mineral industry surveys



U. S. DEPARTMENT OF THE INTERIOR BUREAU OF MINES WASHINGTON, D. C. 20240



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Iron Ore, Monthly

IRON ORE IN JULY 1970

Domestic iron ore production in July increased slightly over production in the previous two months, and was approximately the same as for July 1969, according to the Bureau of Mines, U.S. Department of the Interior. July shipments increased 0.9 million tons over those in June, but were 0.4 million tons less than in July 1969. Month-end mine stocks showed a 2-million-ton decrease compared with the amount held the previous month.

The construction of a new 4-million-ton-per-year pelletizing complex on the Mesabi range appeared possible with the announcement by Pickands Mather & Co. that a contract for an economic feasibility study had been awarded to United Engineers and Contractors, Inc., Philadelphia, Pa. The proposed plant site would be at Hibbing, Minn., with operation to begin as early as 1973, if the project is approved and construction started in 1971. Bethlehem Steel Corp. would be a major participant.

Expansion plans involving the expenditure of \$270 million were announced by the Iron Ore Co. of Canada through its chairman, W. A. Marting. The expansion program would increase the company's present annual iron ore capacity to 33 million tons, including 16 million tons of pellets. Long-term iron ore contracts were reported to be concluded with major steelmakers in the United States, Europe, and Japan. The value of the contracts was estimated at \$7 billion and to run through 1996.

Prepared in Division of Ferrous Metals, October 6, 1970.

TABLE 1.- U.S. production and shipments of iron ore, by districts (Exclusive of ore containing 5 percent or more manganese)

(Thousand long tons)

	Lake Superior	South- eastern	North- eastern	Western	Byproduct	Total 1
Production: 1969 1970:	68,730	1,437	3,800	13,632	661	88,260
1st Quarter -	11,484	348	966	3,266	166	16,230
2nd Quarter -	20,110	379	976	3,771	182	25,417
July	8,115	123	216	1,138	59	9,651
Shipments: 1969 1970:	71,051	1,375	3,404	14,013	727	90,570
1st Quarter -	3,017	298	773	3,303	169	7,559
2nd Quarter -	21,484	310	856	3,568	191	26,410
July	10,107	96	188	1,256	51	11,698

Data may not add to totals due to independent rounding.

TABLE 2.- U.S. mine production, shipments, and stocks of iron ore (Exclusive of ore containing 5 percent or more manganese)
(Thousand long tons)

	Production July		Shipments July		Mine Stocks 1 July 31	
	1970	1969	1970	1969	1970	1969
Lake Superior:						
Michigan	1,074	993	1,799	2,257	3,165	<u>r</u> / 6,156
Minnesota	6,962	6,964	8,229	8,033	9,822	<u>r</u> / 9,403
Wisconsin	79		79		24	
Southeastern:					ĺ	
Alabama, Georgia,						
North Carolina (1970)	123	107	96	119	800	623
Northeastern:						
New York, Pennsylvania	216	201	188	186	4,499	4,019
Western:						
California, Colorado,						
Missouri, Nevada,						
Texas, Utah, Wyoming	1,138	1,287	1,256	1,398	460	352
Byproduct ore	59	59	51	59	480	<u>r</u> / 566
Total 1	9,651	9,611	11,698	12,052	19,251	r/ 21,119
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 $[\]frac{r}{l}$ Revised

Data may not add to totals due to independent rounding.

TABLE 3. - U.S. exports of iron ore (Thousand long tons)

	Canada	Japan	Other	Total 1
1969	2,085	3,009	66	5,160
1970: 1st Quarter 2nd Quarter July	5 482 278	840 805 371	1 111 50	846 1,399 700

 $[\]underline{1}/$ Data may not add to totals shown because of independent rounding.

TABLE 4.- Canada: Shipments of iron ore (Thousand long tons)

	Newfound- land	Quebec	Ontario	British- Columbia	Total 1
1969 1970:	13,018	11,162	8,301	1,820	34,302
1st Quarter	3,084	948	1,230	263	5,525
April May	1,613 2,102	930 1,670	725 1,328	183 120	3,451 5,219
June	2,250	1,789	1,110	93 NA	5,242 NA
July	NA	NA	NA	NA	I NA

NA Not available.

1/ Data may not add to totals shown because of independent rounding.

Source: Dominion Bureau of Statistics, Bureau of Trade and Commerce.

TABLE 5. - U.S. imports for consumption of iron ore, by countries (Exclusive of ore containing 10 percent or more manganese)

	July 1970			January - July 1970			
	Long tons	Value ¹		Long	Value 1		
		Total	Per ton	tons	Total	Per ton	
Australia Brazil Canada Chile Denmark Iran Liberia Libya Mauritania New Zealand Nigeria Norway Philippines Sweden United Kingdom Uruguay Venezuela	103,349 199,662 3,008,451 134,449 216,048 48,933 15,358 1,466,252	\$911,071 1,984,847 37,266,311 1,053,299 2,236,553 355,809 177,748 12,489,374	\$8.82 9.94 12.39 7.83 10.35 7.27 11.57 8.52	444,877 1,203,466 11,535,649 1,093,174 527 250 1,101,430 102,640 71,600 52 29,812 48,933 509,997 7,300 15,358 38 49,334 7,646,472	\$4,674,960 11,464,647 144,495,682 8,933,238 21,455 10,167 9,498,914 789,302 663,409 548 151,594 355,809 5,324,293 260,500 177,748 5,133 444,006 63,246,969	9.53 12.53 8.17 40.71 40.67 8.62 7.69 9.26 10.54 5.08 7.27 10.44 35.68 11.57	
Total	5,192,502	56,475,012	10.88	23,860,909	250,518,374	10.50	

^{1/} The market price of the merchandise in the principal marketplace of the foreign country at the time of exportation in terms of United States dollars, and excludes inland freight, ocean freight, and other charges incurred after the merchandise leaves the principal marketplace. This market price is either the market price of the export to the United States or the market price for domestic consumption, whichever is higher. Certain unusually high prices are believed paid for iron ore for use in paints or for research purposes.

TABLE 6. - U.S. consumption and stocks of iron ore and agglomerates at consuming plants and production of pig iron.

(Long ton)

	Consu	Stocks		
	July 1970	Year to date	July 31, 1970	
Beginning of month			37,843,892	
Alabama, Kentucky, Tennessee,				
Texas, Missouri	942,575	6,576,872	4,124,039	
California, Colorado, Utah	698,354	4,338,925	561,691	
Delaware, Maryland, West		1	•	
Virginia	931,668	6,604,630	1,918,514	
Illinois, Indiana	2,330,338	16,063,693	10,719,084	
Michigan, Minnesota	847,584	5,889,490	4,251,886	
New York, Ohio, Pennsylvania,				
New Jersey, Rhode Island	4,576,230	33,493,967	21,475,117	
Total	10,326,749	72,967,577	43,050,331	

	Consumpti	on by process	Pig Iron produced		
	July 1970	Year to date	July 1970	Year to date	
Blast furnaces Steel furnaces Agglomerating plants1/- Miscellaneous2/	7,590,084 205,339 2,514,124 17,202	53,343,708 1,502,704 18,078,200 42,965	6,802,023	48,355,879 	
Total	10,326,749	72,967,577	6,802,023	48,355,879	

 $[\]underline{1}/$ Iron ore and iron ore concentrates consumed in agglomerating plants not located at the mine site.

Source: American Iron Ore Association.
American Iron and Steel Institute.

 $[\]underline{2}$ / Sold to nonreporting companies or used for purposes not listed.