



# London Iron Ore Market Report

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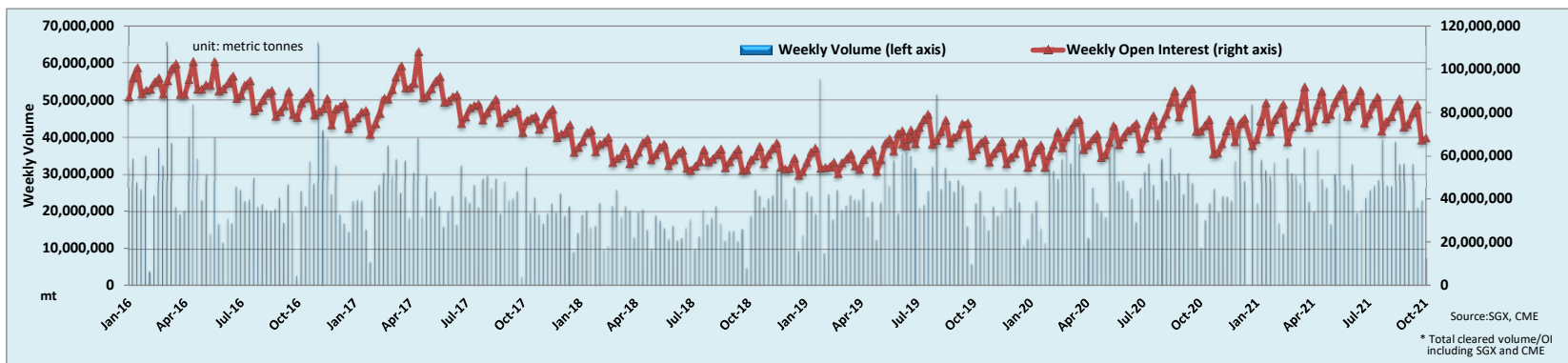
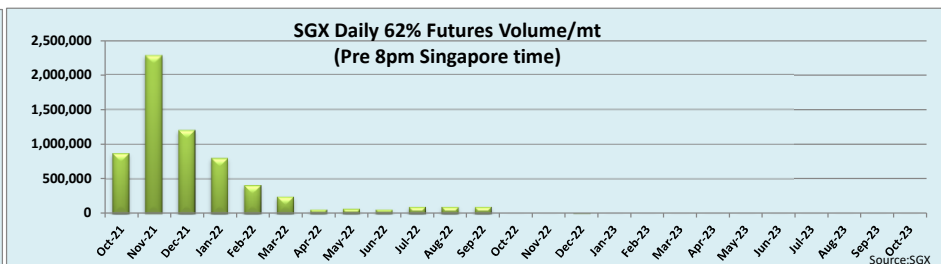
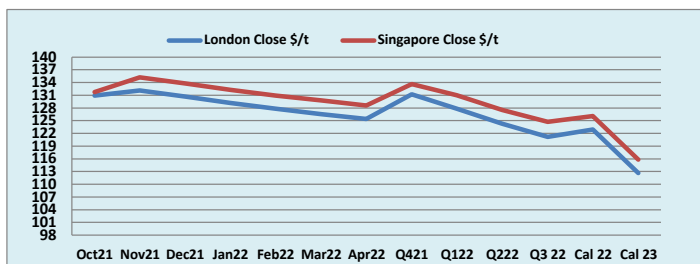
After weeklong holidays Chinese mills came back to restocking, iron ore future prices extended further gains on Monday as improved rebar margins at Chinese steel mills buoyed demand as well as investors weighed the ongoing demand. Singapore iron ore futures climbed above \$135 during morning. In addition, according to local media the severe flood in Shanxi province caused massive coal miners stoppage, steel mills may consider to use more high or mid grade iron ores and lumps to decrease the coke and coal usage in furnace to control the cost. On the supply side, power cuts began to occur in many places in late September, causing rebar output fell sharply. Mysteel weekly rebar output before the holiday hit a new 18 month low of 2.48 million tons. The capacity utilization rate rebounded in the first week after the holiday, but still relatively slow. The electricity curtailment in October will improve, and there will be limited production in the heating season in Q4, thus output is likely to remain low. According to Vivek Dhar, commodities analyst at Bank of Australia "Steel output is reportedly set to increase in October in some parts of China, like Tangshan, Jiangsu, Zhejiang and Anhui, after these regions exceeded steel production cuts in September, the impacted mills may see November output either match or exceed October levels."

INDEX	Price	Change	MTD
Platts IO 62%	\$136.95	\$11.90	\$121.46

INDEX	Price	Change	MTD
MB IO 65%	\$160.00	\$13.90	\$142.74

INDEX	Price	Change	MTD
Platts Lump Prem	\$0.2000	\$0.0600	\$0.1437

Iron Ore 62% Futures	Oct 21	Nov 21	Dec 21	Jan 22	Feb 22	Mar 22	Apr 22	Q4 21	Q1 22	Q2 22	Q3 22	Cal 22	Cal 23
London Close \$/t	130.90	132.15	130.65	129.15	127.80	126.55	125.40	131.25	127.85	124.30	121.15	122.90	112.65
Singapore Close \$/t	131.75	135.25	133.75	132.25	130.95	129.75	128.60	133.60	131.00	127.50	124.75	126.10	115.85
Change	-0.65%	-2.29%	-2.32%	-2.34%	-2.41%	-2.47%	-2.49%	-1.76%	-2.40%	-2.51%	-2.89%	-2.54%	-2.76%



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