



# London Iron Ore Market Report

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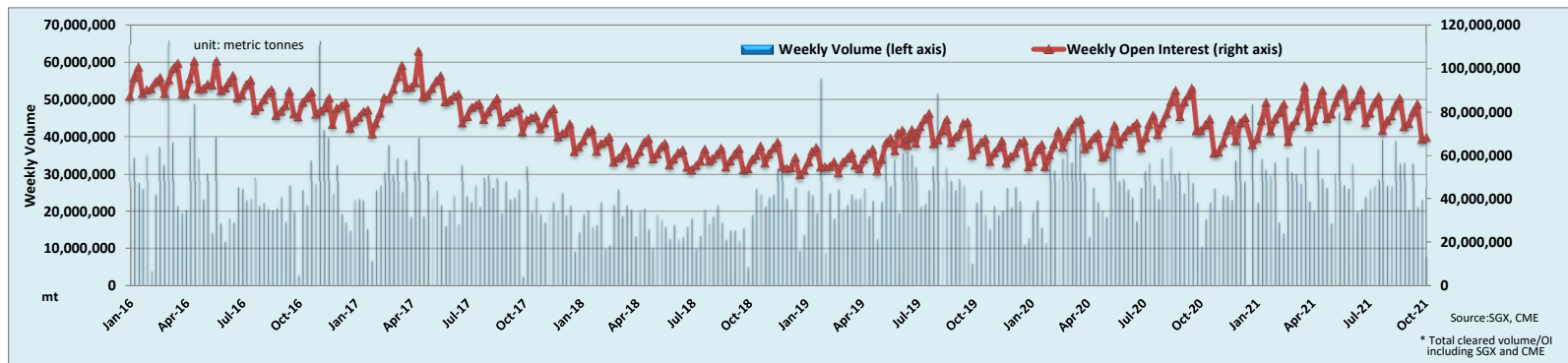
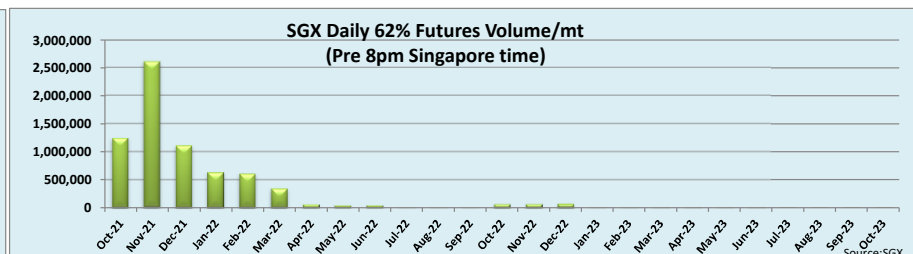
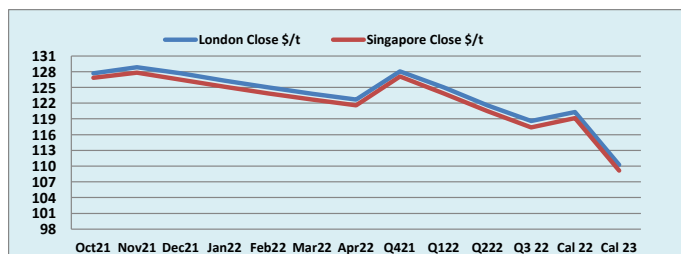
Iron ore futures paused from a four-day surge on Tuesday amid expectations for crude steel production curbs in Chins for the remainder of the year. According to local media source, Handan as the secondary biggest steel making city over the world, started to publish its winter air pollution and production cut policy by closing 20 blast furnaces below 1000m<sup>3</sup> volume and 20 converters furnace below 100 m<sup>3</sup>. The policy was closely related to the decrease of crude steel growth rate in the area because of the H2 production was beyond expectation. More areas are likely to publish their winter production curbs policy in the following 1-2 weeks. However, the winter production curb would bring back the demand for high grade ores and lumps demand in the next two months. In addition, the continuing power restrictions could further impact steel production. Kallanish stated in its market report that six steel maker includes Benxi Iron & Steel, Angang and Yunnan Qujin Steel, Baosteel, Tianjin Tiantie and Guangdong Yuebei Steel in October plan to shut down some BFs to cut around 1430000-1470000 tonnes of iron supply. Five steel companies will cut the supply of approximately 820,000 tons of rebar and 130,000 tons of wire rod in October. Some market participants worry that due to the general seasonal slowdown in construction activities at the end of the year, overall industrial electricity consumption may decrease, which may lead to a slowdown in activities in energy-intensive industries such as steel, chemical and cement manufacturing, and steel production restrictions may intensify. Huatai Futures wrote in a report: "Considering the deadline of limiting steel production is being brought forward to November, domestic consumption of iron ore will decline." Mysteel: China 45 ports iron ore inventory up 976,400 tonnes, which near the previous two years level after the golden week holiday. No. of ships waiting at ports reached to the yearly high of 204, indicated severe port congestion.

INDEX	Price	Change	MTD
Platts IO 62%	\$128.50	-\$8.45	\$122.34

INDEX	Price	Change	MTD
MB IO 65%	\$152.30	-\$7.70	\$143.94

INDEX	Price	Change	MTD
Platts Lump Prem	\$0.2000	\$0.0000	\$0.1508

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	127.70	128.85	127.65	126.25	125.00	123.80	122.70	128.05	125.00	121.60	118.60	120.30	110.30
Singapore Close \$/t	126.85	127.80	126.45	125.10	123.85	122.70	121.60	127.05	123.85	120.50	117.35	119.15	109.15
Change	+0.67%	+0.82%	+0.95%	+0.92%	+0.93%	+0.90%	+0.90%	+0.79%	+0.93%	+0.91%	+1.07%	+0.97%	+1.05%



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