



# London Iron Ore Market Report

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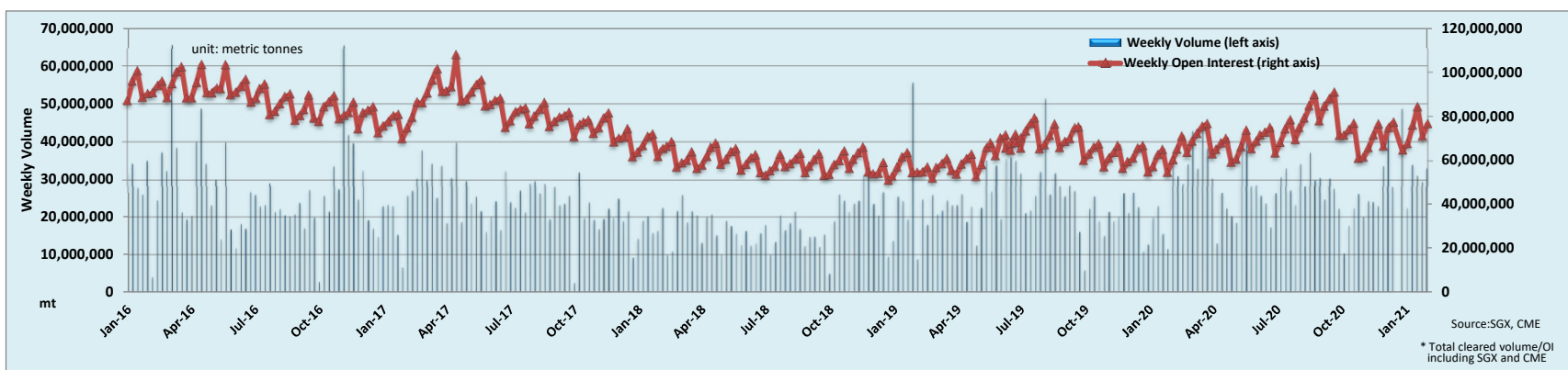
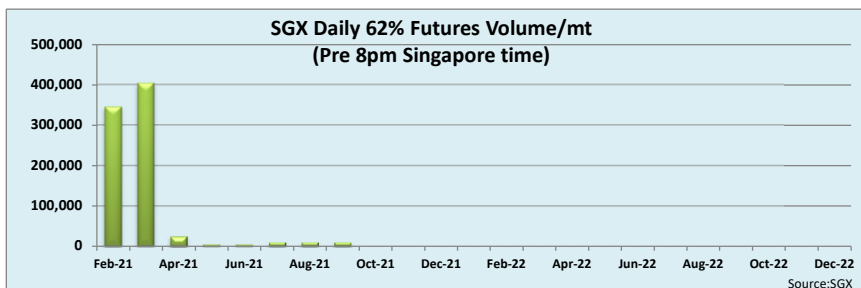
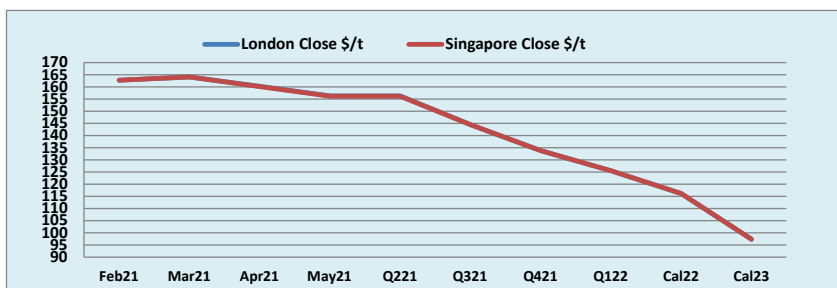
Iron ore leapfrogged to \$164 after BHP and Glencore beat estimates, fueling expectations for a new commodities super cycle. In the absence of Chinese trades, the attention was firmly on BBP's record first-half dividend payout of \$5.1 billion. Glencore also reinstated its dividend on the back of record trading profits. On top of that, steel mills in Japan and South Korea were also heard to enjoy improved margins due to recovering domestic demand from the automobile sector. The Commonwealth Bank of Australia, however, expects prices to dwindle down to \$100/mt by December 2021 as the Chinese stimulus package wanes. Trading was light due to the holiday period. In the afternoon, May was heard trading 157.0.

| INDEX         | Price    | Change | MTD      |
|---------------|----------|--------|----------|
| Platts IO 62% | \$165.95 | \$0.00 | \$159.93 |

| INDEX     | Price    | Change | MTD      |
|-----------|----------|--------|----------|
| MB IO 65% | \$190.20 | \$0.00 | \$183.99 |

| INDEX            | Price    | Change   | MTD      |
|------------------|----------|----------|----------|
| Platts Lump Prem | \$0.4400 | \$0.0000 | \$0.4274 |

| Iron Ore 62% Futures | Feb 21 | Mar 21 | Apr 21 | May 21 | Q2 21  | Q3 21  | Q4 21  | Q1 22  | Cal 22 | Cal 23 |
|----------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| London Close \$/t    | 162.80 | 164.00 | 160.20 | 156.25 | 156.25 | 144.50 | 133.75 | 125.50 | 116.15 | 97.30  |
| Singapore Close \$/t | 162.70 | 164.00 | 160.15 | 156.20 | 156.20 | 144.50 | 133.80 | 125.55 | 116.20 | 97.35  |
| Change               | +0.06% | +0.00% | +0.03% | +0.03% | +0.03% | +0.00% | -0.04% | -0.04% | -0.04% | -0.05% |



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