



London Iron Ore Market Report

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Iron ore futures remained around \$120 on Wednesday after a slight pick up on steel production and better sentiment on China domestic steel price. According to Ganggu construction steel data, steel production up 58,800 tons from last week to 4.6 million tons. The current steel production level wouldn't require any extra production curb to complete the target of zero growth rate on crude steel compared to last year. In addition, China's Sept steel scrap imports fell to 24,624 tons the lowest level in seven months according to the country's customs data.

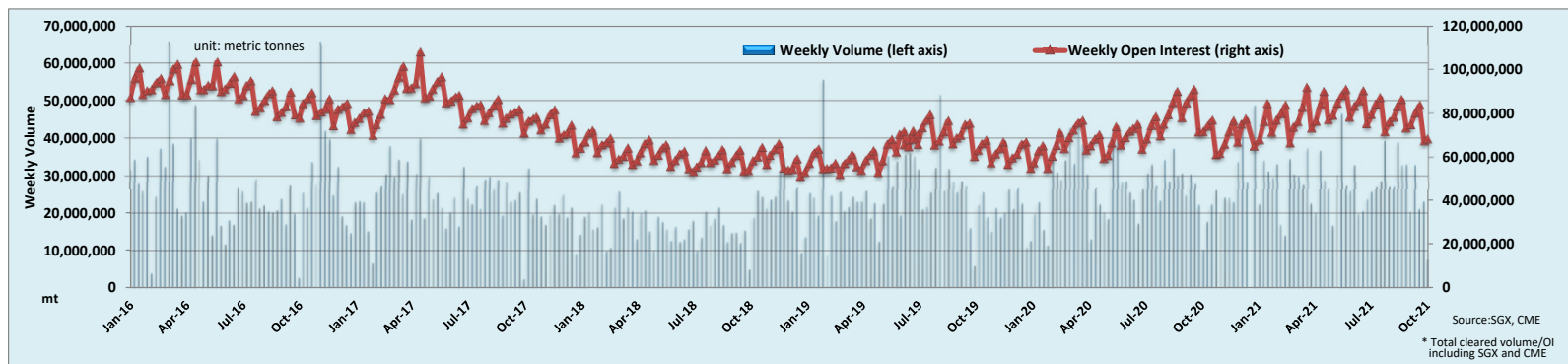
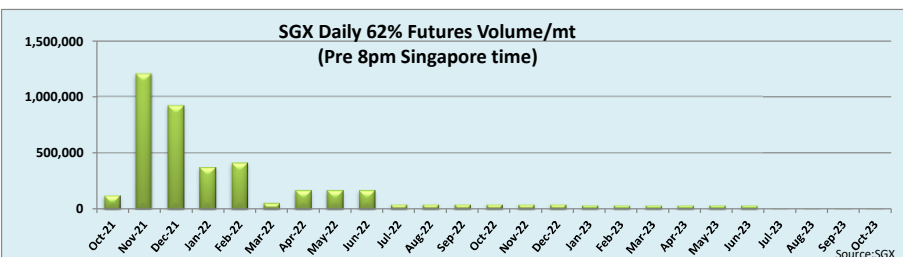
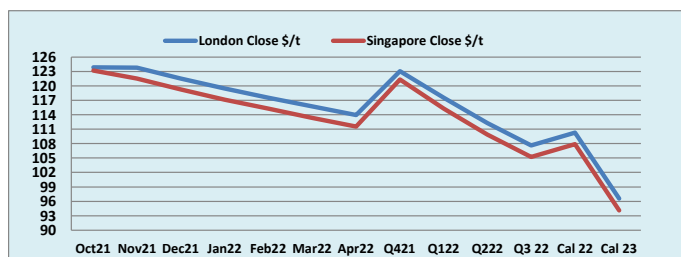
Last night all eyes on the top miners latest quarterly production and sales report. Vale's Q3 iron ore sales reported 67.84 million tonnes which has surpassed the previous two quarters and is higher than analysts expected. Q3 production 89.42 million tonnes, up 0.8% y-o-y. Iron ore production for 2021 estimated to be 315-335 million tonnes. After the iron ore price slumped nearly \$100 from \$220 in July, Vale plans to lower its supply on lower quality ore. "Production and sales strategy is based on market conditions, prioritizing value over volume, with focus on margin maximization," the Rio de Janeiro-based company said in its production report. BHP also released its Q3 iron ore total production at 70.59 million tonnes, down 3.1% from Q2, down 6.6% y-o-y. BHP expected the FY 2022 iron ore production at 278-288 million tonnes.

INDEX	Price	Change	MTD
Platts IO 62%	\$124.45	\$0.95	\$123.28

INDEX	Price	Change	MTD
MB IO 65%	\$147.00	-\$0.10	\$145.76

INDEX	Price	Change	MTD
Platts Lump Prem	\$0.2200	\$0.0000	\$0.1769

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	123.90	123.80	121.50	119.45	117.55	115.70	113.95	123.05	117.50	112.25	107.60	110.25	96.60
Singapore Close \$/t	123.20	121.50	119.25	117.15	115.25	113.35	111.55	121.30	115.25	109.90	105.20	107.85	94.15
Change	+0.57%	+1.89%	+1.89%	+1.96%	+2.00%	+2.07%	+2.15%	+1.44%	+1.95%	+2.14%	+2.28%	+2.23%	+2.60%



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