## GOVERNMENT OF INDIA STEEL LOK SABHA

UNSTARRED QUESTION NO:475 ANSWERED ON:26.11.2012 EXPORT DUTY ON IRON ORE Angadi Shri Suresh Chanabasappa

## Will the Minister of STEEL be pleased to state:

- (a) whether India is the second largest steel producer in the world;
- (b) if so, the details thereof;
- (c) whether the export duty on iron ore has been hiked to control and curb exports of iron ore;
- (d) if so, the details thereof;
- (e) whether despite this hike in export duty on iron ore, the steel prices are ever increasing in the country; and
- (f) if so, the details thereof and the reasons therefor?

## **Answer**

## THE MINISTER OF STEEL (SHRI BENI PRASAD VERMA)

(a)&(b): According to global rankings released by the World Steel Association (WSA), India was the 4th largest crude steel producer in the world in 2010, 2011 as also during January – September 2012. The details of global rankings of producers in terms of crude steel production during January – September 2012 is given below:-

Top 10 World Crude Steel Producers: January-September 2012

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Rank Country Qty (mt) % change over Jan-Sept. 2011

1 China 542.3 1.7

2 Japan 81.3 0.4

3 United States 68.1 5.3

4 India 57.1 4.8

5 Russia 53.7 4.3

6 South Korea 52.1 3.0

7 Germany 32.4 -5.0

8 Turkey 27.1 8.4

9 Brazil 26.0 -3.0
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10 Ukraine 25.10 -5.3

World 1149.4 0.6

Source: WSA, JPC; provisional

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(c) & (d): To discourage export of iron ore and to improve availability of iron ore to domestic iron and steel industry at affordable price, the Government has increased the export duty on iron ore from 20% ad valorem to 30% ad valorem on all grades of iron ore (except pellets) with effect from 30-12-2011.

(e) & (f): Steel is in a deregulated sector in the country and domestic prices of steel are decided by the individual producers based on market conditions including demand supply scenario, international price trend, cost of raw materials and inputs etc. It is, however, mentioned that the steel prices have shown a downward trend during the present financial year as shown in the table below:-

JPC INDICATIVE MARKET PRICE - DELHI

Rs. Per tonne TOR / TMT / CTD 10 mm HR Coils 2.00 mm CR Coils 0.63 mm  $\,$ 

April - 12 51580 49070 54100

May - 12 49620 49070 53580

June - 12 50280 49050 53580

July - 12 50000 49050 53180

Aug - 12 49650 48800 52500

Sept - 12 49580 48840 52780

Oct - 12 49580 48770 52580

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