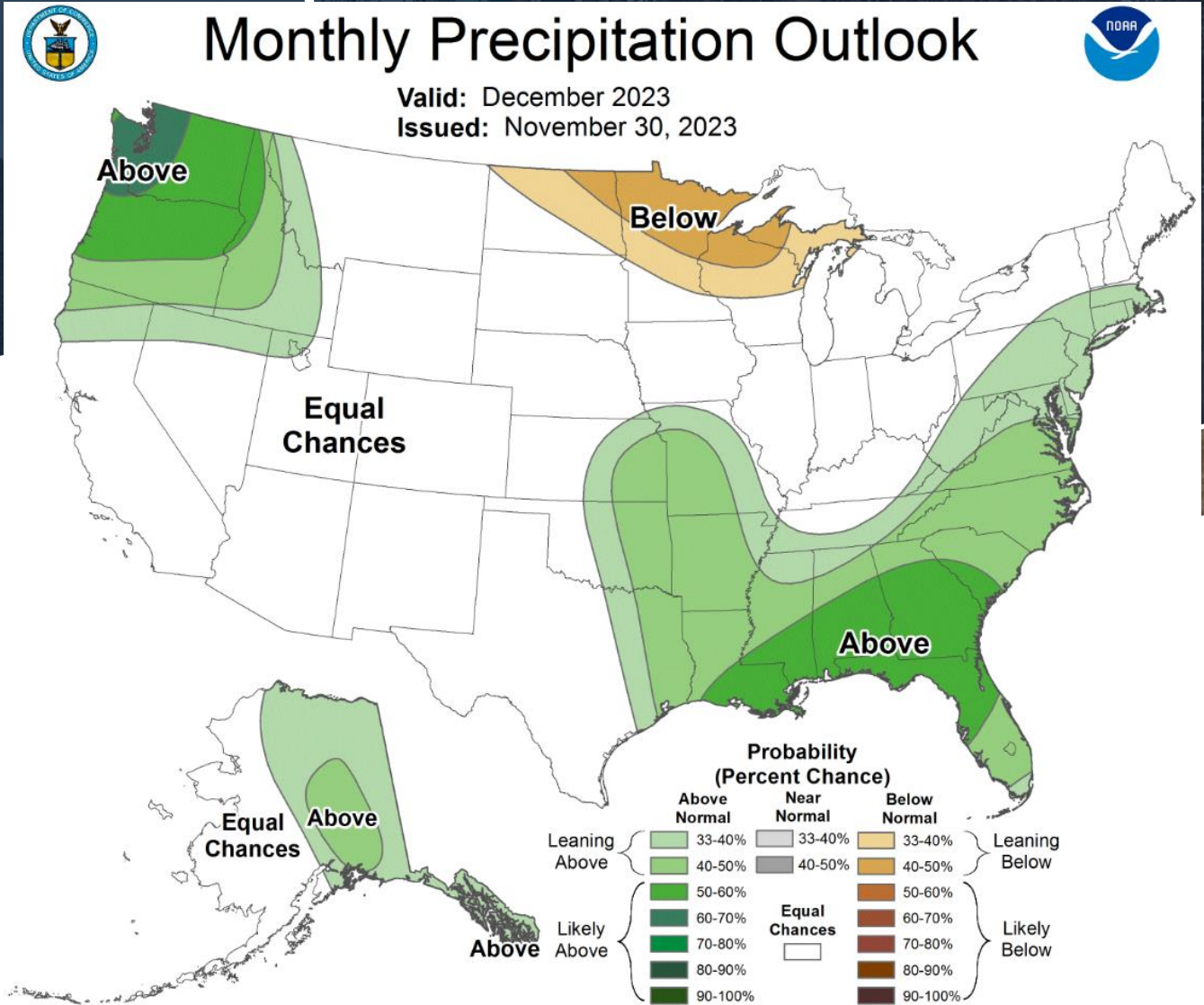
# Steel Scrap Shredder Feed



\*Source: FastMarkets AMM



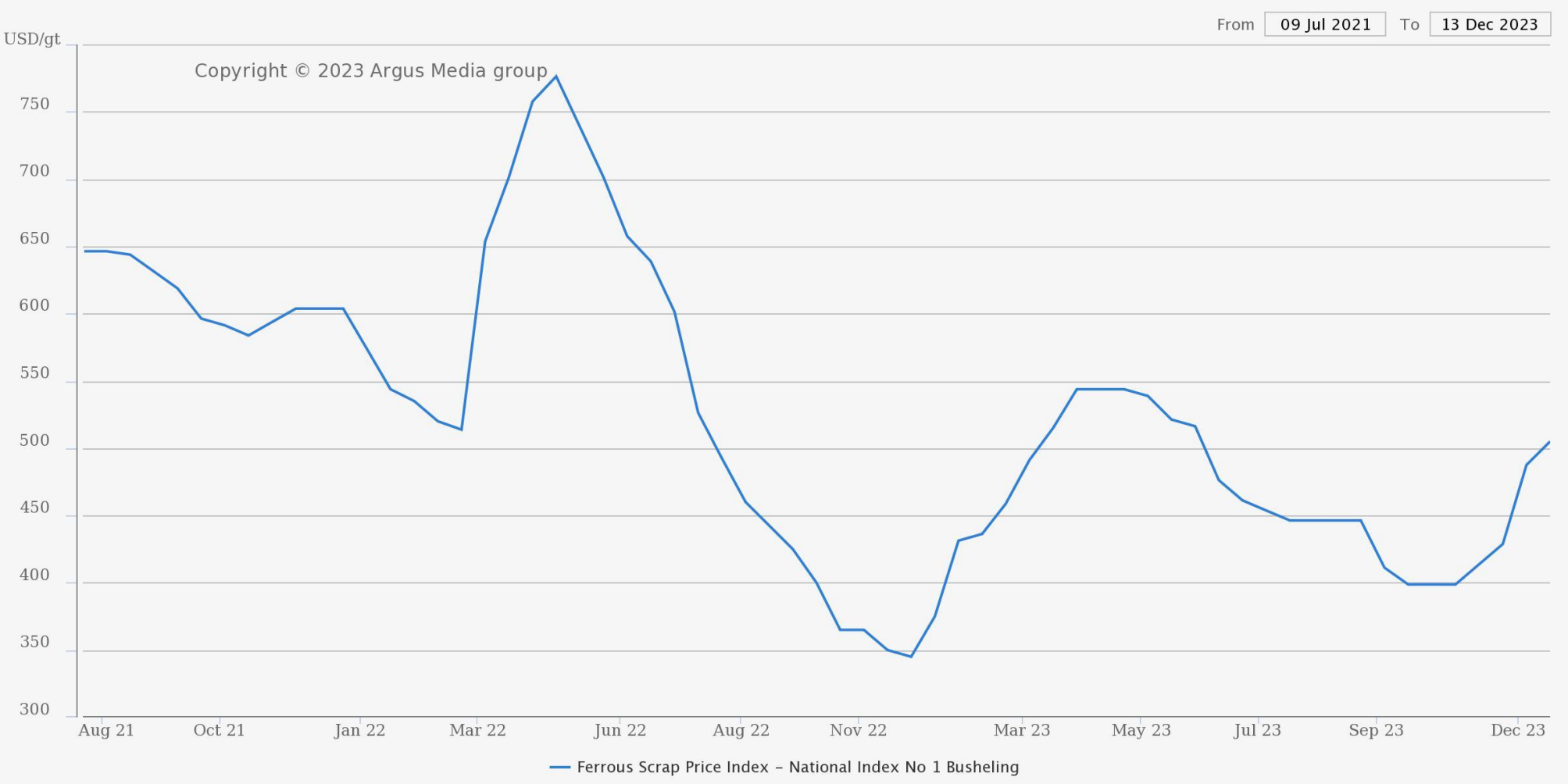
# Precipitation Prediction



\*Source: NOAA

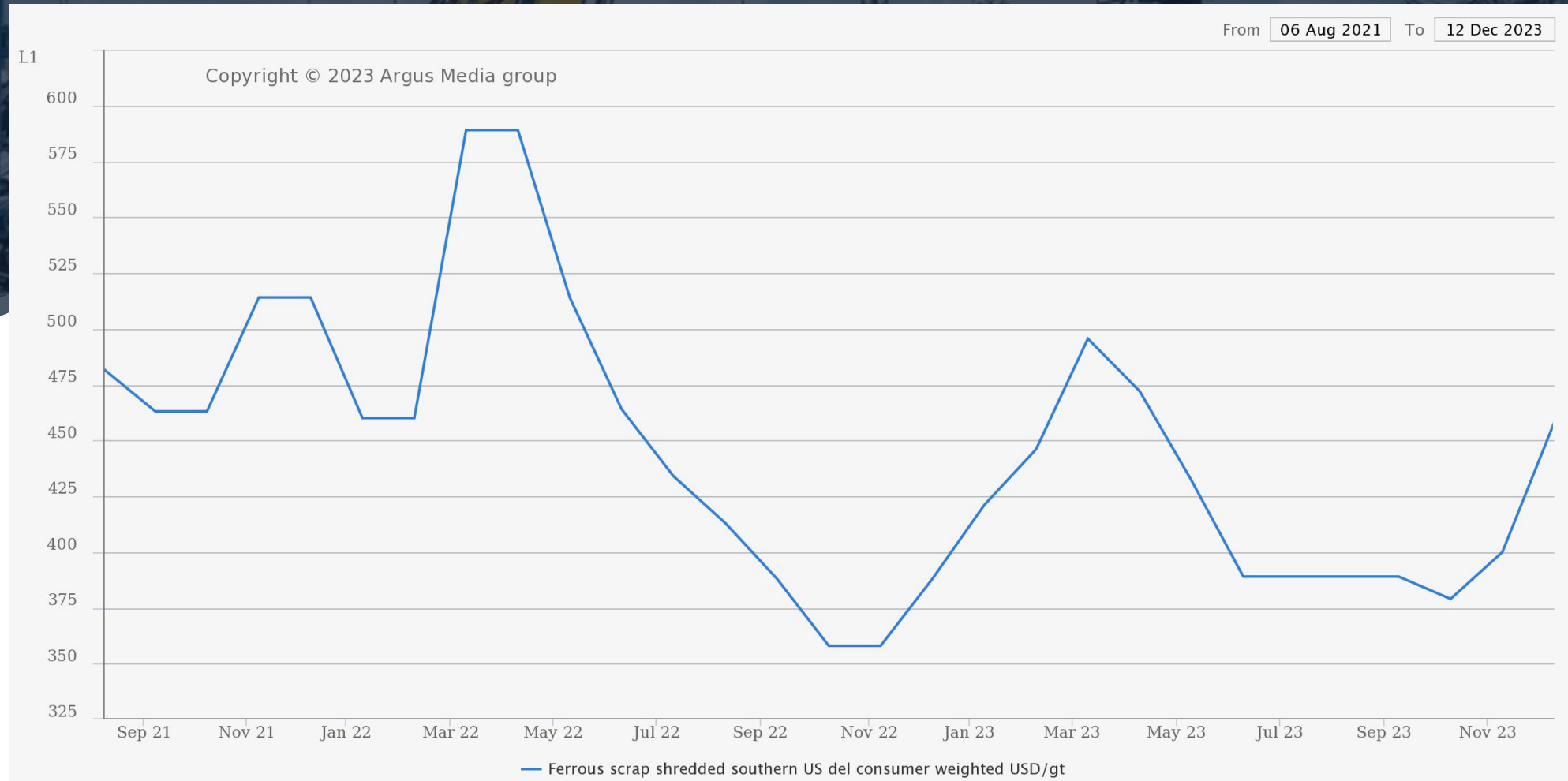


# Busheling



\*Source: Argus Media

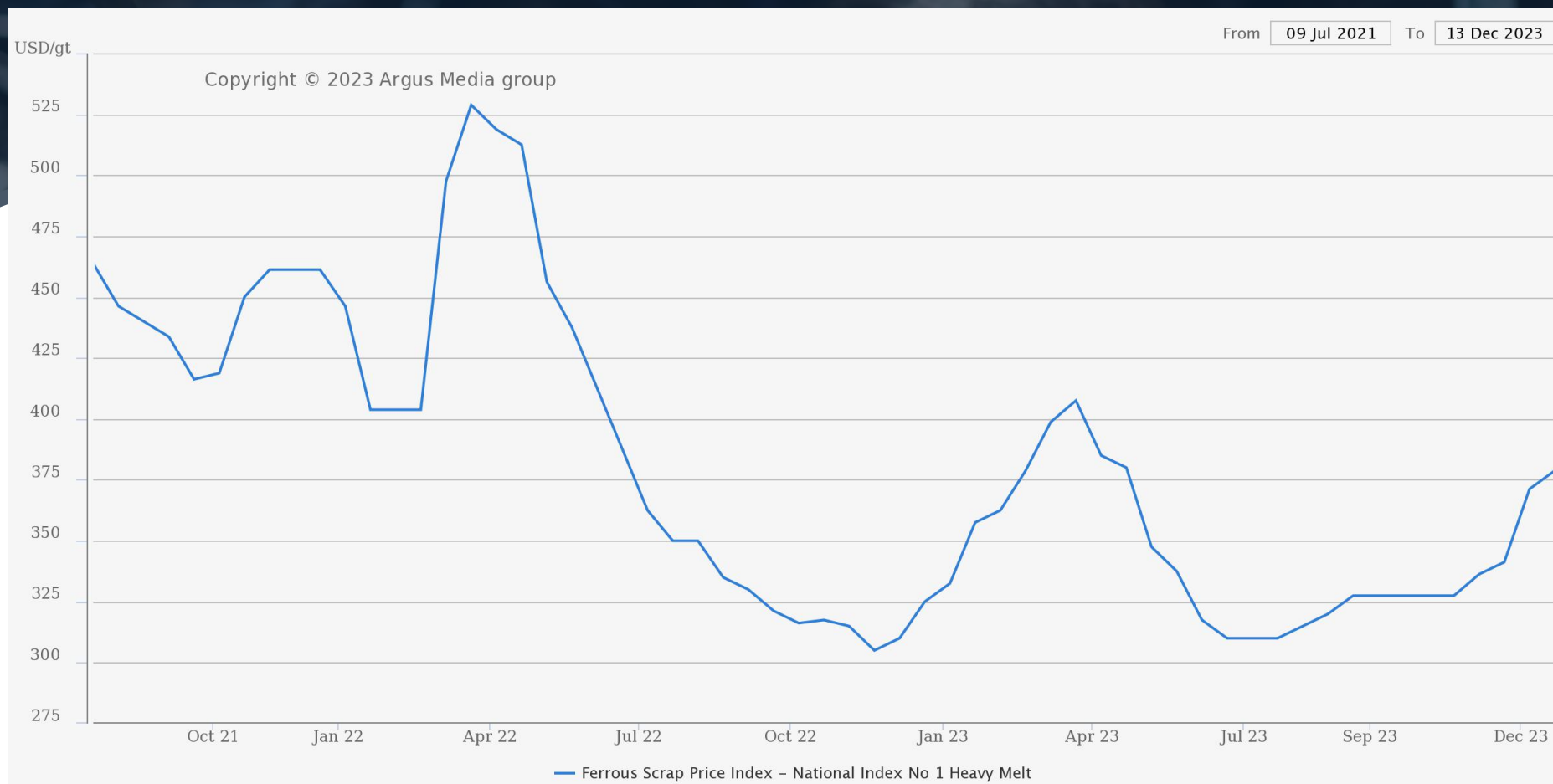
# Shredded Scrap



\*Source: Argus Media

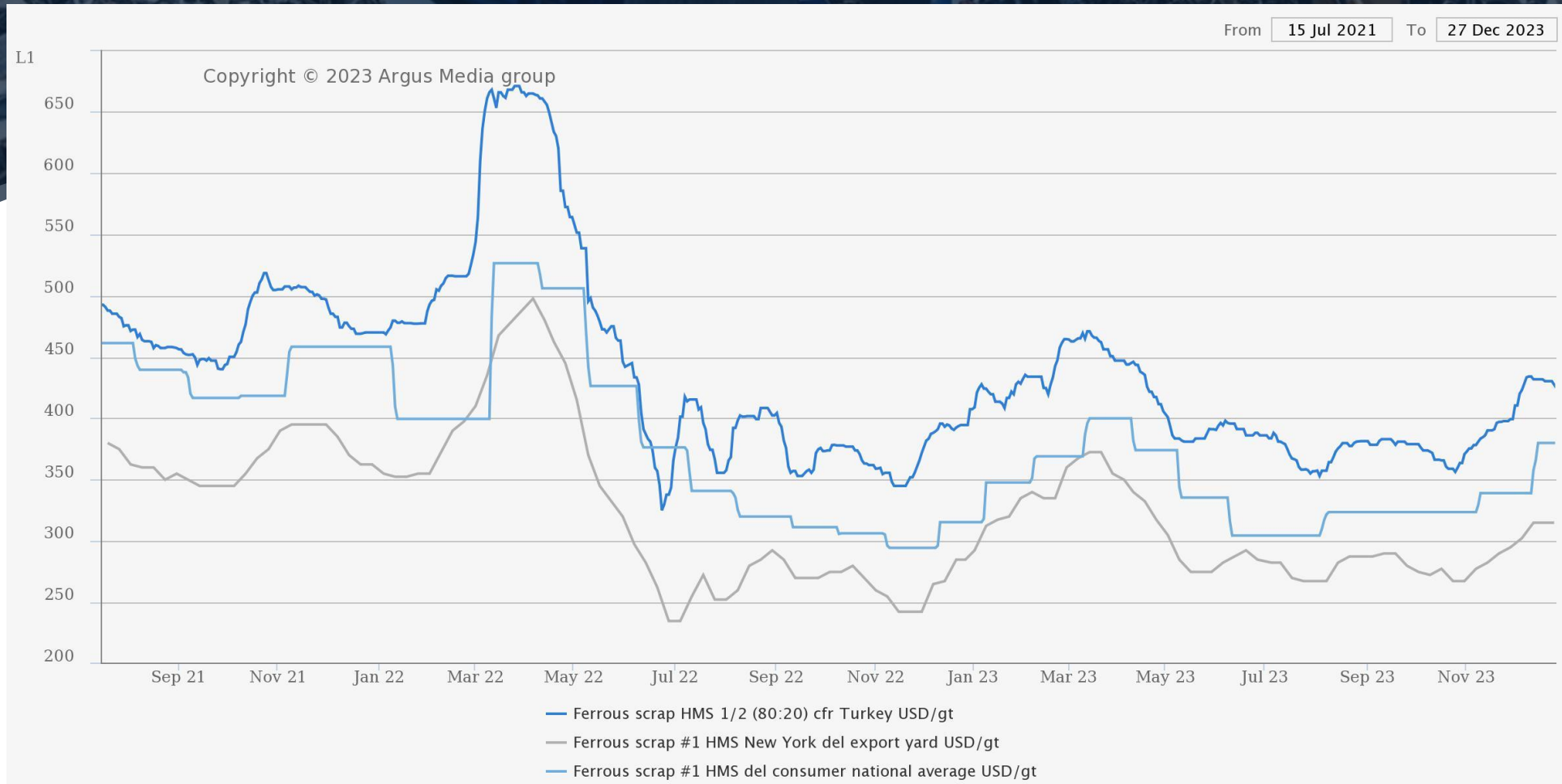


# No1 Heavy Melt



\*Source: Argus Media

# 25 HMS 1&2 (80:20) US-origin cfr Turkey Consumer



\*Source: Argus Media

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# Turkey Lira to US Dollar



\*Source: Argus Media



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# Turkey Rebar-Scrap Spread



\*Source: Davis Index

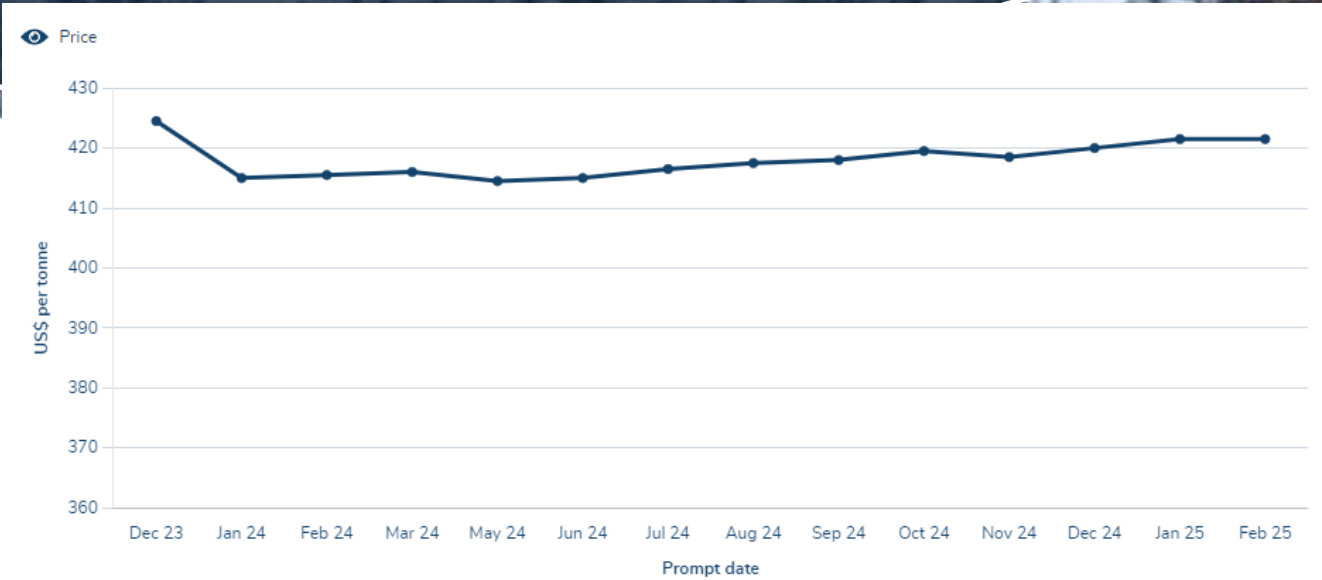
# Scrap Metal Indicative Curve



CME Midwest Bush

MONTH	CHART	LAST	CHANGE	PRIOR SETTLE
JAN 2024 BUSF4		-	-	535.00
FEB 2024 BUSG4		-	-	550.00
MAR 2024 BUSH4		535.00	-15.00 (-2.73%)	550.00
APR 2024 BUSJ4		-	-	540.00
MAY 2024 BUSK4		530.00	UNCH (UNCH)	530.00
JUN 2024 BUSM4		510.00	-10.00 (-1.92%)	520.00

LME HMS Turkey



\*Source: CME Group / LME

# Scrap Metal Indicative Curve



CME Midwest Bush



\*Source: CME Group / LME



# Yield Factors

Grade	Price	Yield	Adjusted Cost
<i>Pig Iron</i>	\$503	95%	\$528.95
<i>Busheling</i>	\$494	95%	\$520.00
<i>5' PS</i>	\$436	95%	\$458.95
<i>#1 HMS</i>	\$380	90%	\$422.22
<i>Shredded</i>	\$458	88%	\$520.45
<i>Machine Shop Turnings</i>	\$231	75%	\$308.00

\*Source: Argus Media, National Average.

\*Pig Iron CFR New Orleans plus ~\$30 / Ton for freight consideration.

\*Yields are industry estimates.



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