



Daily Virtual Steel Mill Report

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

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Verdict:

- Short-run Neutral

Macro:

- U.S. President Trump announced an increase in tariffs on imported steel, aluminum, and their derivative products from 25% to 50%, with the new rates taking effect at 12AM EST on June 4, 2025. The 25% tariff on steel and aluminum imports from the United Kingdom will remain unchanged.
- The Organisation for Economic Co-operation and Development (OECD) released its latest Economic Outlook report on June 3, projecting global economic growth rates of 2.9% for both 2025 and 2026, representing downward revisions of 0.2 and 0.1 percentage points respectively from its March forecasts.

Iron Ore Key Indicators:

- Platts62 \$95.35, -0.95, MTD \$95.83. Iron ore prices extended the modest decline yesterday, with active trading in the seaborne market. In addition to two 170kt PBF cargoes traded at fixed prices, there are also 90kt MACF and 170kt BRBF traded at fixed prices, suggesting strong market acceptance of current price levels and overall resilience in the iron ore market.
- The iron ore arrivals at 45 China ports reached 25.37 million tons, up 3,852,000 tons w-o-w. The iron ore arrivals at six northern ports of China reached 15.541 million tons, up 1,755,000 tons w-o-w.
- During past week, the total delivery of Brazil and Australia reached 28.306 million tons, up 1.01 million tons w-o-w.

SGX Iron Ore 62% Futures& Options Open Interest (Jun 3rd)

- Futures 124,019,800 tons (Increase 3,185,100 tons)
- Options 126,745,100 tons (Increase 705,000 tons)

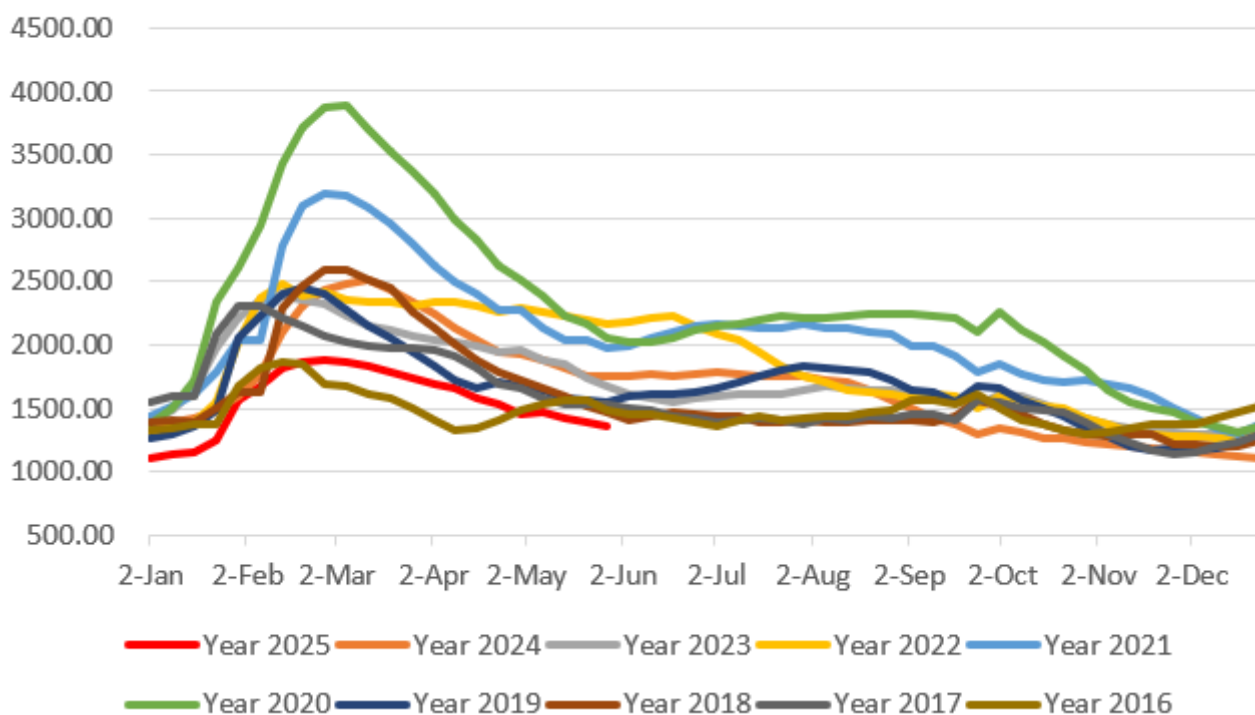
Steel Key Indicators:

- The China 76 sample EAFs average cost at 3265 yuan/ton, average loss at 127 yuan/ton on Jun 3rd.

Coking Coal and Coke Indicators:

- The offer price for a 75kt Australian PLV cargo has been lowered by another \$2 to \$186/mt, yet buyers remain uninterested.

Five Major Steels Inventories(10,000 tonnes)



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