



# **Ferrosilicon DAILY EXPRESS**

**January 10, 2020 Friday**

Internal Daily. For members of Ferro-Alloys.com only.

## **Catalog**

**Ferrosilicon Spot Price**

**Steel Mills Tender**

**Supply & Demand**

**Market Insight**

**Daily Market**

**Currency Exchange Rate**

**International Data**

**Coming Events**

Tel: 010-87760688/811

Email: [kangmingfei@ferro-alloys.com](mailto:kangmingfei@ferro-alloys.com)



## Ferrosilicon Spot Price

Ferrosilicon	Area	Price (RMB/MT)	Up/Down
Si75#	Inner Mongolia	5800-5900	--
	Gansu	5750-5850	--
	Ningxia	5750-5850	--
	Qinghai	5700-5800	--
	Shaanxi	5600-5700	--
Si72#	Inner Mongolia	5600-5700	--
	Gansu	5550-5650	--
	Ningxia	5550-5650	--
	Qinghai	5500-5600	--
	Shaanxi	5450-5550	--

## Steel Mills Tender – January, 2020

Commodity	Steel Mills	Price (RMB/T)	Change vs. Last Month (RMB/T)	Volume & change vs. last month (Tons)
Ferrosilicon 72#	Fujian Sangang Group	6230	+132	3500
Ferrosilicon 72#	Shagang Group	6140	<b>+70</b>	3500
Ferrosilicon 72#	Liuzhou Iron and Steel Group	6280	<b>+(150-160)</b>	2500
Ferrosilicon 72#	Valin LY Steel	6200	<b>+140</b>	2000
Ferrosilicon 72#	Yongfeng Group	6150	<b>+100</b>	2000
Ferrosilicon 72#	ZENITH	6130	<b>+70</b>	2000
Ferrosilicon 72#	<b>HBIS group</b>	<b>6150</b>	<b>+100</b>	<b>1913 ( -717 )</b>
Ferrosilicon 72#	Xin Steel	6220	<b>+(40-120)</b>	1600
Ferrosilicon 72#	A Large Steel Group in Jiangsu			
Ferrosilicon 72#	Jianbang Group	6150/6170		1300
Ferrosilicon 72#	Shao Steel	6100	<b>+20</b>	1200
Ferrosilicon 72#	Jiyuan Iron & Steel	6150	<b>+100</b>	1100
Ferrosilicon 72#	Yuanli Group	6140	<b>+70</b>	1000
Ferrosilicon 72#	KISC	6350/6340	<b>+(250-219)</b>	700

Ferrosilicon 72#	Heilongjiang Jianlong	6050	+100	700
Ferrosilicon 72#	Anyang Yongxing Special Steel	6060	+30	600
Ferrosilicon 72#	A certain steel mill in Tianjin	5770	-20	600
Ferrosilicon 72#	Xiangtan Iron & Steel	6180/6200	+(130-150)	600
Ferrosilicon 72#	Tonghua Iron & Steel Group	6150	+100	400
Ferrosilicon 72#	Anhui Changjiang Steel	6150	+150	300
Ferrosilicon 72#	CITIC	6140	+90	Constant
Ferrosilicon 72#	Hebei Jianlong	6150		Constant

## 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.Di86-13739507897

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#， size10-50、10-80、50-10mm， Ms. Xiao 86-18795356999

Sell>> Zhongwei Tianze Metallurgy supply ferrosilicon65#70#72#75#， low Al0.02.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. Dai86-13919058339

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. Chen, 13909598844

## Market Insight

### ● Indian Steel Association Welcomes Opening of Coal Sector

Indian steel industry has welcomed Indian Government's decision to promulgate an ordinance to open up coal mining in the country to non coal companies. Indian Steel Association said "This is a huge reform announced by the Government on commercial mining in Coal. This change in Act will help the country to reduce its dependence on coal imports and help attract investments from Indian and Global corporates. The amendment will remove the end-user restrictions besides allowing seamless transfer of environment and forest clearance in operational mines. The step taken today was a long pending reform which will make the domestic steel industry more competitive on a global level."

JSW Steel Chairman Mr Sajjan Jindal said the move will go a long way in reducing the coal imports. He said "Huge reform announced by the Government on commercial mining in coal. This will go a long way in reducing the coal imports which is over USD 15 billion per year. In today's time when the oil prices are very uncertain, the decision was path breaking in making India self-reliant. Continuity of all forest and environment clearances for iron-ore mines for a period of two years is another great

reform. This was a long pending reform which will make the Indian Steel industry more aggressive and competitive on a global level.”

- **Jindal Steel rallies 4% on robust Q3 sales, production data**

Shares of Jindal Steel and Power (JSPL) advanced over 4 per cent in Thursday's session after the company informed bourses that it registered strong growth in sales and production during the December quarter.

For the third quarter ended December 2019, JSPL recorded a growth of 30 per cent in sales at 1.66 million tonnes as against 1.27 million tonnes in the same period last year. Export shipments increased to more than 3 lakh MT, an increase of 213 per cent (YoY) during Q3FY20.

The company added that it has recorded the highest ever quarterly domestic production of crude steel and related products with a 22 per cent year-on-year (YoY) growth in the third quarter ended, as a result of the strong and consistence performance across all locations, especially in the Angul operations.

The total crude steel and related production stood at 1.61 million tonnes, compared with 1.32 million tonnes in the corresponding period last year.

- **China's steel base Hebei to further cut overcapacity**

Hebei province, China's leading producer of iron and steel, will continue with huge overcapacity cuts in 2020 amid an ongoing industrial upgrading, its governor Xu Qin announced Tuesday.

The province plans to cut production capacity of steel and iron by 14 million tons this year, Xu said when delivering a government work report at the opening of the local legislative session.

To fight overcapacity, Hebei will also cut capacity of coal by 6 million tons, carbon coke by 2 million tons and coal-fired power supply by 500,000 kW, he said.

Hebei and several other regions around Beijing are home to major steelmakers, coal mines and chemical plants. They are at the forefront of the country's fight against air pollution.

Hebei is shifting its energy and industry structures from coal and steel to emerging and high-end industries. The province cut production capacity of iron and steel by 14.02 million tons, coal by 10.06 million tons and cement by 3.34 million tons in 2019.

- **China's coal-rich province cuts 18.95 mln tonnes of capacity in 2019**

North China's Shanxi Province reduced its coal production capacity by 18.95 million tonnes by closing 18 coal mines in 2019.

As the coal-rich province seeks greener growth, over the past four years, the province has cut nearly 116 million tonnes of coal production capacity by shutting down 106 coal mines.

Shanxi plans to close all its coal mines with an annual output of fewer than 600,000 tonnes by the end of 2020, when the annual output of a single coal enterprise should be more than 3 million tonnes, through mergers and reorganization.

The advanced coal production capacity in Shanxi has increased to 68 percent of its total coal capacity.

- **Israel's largest power plant to be converted from coal to natural gas**

Israel's largest power plant will be largely converted from coal to natural gas production by 2022, the state's Ministry of Energy announced Tuesday.

This is part of the Ministry's decision to completely stop the use of coal in Israel by 2025.

The conversion of "Orot Rabin" power plant, near the coastal city of Hadera, was approved by Israel's National Planning and Building Board.

Under the plan, two new natural gas-fired power generating units will be set up at the power plant, replacing four low-efficiency, 40-year-old coal-fired units.

According to the Ministry, the new generators, which will supply approximately 1,200 megawatts of electricity, will significantly improve air quality in the area and reduce emissions of pollutants from the site.

Two other coal production units at the Orot Rabin power plant are newer and have been equipped with scrubbers to reduce emissions and minimize their environmental impact.

As the new units will take charge, the old units will only operate as a strategic reserve for emergency only.

Israel Minister of Energy Yuval Steinitz said these efforts, together with the cancellation of a plan for building another coal-fired power plant, have led to Israel "being the world's leader in reducing coal use."

- **India's steel prices may rise 10% on likely uptick in auto, infra**

Domestic prices of steel, of which India is among the three top global producers, are expected to climb 10-12 per cent this year, with the government's measures to revamp infrastructure and consumption likely reviving demand for the alloy from carmakers and construction companies.

In anticipation of a turnaround, steel shares have climbed 32-79 per cent from their October lows, in kilter with buoyant domestic and international prices of the commodity.

“The downward trend in steel prices should stop in 2020 and a gradual upward move has already started from the last week of December,” said Manoj Jain, head of commodities at IndiaNivesh Research. “Demand from the automobile and real estate sectors will also revive on the prospect of better domestic rabi crop production this year. We expect a 10-12 per cent upside move in steel prices in 2020.”

Measures to revive consumption should boost physical demand, while investors should expect decent returns due to attractive valuations. Leading producers expect a northward trend in output and demand.

“The December quarter and the next should be good, given the numbers reported by auto companies, IIP numbers or GST figures. It took six months for inventory de-stocking until September, when the inventory levels reached the lowest. Once this restocking is complete, demand needs to sustain,” said Seshagiri Rao, group CFO of JSW Steel.

## **Daily Market**

### **Brief Market Analysis**

The spot market of ferrosilicon showed stable and the main steel mills are purchasing.

### **Ferrosilicon futures 2005 contract**

1. Futures warehouse: The number of warehouse receipts was 6395 (31975 tons), and 1878 (9390 tons) were valid for the number of warehouse orders.
2. The 2005 ferrosilicon contract price on ZCE closed at 5798 yuan per ton on January 9.
3. The main position: the top 20 positions increased and decreased varied, the purchase volume is more than the holding position.

Below are ferrosilicon futures main contract 2005 daily specific performances:

Date	Opening price	Highest price	Lowest price	Closing price	Range	Settlement Price	Trading volume	Positions
1.2	5870	5870	5828	5834	-0.17%	5842	13589	43510
1.3	5820	5866	5820	5858	0.27%	5850	16905	44734
1.6	5852	5866	5806	5812	-0.65%	5826	30035	43623
1.7	5812	5832	5812	5824	0.14%	5822	12566	42869
1.8	5830	5830	5762	5798	-0.41%	5796	33177	43253
1.9	5786	5822	5784	5798	0.03%	5800	15327	43054

## Currency Exchange Rate

Currency exchange RMB&USD

Intermediate exchange rate of RMB exchange rate in the inter-bank foreign exchange market: RMB: USD **6.9351**.

## International Data

- **China exported 20410.62 tons of ferrosilicon (>55%) in November**

According to the data released by China Customs, for the month of November, 2019, China exported a total of 20410.62 tons of ferrosilicon (>55%), up by 3.34% vs. October, 2019 and down by 52.21% vs. the same period in 2018.

In November, China exported 7765.124 tons of ferrosilicon (>55%) to Japan, which accounts for around 38.04% of the total exports in November of China, and exported 5819 tons to Korea, which accounts for around 28.51%.

- **China exported 329311.461 tons of ferrosilicon (>55%) from January to November, 2019**

According to the data released by China Customs, China exported a total of 329311.461 tons of ferrosilicon (>55%) from January to November, 2019, down by 39.12% vs. the same period in 2018.

Through the eleven months, China exported 106941.781 tons of ferrosilicon (>55%) to Japan, which accounts for 32.47% of the total exports in the first eleven months in 2019, and exported 84484.1 tons to Korea, which accounts for around 25.65%.



- **China exported 2654.15 tons of ferrosilicon ( $\leq 55\%$ ) in November**

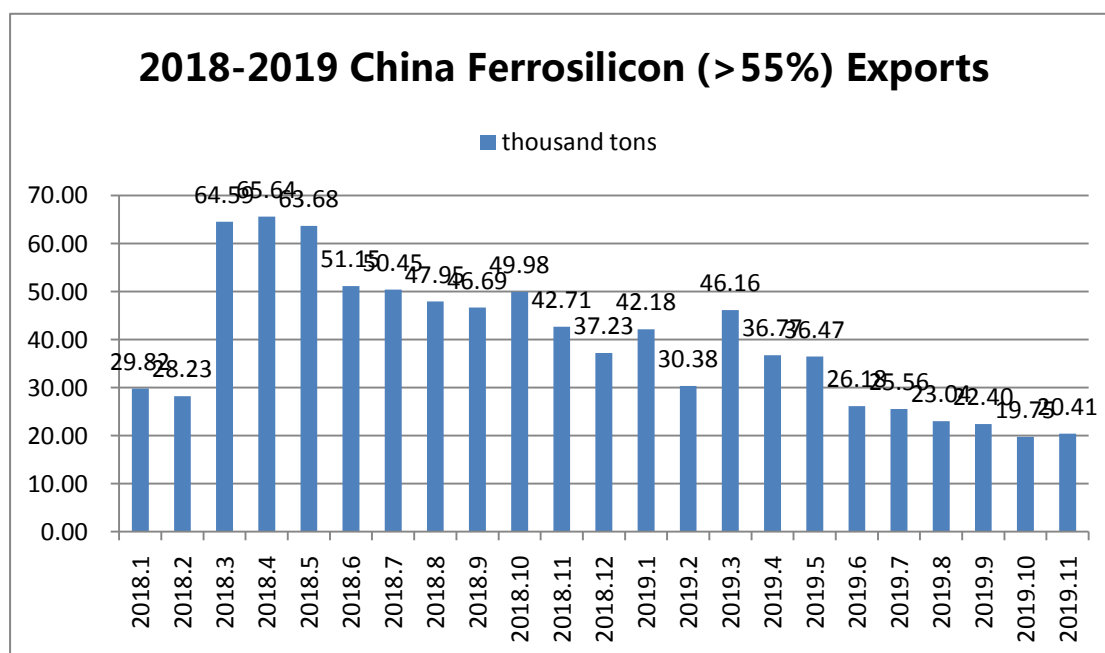
According to the data released by China Customs, for the month of November, 2019, China exported a total of 2654.15 tons of ferrosilicon ( $\leq 55\%$ ), up by 25.67% vs. October, 2019 and down by 5.92% vs. the same period in 2018.

In November, China exported 1043.05 tons of ferrosilicon ( $\leq 55\%$ ) to Korea, which accounts for around 39.299% of the total exports in November of China, and exported 410.1 tons to Japan, which accounts for around 15.45%.

- **China exported 28681.161 tons of ferrosilicon ( $\leq 55\%$ ) from January to November, 2019**

China exported a total of 28681.161 tons of ferrosilicon ( $\leq 55\%$ ) from January to November, 2019, down by 6.55% vs. the same period in 2018.

Through the eleven months, China exported 9610.1 tons of ferrosilicon ( $> 55\%$ ) to Korea, which accounts for 33.51% of the total exports in the first eleven months in 2019, and exported 6397.875 tons to Japan, which accounts for around 22.31%.



- **Korea imported 18858 tons of ferrosilicon ( $> 55\%$ ) in November**

According to data of Korea Customs Service, for the month of November, Korea imported 18858 tons of ferrosilicon ( $> 55\%$ ), up by 30.04% vs. the same period in 2018.

In November, Korea imported 10743 tons of ferrosilicon (>55%) from China, up by 4.81% vs. the same period in 2018.

- **Japan imported 30157.42 tons of ferrosilicon (>55%) in November**

For the month of November, Japan imported 30157.42 tons of ferrosilicon (>55%), including 11717.398 tons from China, which accounts for around 38.85%.

From January to November, Japan imported 395792.067 tons of ferrosilicon (>55%), including 119419.575 tons from China, which accounts for around 30.17%.

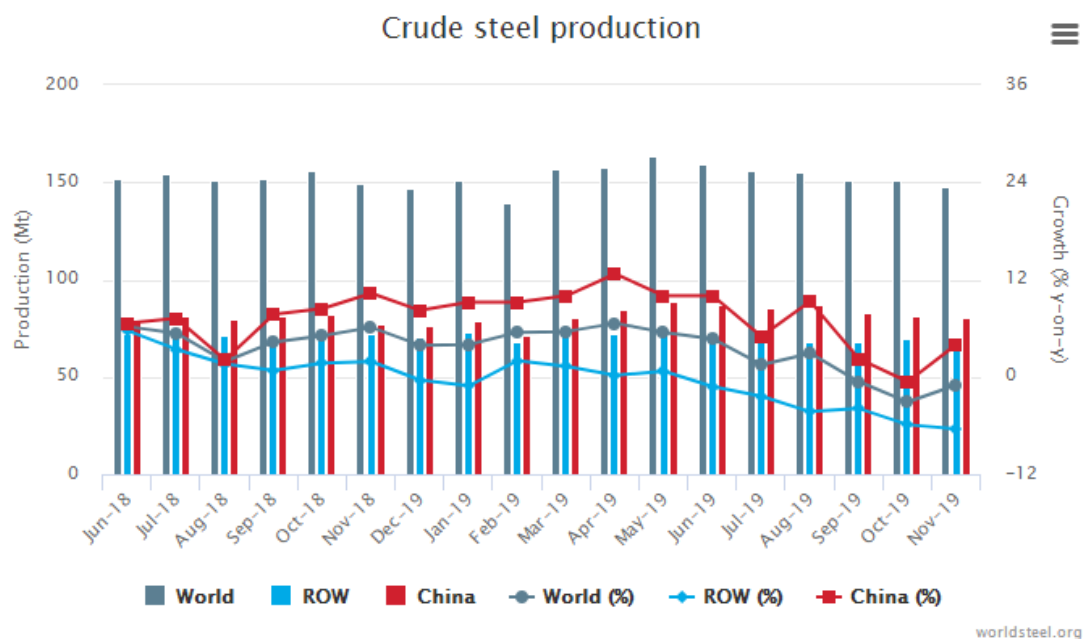
- **Japan imported 2627.85 tons of ferrosilicon ( $\leq$ 55%) in November**

For the month of November, Japan imported 2627.85 tons of ferrosilicon ( $\leq$ 55%), including 405.1 tons from China, which accounts for around 15.42%.

From January to November, Japan imported 18251.476 tons of ferrosilicon ( $\leq$ 55%), including 6825.958 tons from China, which accounts for around 37.4%.

- **World Steel Association: November 2019 crude steel production**

World crude steel production for the 64 countries reporting to the World Steel Association (worldsteel) was 147.8 million tonnes (Mt) in November 2019, a 1.0% decrease compared to November 2018.



China's crude steel production for November 2019 was 80.3 Mt, an increase of 4.0% compared to November 2018. India produced 8.9 Mt of crude steel in November 2019,

down 2.8% on November 2018. Japan produced 7.7 Mt of crude steel in November 2019, down 10.6% on November 2018. South Korea's crude steel production was 5.9 Mt in November 2019, a decrease of 0.5% on November 2018.

In the EU, Italy produced 2.0 Mt of crude steel in November 2019, down by 9.8% on November 2018. France produced 1.1 Mt of crude steel in November 2019, an 18.2% decrease compared to November 2018. Spain produced 1.1 Mt of crude steel in November 2019, down by 10.9% on November 2018.

The US produced 7.2 Mt of crude steel in November 2019, a decrease of 2.2% compared to November 2018.

Brazil's crude steel production for November 2019 was 2.6 Mt, down by 10.5% on November 2018.

Turkey's crude steel production for November 2019 was 2.9 Mt, down by 8.1% on November 2018.

Crude steel production in Ukraine was 1.3 Mt this month, down 20.1% on November 2018. (worldsteel)

## Coming Events



The banner features a blue background with a globe on the left and a night view of a traditional Chinese building on the right. The text is centered and includes the event title, dates, location, and logos of the hosts and sponsors.

**INFA CON CHINA**  
ORGANIZED BY FERRO-ALLOYS.COM

# The 17<sup>th</sup> China Ferro-Alloys

## 第17届中国铁合金国际会议 International

May 27<sup>th</sup>–30<sup>th</sup>, 2020, Chongqing, China  
2020年5月27日–30日 重庆·中国

**主办单位(Hosts):** 中国五矿化工进出口商会 (China National General Chamber of Commerce of Non-Ferrous Metals, Chemicals, and Minerals) | 中国铁合金网 (Ferro-Alloys.com)

**赞助单位(Sponsors):** 博赛集团 (BOSAI GROUP)