



# **Ferrosilicon DAILY EXPRESS**

**September 18, 2020 Friday**

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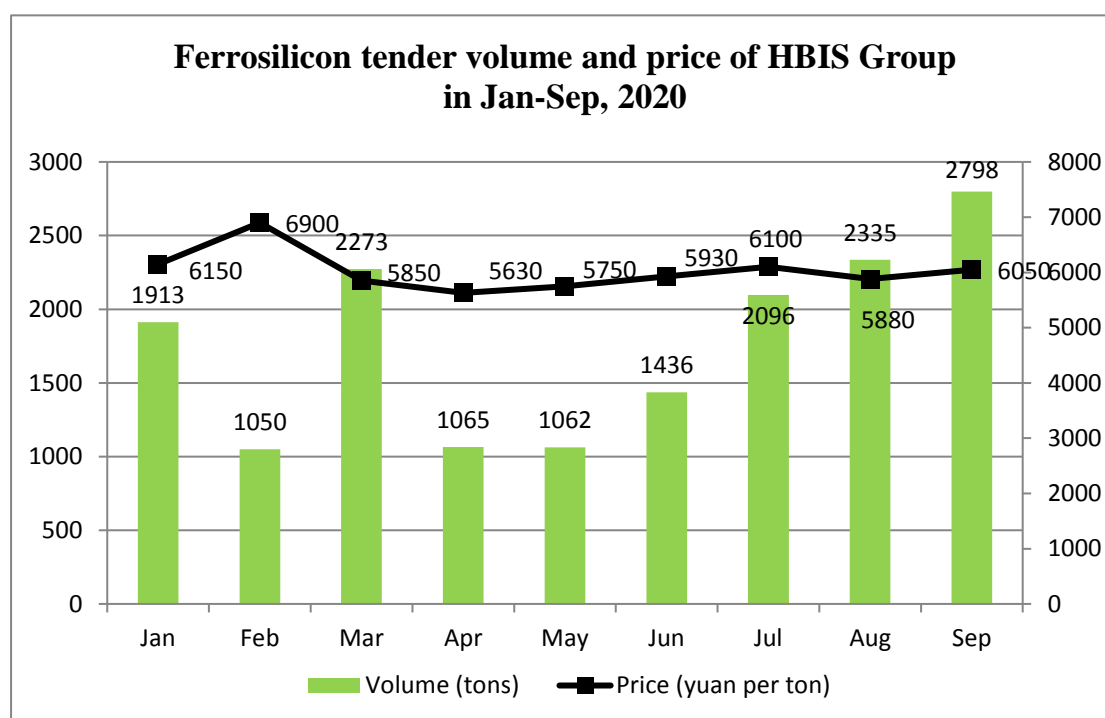
## Ferrosilicon Spot Price

Ferrosilicon	Area	Price (RMB/MT)	Up/Down
Si75#	Inner Mongolia	5800-5900	--
	Gansu	5800-5900	--
	Ningxia	5800-5900	--
	Qinghai	5700-5800	--
	Shaanxi	5600-5700	--
Si72#	Inner Mongolia	5600-5700	--
	Gansu	5600-5700	--
	Ningxia	5600-5700	--
	Qinghai	5500-5600	--
	Shaanxi	5400-5500	--

## Steel Mills Tender – September, 2020

Commodity	Steel Mills	Price (RMB/T)	Change vs. Last Month (RMB/T)	Volume & change vs. last month (Tons)
Ferrosilicon 72#	Shandong Iron & Steel	6130	+250	4500
Ferrosilicon 72#	Anhui Changjiang Steel	6000	+180	4000
Ferrosilicon 72#	Sangang Group	6060	+160	3500
Ferrosilicon 72#	Shagang Group	6060	+180	Tender volume 1500 tons, total volume 3000 tons
Ferrosilicon 72#	HBIS Group	6050	+170	2798(+463)
Ferrosilicon 72#	Nanjing Iron and Steel	6050/6100	+(200-250)	2500(+500)
Ferrosilicon 72#	ZENITH	6050	+170	2500
Ferrosilicon 72#	Shaanxi Iron and Steel (Group)	5950	+170	2200
Ferrosilicon 72#	Xiangtan Iron & Steel	6150	+220	2000(+200)
Ferrosilicon 72#	Valin LY Steel	6100	+170	1500
Ferrosilicon 72#	Xinjiang Basteel	/	/	1200
Ferrosilicon 72#	Shaoguan Steel Group	6180	+250	1000
Ferrosilicon 72#	Shandong Iron & Steel Group	6050	+170	900

<b>Ferrosilicon 72#</b>	Hebei Jingye Group	6050	<b>+170</b>	800
<b>Ferrosilicon 72#</b>	Shougang Changzhi Steel & Iron	6020	<b>+170</b>	800
<b>Ferrosilicon 72#</b>	Fangda Special Steel	6150	<b>+210</b>	600
<b>Ferrosilicon 72#</b>	Anyang Yongxing Special Steel	5950	<b>+150</b>	600
<b>Ferrosilicon 72#</b>	Xining Special Steel	5900	<b>+100</b>	500
<b>Ferrosilicon 72#</b>	WISCO	6050	<b>+170</b>	460
<b>Ferrosilicon 72#</b>	Nanyang Hanye Special Steel	6000	<b>+230</b>	400
<b>Ferrosilicon 72#</b>	CITIC	6090	<b>+190</b>	/
<b>Ferrosilicon 75#</b>	Shougang Group	6190	<b>+170</b>	1300
<b>Ferrosilicon 75#</b>	Jianbang Group	6030	<b>+80</b>	1000
<b>Ferrosilicon 75#</b>	Jin Gang Group	6150	<b>+170</b>	600



## Supply

Sell>> Erdos Xijin Company supplies ferrosilicon (70#,72#,75#) & special ferrosilicon (low Al, low Ti, low C), Sales Manager, Mr. Ning, 15049433766/18147786766

Sell>> Wuhai Junzheng Group sells ferrosilicon, 72#, 75#, Mr. Zhou, 13327036330

Sell>> Tengda Northwest Ferroalloys Group supplies silicon, chrome and manganese

products

Sell>> Baotou Oma company sell ferrosilicon, Mr. Fang 86-13901139228

Sell>> Sanyuan Zhongtai Company sell ferrosilicon, Mr. Di 86-13739507897

Sell>> Inner Mongolia Sanwei company Mr. Zhang 86-13614820288

Sell>> Ningxia Juhe Silicon Company Mr. Chen 86-13909598844

Sell>> Zhongwei Maoye Metallurgy company sell ferrosilicon Mr. Huang  
13629555885

Sell>> Zhongwei Dayou Metallurgy company Mr. He 86-18709559808

Sell>> Zhongwei Yuexin Steel supply ferrosilicon 72#, 75#, size 10-50, 10-80,  
50-10mm, Ms. Xiao 86-18795356999

Sell>> Zhongwei Tianze Metallurgy supply ferrosilicon 65# 70# 72# 75#, low  
Al 0.02. Zhang Yue 86-18995453096

Sell>> Ningxia Xinkangsheng supply ferrosilicon, carbon raiser etc Mr. Ma 86-  
18395094491

Sell>> Ningxia Ruitaixiang company supply ferrosilicon 60# 65# 66# 72# 75# Ms.  
Wang 86-15809631594

Sell>> Aerbadi (Ningxia) Smelting Co., Ltd supply ferrosilicon 72# 75#, natural  
block, Mr. Chen, 17395155168, Mr. Liu, 17391519151

Sell>> Qinghai Wutong Industry Mr. Lee 86-13997034020

Sell>> Qinghai Huesheng Ferroalloy Co., Ltd, Mr. Chen 86-18697160185

Sell>> Qinghai Fuxin Silicon Mr. Gan 86-18097239888

Sell>> Gansu Honest special ferrosilicon Mr. Dai 86-13919058339

Sell>> Gansu Tianyikuangye company special ferrosilicon, normal ferrosilicon etc,  
Mr. Zhang 0931-2155553

Sell>> Lanzhou Hongye Company high purity ferrosilicon ( $\text{Si} \geq 75\%$   $\text{Al} < 0.1\%$   
 $\text{Ca} < 0.02\%$ ,  $\text{C} < 0.02\%$ ,  $\text{Ti} < 0.05\%$  -0.01% etc.), supply all types of ferrosilicon and size  
under 0-3 mm, size (10-50mm, 3-10mm) Si 72# powder (0-3mm), Mr. Shi 86-  
13309408708

## Demand

Buy>> Shanxi Shenmu Dongfeng Magnesium Co. Ltd., Chen Jiashuai, 13772375803

Buy>> Shandong Xiangcheng Metallurgical Furnace Charge Co. Ltd., Mr. Li,  
13963341489

Buy>> Jiangsu Zhongzaixin Metallurgical Furnace Charge Co. Ltd., Mr. Song,  
15861080167

Buy>> Henan Anyang Zhenhuan Metallurgical Refractories Co. Ltd., Mr. Li,  
13949530398

Buy>> Boyu Metal Corporation, Ms. Tong, 15242409770

Buy>> Beijing LY Metals and Mining Co., Ltd, Mr. Zhao, 18513433578

Buy>> Shanxi Orient Henglv Investment Casting Co., Ltd, Mr. Mou, 18636705861

Buy>> Silicon 68-72, Barium 4-6, granularity 0.2-0.8, 5-15, 3-8 or natural block, Mr.

## Market Insight

- **China's property, infrastructure growth rises in August, supporting metals demand**

China's investment in property rose 11.8% year on year to Yuan 1.31 trillion (\$193.8 billion) in August and in infrastructure rose 4% to Yuan 1.35 trillion, S&P Global Platts has calculated based on the latest data released by National Bureau of Statistics Sept. 15.

Steel, aluminum and copper are key raw materials for construction in China, with the sector accounting for more than 50% of steel consumption, about 35% of aluminum consumption and 10% of copper consumption.

China's fixed asset investment, or FAI, edged down 0.3% on year to 37.9 trillion in the first eight months of 2020, the NBS data showed. The fall narrowed 1.3 percentage points from the decline in the first seven months, and the FAI for August alone was up 4.2% from the month before.

Investment in infrastructure construction edged down 0.3% on year in the first eight months, with the drop narrowing 0.7 percentage points from January-July.

Investment in rail transport investment rose 6.4% on year over January-August, which was 0.7 percentage points higher than over January-July.

Strong demand from the property sector was lending some support to long steel, aluminum and copper markets in September, market sources said.

China's aluminum and copper prices are expected to hover at high levels in the coming months on expectations of demand rising during the traditional peak season.

- **China's steel output softens in September after record high in August**

Steel production hit a record 94.85 million mt in August, up 1.6% month on month and 8.4% higher year on year, National Bureau of Statistics data released Sept. 15 showed. Over January-August, output was up 3.7% on year at 688.89 million mt.

China's pig iron output edged up 0.5% on month and rose 5% on year to 78.55 million mt in August, taking total output over January-August to 589.4 million mt, up 3.4% on year.

However, crude steel production in the first 10 days of September averaged 2.96 million mt/day, down 0.6% from Aug. 20-31 but up 6.4% on the year, according to China Iron & Steel Association, or CISA, data.

CISA members accounted for 2.14 million mt/day of the Sept. 1-10 total, 6.7% higher than a year ago, and marking the 14th consecutive 10-day period of year-on-year increase.

The softening in early September from the month before was in line with market expectations, as many participants expect production peaked for the year in August and will edge lower for the rest of 2020.

This is because upward momentum in property and infrastructure, which account for over 55% of China's total steel consumption, has slowed.

- **Iron Ore & Steel Q4 Outlook: Iron ore to stay strong despite fall in steel output**

Iron ore prices are expected to remain relatively strong in the October-December quarter despite demand falling on the back of reduced crude steel production, according to the latest S&P Global Platts quarterly Iron Ore & Steel Outlook released Sept. 16.

The Outlook found that 54% of respondents expected iron ore prices to range between \$100/mt and \$110/mt CFR China in calendar Q4. Just over one-third believed iron ore prices would stay above \$110/mt and 11% thought they would fall below \$100/mt.

Only 18% of respondents expected their iron ore requirements to increase in Q4, with 39% tipping them to fall and 43% believing their demand would be similar to Q3.

Some respondents commented that the extent of China's winter steel production cuts created uncertainty around demand levels.

China's crude steel production hit a record high in August, but 54% of respondents expected output to fall in Q4, while 32% thought it would stay at a similar level to the July-September quarter, according to the Outlook.

In potentially positive news for steel prices, 54% of respondents expected steel inventories to come down in Q4, with just 14% believing they would increase.

Weaker domestic steel prices could see China become competitive in exports again, but only 29% thought exports would rise in Q4, while 22% thought they would fall.

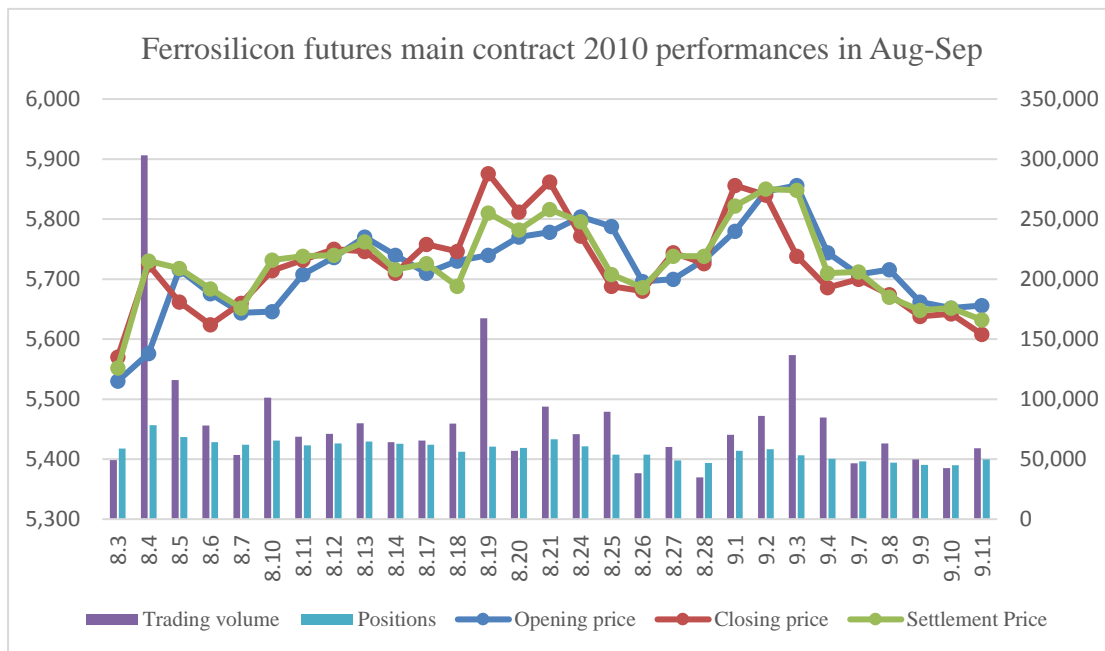
# Daily Market

## Ferrosilicon futures 2010 contract

1. Futures warehouse: The number of warehouse receipts was 12692 (63460 tons), and 1741 (8705 tons) were valid for the number of warehouse orders.
2. The 2010 ferrosilicon contract price on ZCE closed at 5644 yuan per ton on September 17.
3. The main position: the top 20 positions increased and decreased variedly, the purchase volume is more than the holding position.

Below are ferrosilicon futures main contract 2010 daily specific performances:

Date	Opening price	Highest price	Lowest price	Closing price	Trading volume	Positions	Range	Settlement Price
9.1	5,780	5,882	5,718	5,856	70,289	56,921	1.35%	5,822
9.2	5,846	5,908	5,804	5,840	85,938	58,311	0.31%	5,850
9.3	5,856	5,924	5,738	5,738	136,699	53,227	-1.91%	5,848
9.4	5,744	5,756	5,672	5,686	84,761	50,360	-2.77%	5,710
9.7	5,708	5,736	5,686	5,700	46,583	48,107	-0.18%	5,712
9.8	5,716	5,720	5,640	5,674	63,038	46,950	-0.67%	5,670
9.9	5,662	5,684	5,624	5,638	49,790	45,222	-0.56%	5,648
9.10	5,652	5,674	5,630	5,642	42,434	44,934	-0.11%	5,652
9.11	5,656	5,662	5,598	5,608	59,072	49,685	-0.78%	5,632
9.14	5,626	5,686	5,616	5,650	46,166	43,523	0.32%	5,660
9.15	5,650	5,680	5,610	5,630	34,248	43,130	-0.53%	5,644
9.16	5,652	5,652	5,574	5,612	46,863	47,555	-0.57%	5,604
9.17	5,632	5,646	5,576	5,644	41,056	44,425	0.71%	5,606



## Currency Exchange Rate

Currency exchange RMB&USD

Intermediate exchange rate of RMB exchange rate in the inter-bank foreign exchange market: RMB: USD 6.7591.

## International Data

### ● China's exports of ferrosilicon (>55%) down 47.89% YoY

According to data of China Custom, in July 2020, China's exports of ferrosilicon (silicon content > 55%) were 13322.17 tons, a month on month decrease of 32.36% and a year-on-year decrease of 47.89%. Among them, 6462.62 tons were exported to South Korea, accounting for 48.51%.

### ● China's exports of ferrosilicon (≤55%) down 35.3% YoY in July

China's ferrosilicon (≤55%) exports in July 2020 decreased by 6.97% vs. last month to 1221.35 tons, and down by 35.3% compared with the same period in 2019. Among them, 386 tons were exported to South Korea, accounting for 31.60%; 274.25 tons were exported to Japan, accounting for 22.45%.

### ● China's exports of ferrosilicon (≤55%) down 27% YoY in Jan-Jul



From January to July 2020, China's export of ferrosilicon (silicon content > 55%) was 177713.98 tons, a year-on-year decrease of 27.097%. Among them, 45695.89 tons were exported to South Korea, accounting for 25.713%; and 40923.61 tons were exported to Japan, accounting for 23.028%.

- **China's exports of ferrosilicon ( $\leq 55\%$ ) down 40.52% YoY**

According to data of China Custom, from January to July 2020, China's exports of ferrosilicon (silicon content  $\leq 55\%$  by weight) were 11137.925 tons, a year-on-year decrease of 40.52%. Among them, 4304 tons were exported to South Korea, accounting for 38.64%; and 2502.65 tons were exported to Japan, accounting for 22.47%.

- **Japan's imports of ferrosilicon (>55%) saw a year-on-year decrease of 48.24% in July 2020**

According to the latest data of Trade Statistics of Japan, in July 2020, Japan imported 21355.046 tons of ferrosilicon (silicon content > 55%), a year-on-year decrease of 48.24% and a month on month decrease of 33.83%. Among them, 9768.95 were imported from Russia, accounting for 45.75%, 5093.3 from Brazil, accounting for 23.85%, and 3700.644 from China, accounting for 17.33%.

In Jan-Jul 2020, Japan imported 210233.811 tons of ferrosilicon (>55%) in total, down by 20.39% compared with the same period in 2019. Among them, 69740.93 tons were imported from Russia, accounting for 33.17%; 47898.6 tons were imported from China, accounting for 22.78%.

- **Japan's ferrosilicon ( $\leq 55\%$ ) imports down 20.895% YoY in July**

According to the latest data of Trade Statistics of Japan, in July 2020, Japan imported 718.482 tons of ferrosilicon ( $\leq 55\%$ ), a year-on-year decrease of 20.895% and a month on month decrease of 68.08%. Among them, 435 tons were imported from China, accounting for 60.54%.

From January to July 2020, Japan imported 6987.999 tons of ferrosilicon ( $\leq 55\%$ ), a year-on-year decrease of 34.74%. Among them, 2967.386 tons were imported from China, accounting for 42.46%.

- **worldsteel: July 2020 crude steel production**

World crude steel production for the 64 countries reporting to the World Steel Association (worldsteel) was 152.7 million tonnes (Mt) in July 2020, a 2.5% decrease compared to July 2019. Due to the ongoing difficulties presented by the COVID-19

pandemic, many of this month's figures are estimates that may be revised with next month's production update.

China produced 93.4 Mt of crude steel in July 2020, an increase of 9.1% compared to July 2019. Japan produced 6.0 Mt of crude steel in July 2020, down 27.9% on July 2019. South Korea's steel production for July 2020 was 5.5 Mt, down by 8.3% on July 2019.

Germany produced 2.4 Mt of crude steel in July 2020, down 24.7% on July 2019. Production in the EU overall is estimated to be 9.8 Mt of crude steel in July 2020, down by 24.4% on July 2019.

The United States produced 5.2 Mt of crude steel in July 2020, a decrease of 29.4% compared to July 2019.

Production in the C.I.S. is estimated to be 8.1 Mt in July 2020, down 5.8% on July 2019. Ukraine produced 1.8 Mt of crude steel in July 2020, down 1.9% on July 2019.

Turkey's crude steel production for July 2020 was 3.1 Mt, up by 7.4% on July 2019.

## Coming Events

**INFACON CHINA 2020**  
2020年9月23日-25日 重庆·中国  
September 23th-25th, 2020, Chongqing, China

**第17届中国铁合金国际会议**  
**The 17<sup>th</sup> China Ferro-Alloys International Conference**

**主办单位(Hosts):** 中国五矿化工进出口商会 (CHINA MINERAL & CHEMICALS IMPORTERS & EXPORTERS), 中国铁合金网 (Ferro-Alloys.com)

**协办单位(Co-Organizers):** 博赛集团 (BOSAI GROUP)

**支持单位(Supports):** 乌克兰布铁合金行业协会, 宁夏冶金行业协会

**赞助单位(Sponsors):** 兰州阳光炭素, 天耀环保