



IS THE IRON ORE TRAPDOOR OPENING?



Disclaimer:

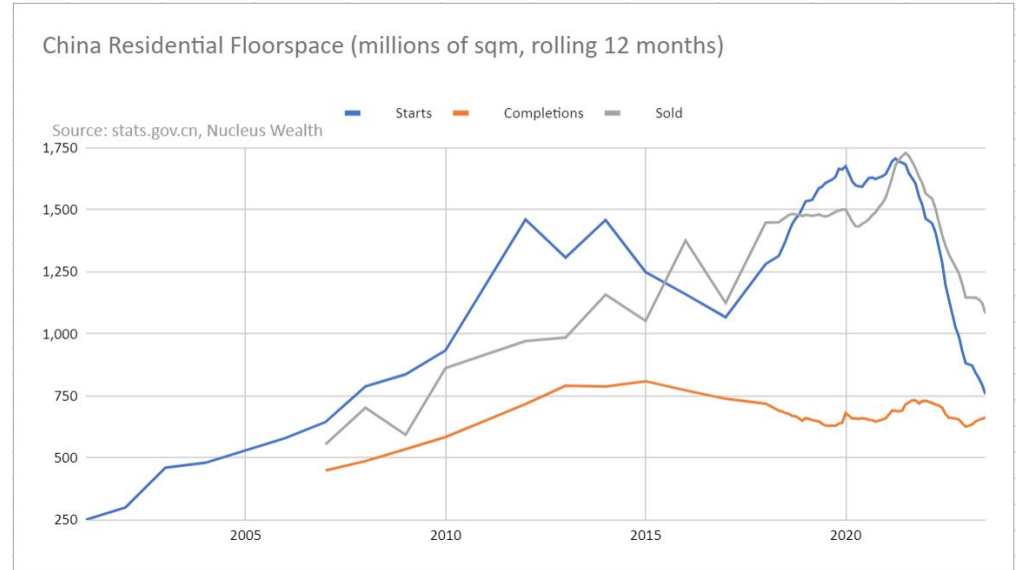
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Agenda: The iron ore trap door opens

- Depression economics grip China
- Iron ore market balance
- Market implications

Depression economics grip China

- Property bust: Sales, starts and completions
- Infrastructure bust
- Exports bust
- Death by impossible trinity
- Reverse GFC and role of stimulus: Debt shocks, rationalisations and no growth.



Choose themes to screen from your portfolio away from (i.e. remove stocks)

Climate Change

War

Human Rights

Health

Vices

Animal Rights

Religion

Asset Class

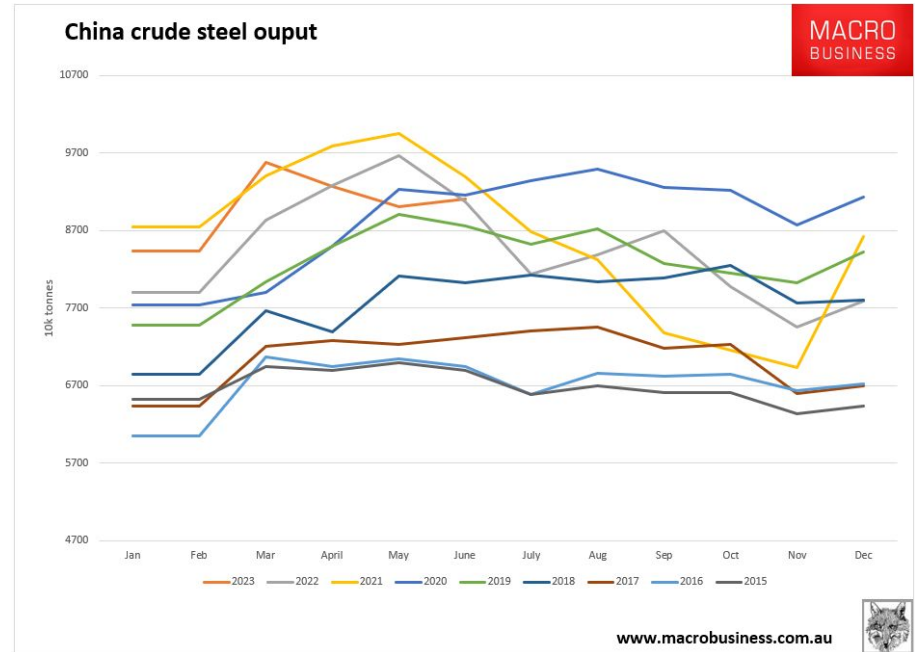
Thematic

Climate Change

- No Fossil Fuels (Worst Offenders) ⌵
- No Fossil Fuels (Any) ⌵
- No Coal Seam Gas or Fracking ⌵
- No Nuclear Power ⌵
- No Old Growth Forest Logging ⌵

Iron ore balance: demand

- Chinese steel H1 up 12mt.
- Exports up 16mt in H1.
- H2 output cap would cut 60mt or more.
- Property and infrastructure falling
- Underlying demand weaker than apparent



Iron ore balance: supply

- 2023 20mt, 2024 40mt, 2025 130mt
- 50-100mt H2 surplus
- Scrap supply mystery



Personalise Your Portfolio

Screens

You can exclude the below to customise your portfolio

Climate Change	War	Human Rights	Health	Vices
Animal Rights	Religion	Asset Class	Thematic	

- No Fossil Fuels (Worst Offenders) ?
- No Fossil Fuels (Any) ?
- No Coal Seam Gas or Fracking ?
- No Nuclear Power ?
- No Old Growth Forest Logging ?

Tilts

You can add the below to customise your portfolio

Investment Style Factors	Climate Change	Technology	
Consumption	Commodities	Military	GICS Sectors

- Quality Stocks ?
- Value Stocks ?
- Growth Stocks ?
- Defensives ?



Personalise your portfolio now >



Build Your Portfolio

Need help with this page? Video Tutorial

- Account Selection
- Investment Choice
- Risk Profile
- Build Your Portfolio**
- Ethical Overlay
- Review
- Applicants
- Bank Details
- Compliance
- Final Review

Portfolio Tilts



Quality Stocks

Value Stocks

Growth Stocks

Oil & Gas Stocks

Gold Stocks

Agribusiness

Large Technology Stocks

Cloud Computing Stocks

Robotics/AI

Video Gaming

Cybersecurity

Clean Energy

Defensives

Battery Supply Chain

Nuclear Power

Defense Contractors

Travel

Luxury Goods

Logistics

Global Communication Services

Global Consumer Discretionary

Global Consumer Staples

Global Energy

Global Financials

Global Health Care

Global Industrials

Global Information Technology

Viewer question of the week:

Is this finally the end of the Chinese construction bubble?

Drop your answers in the comments

Market implications

- Big price falls in H2.
- Cost curve shakeout for many years ahead.
- Same for coking coal though not so bad thanks to India.
- For Australia, ToT shock.
- Expect mass immigration to ensure adjustment falls upon labour so weak inflation outside of rents.
- Interest rates to fall more than elsewhere.
- Weak AUD. Maybe very weak in 90s rerun as AI boosts USD.

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