mineral industry surveys



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

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IRON ORE IN DECEMBER 1971

U.S. mine production and shipments of iron ore in December were close to the levels of 1 year ago, according to the Bureau of Mines, U.S. Department of the Interior. Although preliminary totals for the Nation in 1971 indicated declines of about 8 percent in production and 9 percent in shipments compared with 1970, consumption of iron ore increased about 12 percent in December and ore stocks at consuming plants dropped by more than 2 million tons during the month. Total ore stocked at mines and consuming plants was about 8 million tons more than 1 year ago.

Imports of iron ore for consumption in 1971 were about 4.7 million tons less than in 1970. The decline was mainly due to a reduction of 3.5 million tons in shipments from Canada, but imports from Chile, Peru, and Brazil also declined. Imports from Australia increased more than 50 percent, passing the 1-million-ton mark in 1971.

Final ore shipments for the 1971 season were recorded at all U.S. ports on the Great Lakes by December 23, except at Two Harbors, Minn. Shipments from Two Harbors were planned to continue through January.

On December 20, Kaiser Steel Corp. announced that exports of iron ore and pellets from its Eagle Mountain, Calif., facility had been stopped. The company also said that starting January 3, 1972, all mining and production at Eagle Mountain would be halted for 4 to 6 weeks, to allow reduction of stockpiles and to reduce the level of production by 50 percent. It was stated that exports of Eagle Mountain ore products had become uneconomic, partly because of the availability of high-grade foreign ores on world markets at relatively low prices. The mine will continue to provide ore for the Kaiser steelworks at Fontana, Calif. The number of Eagle Mountain employees to be affected was not announced.

The Midland-Ross Corp. was reported to have sold most of its 49-percent interest in Georgetown Steel Corp. of Georgetown, S.C., while retaining ownership of the prereduced pellet facility which supplies ore for the steelworks. The company also disposed of its interest in Korf Industrie and Handel G.m.b.H. of Hamburg, West Germany, where a similar pellet facility was completed during 1971.

Prepared in the Division of Ferrous Metals, February 24, 1972.

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

Total 1/	89,760 16,475 24,574 24,073 6,309 5,507 5,360	87,891 6,960 26,981 27,888 7,969 5,989 3,891
Byproduct	835 153 161 139 45 44	715 174 171 126 36 49 19
Western	14,314 3,338 3,370 2,484 886 1,004	14,188 3,375 3,645 2,239 902 812 812
North- eastern	3,491 955 980 587 174 183	2,998 782 894 602 185 171 176
South- eastern	1,484 125 106 83 35 31	1,293 166 113 106 41 34
Lake Superior	69,636 11,904 19,957 20,780 5,169 4,245	68,697 2,463 22,158 24,815 6,805 4,923 2,722
	Production: 1970 1971: 1st Quarter- 2nd Quarter- 3rd Quarter- October November	Shipments: 1970 1971: 1st Quarter- 2nd Quarter- October November

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

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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 December		Shipments December		Mine Stocks December 31	
	1971	1970	1971	1970	1971	1970
Lake Superior: Michigan Minnesota Wisconsin Southeastern:	1,083 3,027 77	1,146 3,087 67	1,130 1,516 76	796 1,543 73	2,065 8,443 10	2,349 5,454 2
Alabama, Georgia, North Carolina Northeastern: New York, Pennsylvania-	25 169	101 301	33 176	93 292	757 4,884	843 4,657
Western: Arizona, California, Colorado, Missouri, Nevada, Texas, Utah, Wyoming	934	1,200	941	1,113	919	538
Byproduct ore	45	59	19	56	474	461
Total 1/	5,360	5,961	3,891	3,966	17,552	14,304

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

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

	Canada	Japan	Other	Total <u>1</u> /
1970 1971:	2,045	3,206	241	5,492
1st Quarter	9	682	19	710
2nd Quarter	170	871	2/	1,041
3rd Quarter	743	$\frac{r}{82}$	$\frac{2}{2}$ /	r/ 743
October	199	82	<u>2</u> /	281
November	105	14	2/	119
December	18	145	$\frac{\overline{2}}{2}$ /	163

 $[\]underline{\underline{1}}$ / Revised. $\underline{\underline{1}}$ / Data may not add to totals shown because of independent rounding. $\underline{\underline{2}}$ / Less than 500 long tons.

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

	Newfound- land	Quebec	Ontario	British Columbia	Total <u>1</u> /
1970 1971:	22,219	13,079	10,493	1,718	47,509
1st Quarter	1,953 6,345 6,105 2,219 1,934 NA	737 3,642 3,772 1,303 1,039 NA	1,681 3,167 2,714 946 778 NA	492 465 495 62 163 NA	4,862 13,619 13,085 4,530 3,914 NA

NA Not available.

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)

	De	ecember 1971	· · · · · · · · · · · · · · · · · · ·	January - December 1971		
	Long	Value <u>1</u> /		Long	Value <u>1</u> /	
	tons	Total	Per ton	tons	Total	Per ton
Australia Brazil Canada Chile Germany, West Liberia Mexico Nigeria Peru Philippines Sweden United Kingdom Venezuela	100,992 66,449 1,211,649 104,630 96,636 580,243	\$1,237,241 762,053 17,933,067 929,201 1,098,401 5,173,090	\$12.25 11.47 14.80 8.88 11.37 8.92	1,007,329 1,772,791 20,341,999 877,870 22 1,838,140 20,760 51,930 1,062,450 19,300 177,965 16 12,977,123	\$12,692,011 16,546,042 267,423,776 7,152,361 271 16,768,161 473,328 399,342 12,443,494 367,300 2,200,042 1,958 114,382,836	\$12.60 9.33 13.15 8.15 12.32 9.12 22.80 7.69 11.71 19.03 12.36 122.38 8.81
Total	2,160,599	27,133,053	12.56	40,147,695	450,850,922	11.23

^{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.

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

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

	Consum	Stocks	
	December 1971	Year to date	December 31, 1971
Beginning of month			<u>r</u> /59,865,423
Alabama, Kentucky, Tennessee, Texas, Missouri	651,886 489,484 781,046 1,936,423 782,371 3,365,168	9,070,843 6,570,897 9,617,030 25,768,352 9,689,898 48,249,028	4,452,894 638,574 4,190,733 15,112,326 4,618,075 28,725,646
Total	8,006,378	108,966,048	57,738,248

	Consumption	on by process	Pig iron produced		
	December 1971	Year to date	December 1971	Year to date	
Blast furnaces Steel furnaces Agglomerating plants 1/ Miscellaneous 2/	6,088,832 93,096 1,822,974 1,476	81,299,047 1,814,522 25,828,963 23,516	5,294,471 	<u>r</u> / _{72,593,749}	
Total	8,006,378	108,966,048	5,294,471	<u>r</u> / _{72,593,749}	

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

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

^{2/} Sold to nonreporting companies or used for purposes not listed.