Issue: 39-23 | Date: 17 Oct 2023

## **M** This week:

## Eurofer anticipates interim EU-US agreement in preparation for a Global Arrangement on Sustainable Steel

Eurofer expects an interim low-emission steel trading agreement to be announced at the 20 October EU-US Summit in Washington and says this must pave the way for a strong, international binding Global Arrangement on Sustainable Steel and Aluminium (GASSA).

The meeting should outline "an ambitious framework that will provide clear guidance and include the substantive elements of [GASSA]", the European steelmakers' association says. "The details will need to be worked out in the coming months."

"The GASSA should be an international agreement binding transatlantic partners with a common vision while also remaining open to other like-minded countries with closely aligned trade policies and measures. Individual actions taken in isolation cannot have a global impact on excess capacity and decarbonisation," Eurofer director general Axel Eggert notes in a statement.

The OECD recently noted that global excess steelmaking capacity has exceeded 600 million tonnes/year, with the majority found in Asia, the Middle East and North Africa.

Some 150m t/y of new capacity additions scheduled by 2026 are meanwhile primarily carbonintensive blast furnaces. "This new capacity alone, locking-in CO2 emissions for decades, will result in more CO2 emissions than the entire EU steel industry combined, erasing all of the EU steel industry's emission reduction efforts up to 2050 in just three years," Eggert says.

"The EU steel industry is currently in the most vulnerable situation, having lost around 30 million tonnes of sales in the EU and foreign markets over the past decade. We need an effective GSSA to transition towards carbon neutrality and support the EU's strategic autonomy objective in a sustainable manner," he continues.

"Traditional trade instruments are fit for purpose, but their purpose is not to address global non-market excess capacity, while the Carbon Border Adjustment Mechanism (CBMA) has still to prove its effectiveness to level the playing field," Eggert concludes.

# KIS GREEN STEEL MONITOR 80+ PROJECTS | DETAILED MAPS & PROJECT INFO ORDER YOUR COPY

#### In this weeks Issue

PAGE 3
Can Chinese steel production correct enough to reverse the negative market sentiment?

Will upcoming winters in Europe and the US uplift slowed scrap sentiments in the Indian subcontinent?

How much of safeguard duties are European importers paying this quarter?

#### PAGE 6

How does global unrest impact North American steel markets?

Will the Israel war push down Turkish prices further?

Can Indonesia boost coke production?

#### KORE INDEX



#### For Subscription & Other Enquiries:

#### **CALL**

Spain: Singapore: Bulğaria: USA:

+44 7874 008654 +34 637 018 130 +65 9766 8175 +359 896 266 305

+1 920 253 8934 +86 150 2141 6087

Shanghai:

## **EMAIL**

General Editorial

info@kallanish.com editorial@kallanish.com sales@kallanish.com

www.kallanish.com

© Copyright Kallanish 2023 Page 1



Issue: 39-23 | Date: 17 Oct 2023

## Global Overview

#### **Americas:**

- US flat products prices remain
- OCTG P110 5.5-inch prices hold
- Rebar remains flat beginning

#### **Europe:**

- Attempt to increase coil prices in Germany resisted
- Scrap prices in Europe under
- ArcelorMittal to keep French BF

#### Asia:

- Chinese output down marginally Chinese steel prices correct
- Japanese demand forecasted to grow in Q4



#### India:

- Indian scrap intake softens amid slowed domestic demand
- Bangladesh scrap sentiments worsen on delayed finance
- Pakistan scrap offers drop amid muted domestic sentiments

#### CIS:

- Russian billet under pressure
- Russian slab feels forex regulation, duty pressure

#### Middle East:

- Turkish scrap falls further
- Turkish mills reduce quotes
- despite increased costs GCC HRC buyers lower bids

© Copyright Kallanish 2023 Page 2





## Order Form

## Subscribe to Kallanish Steel Weekly today

#### Start your subscription to Kallanish Steel Weekly (KSW) today

Kallanish Steel Weekly is a new weekly publication from Kallanish Commodities.

The pricing options for 12 month subscriptions are available below.

To sign up complete the form below and return to us.

- Standard: Kallanish Steel Weekly US\$ 1900
- ▶ Premium: Kallanish Steel Weekly US\$ 2740

#### **KSW Content:**

The publication is filled with market information, charts and graphs.

- Supplied in PDF
- Pricing Table
- Price Spreads Table
- 8-9 pages
- · Special features
- · Prices to watch
- Word of the weekGlobal heat map

| Start my subscription   |  |               |   |
|---|--|---------------|---|
| Yes, please start my subscription so that I can read the Kallanish Steel Weekly.  Please choose your option below:            |  |               |   |
| Option 1: Standard KSW US\$ 1900  Option 2: Premium KSW US\$ 2740   |  |               |   |
| Your details:   |  | Payment type: | Pay by invoice                            |
| Name:   |  |               | Pay by credit card                        |
| Job Title: Company:   |  | Credit Card:  | <ul><li>Amex</li><li>Mastercard</li></ul> |
| Address:  |  |               | ☐ Visa                                    |
| City:   |  | Name on card: |   |
| Country:  |  | Card number:  |   |
| Phone:  |  | CCV:          | Expires:                                  |
| Email:  |  | Signature     |   |
| Please tick below:  |  |               |   |
| I confirm I am signing up for a 12 month subscription to KSW  I l have read and agreed to the Kallanish Terms and Conditions. |  |               |   |
| Signature:  |  | Date:         |   |

© Copyright Kallanish 2023 Page 3

Issue: 39-23 | Date: 17 Oct 2023

### Word of the week

## **Blooms**

Blooms are large and elongated cast pieces of steel that are cut-to-length immediately after casting. After reheating, blooms are used to roll medium and large sections, as well as large profiles such as sheet piling, and rails.



## □ Contact

If you found this issue of Kallanish Steel Weekly interesting please let us know, we would love to hear from you.

Kallanish - UK Britannia House t: +44 7874 008654

**Kallanish - Spain** t: +34 910 062 451 **Kallanish - Bulgaria** t: +359 896 266 305

Kallanish - China Shanghai, China t: +86 182 1728 2941 Kallanish - USA t: +1 920 253 8934

Kallanish - Singapore t: +65 9766 8157 General Enquiries: www.kallanish.com info@kallanish.com

Social Media:



Copyright 2023 Kallanish. No distribution is permitted without the prior consent of Kallanish. To find out about multiple user accounts or corporate subscription packages please contact us on info@kallanish.com or on +44 208 735 6520. Use of any information or material provided by Kallanish is entirely at your risk and in no circumstances is Kallanish responsible for any loss, damage or other negative consequence of use of information or material by you or anyone else.

© Copyright Kallanish 2023 Page 4