

U.S. steel production fell to 1.8750 Million tons, a multi-month low, on less tariff protection and slowing global demand.



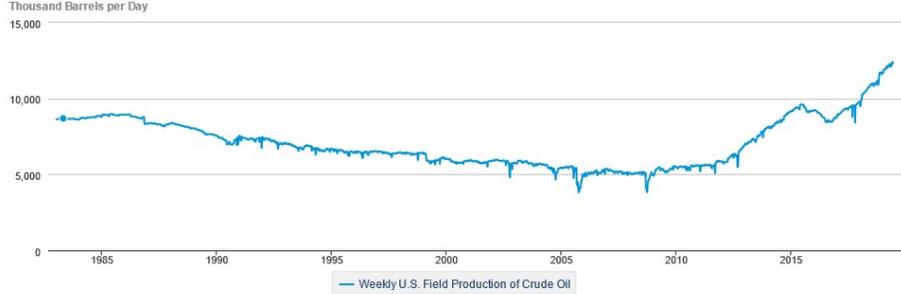
Oil fell to \$52.80/barrel, remaining near a multi month low despite all the shipping problems with Middle East Tankers.

## Oil Production U.S. Fell, But Near Record Great U.S. Low Cost to Pump



Weekly U.S. Field Production of Crude Oil

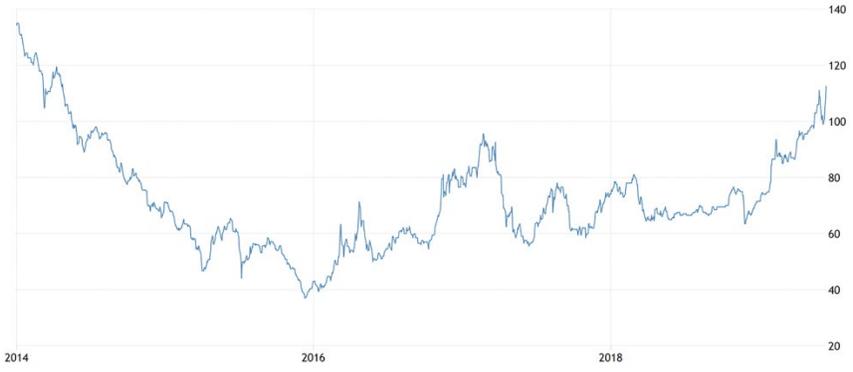
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Source: U.S. Energy Information Administration

U.S. oil production fell to 12.3 M barrels per day, near the record. Great for U.S. jobs

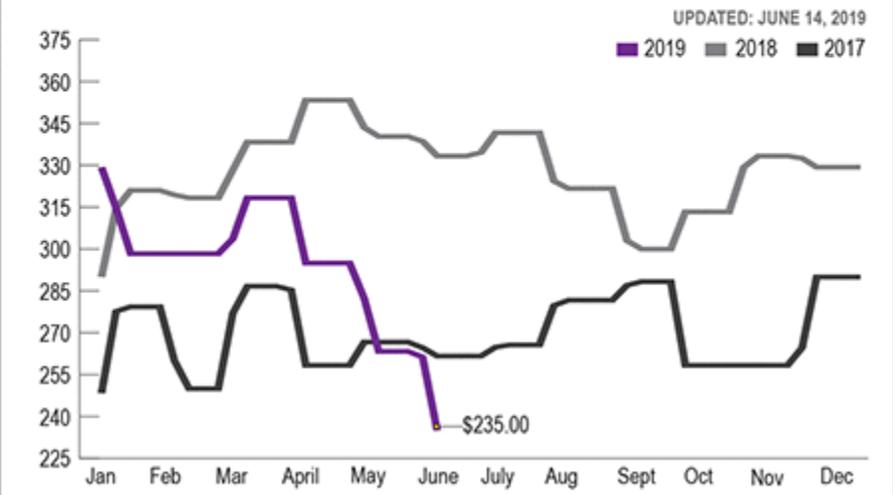
## Iron Ore Rose, 5 Year High Supply Disruptions



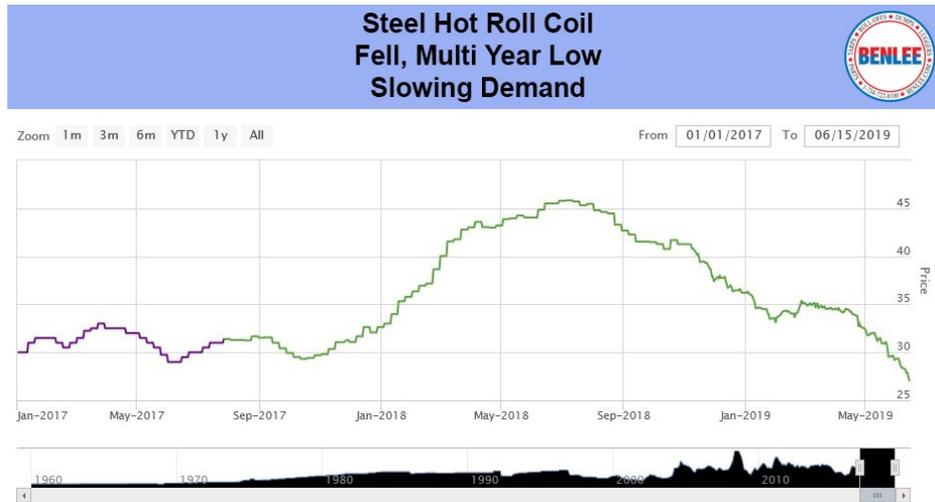
SOURCE: TRADINGECONOMICS.COM | OTC

Iron ore rose to \$112.50/Ton, a 5 year high on concerns about Brazilian supply disruptions.

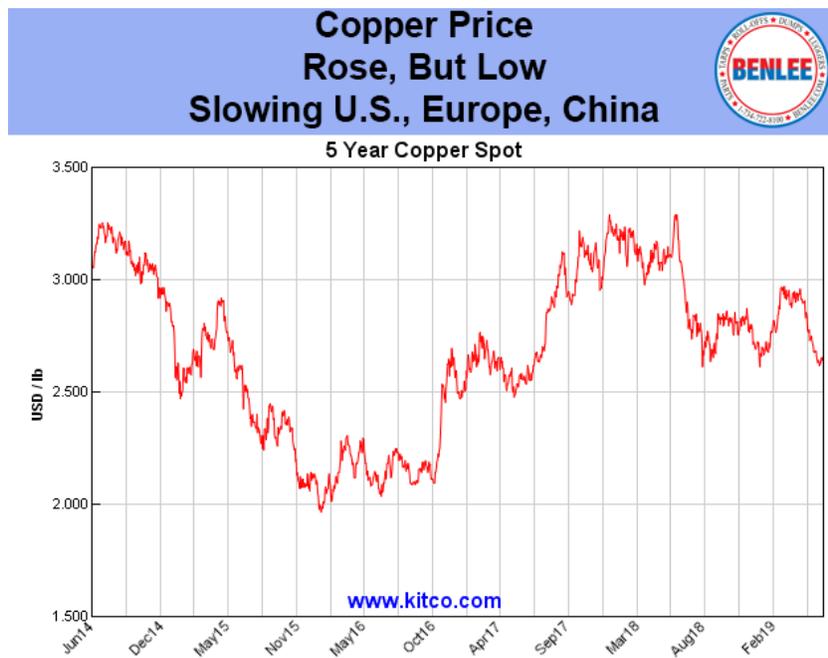
## Steel Scrap #1 HMS Steady, Multi Year Low High Iron Ore, pressure Scrap Up?



Scrap steel #1 HMS was steady at \$235/GT, a Multi-Year low on a slow growth economy. There could be upward price pressure due to high iron ore prices.



Hot roll coil steel fell to \$27.07, a Multiyear low on pressure from imports and slowing demand.



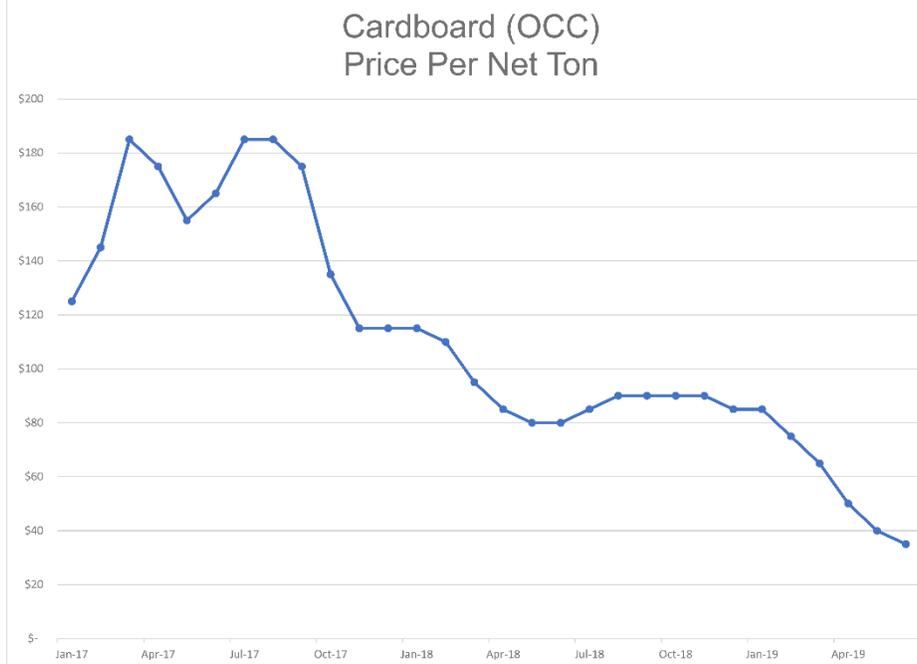
Copper rose to \$2.63, near 2-year lows on global slowing across the U.S., Europe and China.

## Aluminum Price Fell, Multi Year Low Global Slowing



Aluminum fell slightly to 78.6 cents, a multiyear low, on Global slowing, especially automotive.

## Cardboard Scrap Fell, Multi Year Low Slow Global Demand



Cardboard scrap price fell to \$35/Ton, a multiyear low on slow global demand.

## U.S. Government Budget-May Receipts Up 7%, Spending Up 21% Deficit Spending \$208 Billion



\$147 Billion (33.4%) Medical/Medicare  
 \$ 88 Billion (20%) Social Security  
 \$ 65 Billion (14.8%) Defense  
 \$ 48 Billion (10.9%) Income Security  
 \$ 40 Billion (9.1%) Interest  
 \$ 27 Billion (6.1%) Veterans  
 \$ 11 Billion (2.5%) Intentional Affairs  
 \$ 13 Billion (3.0%) ALL OTHER

Higher Deficits=Higher Interest Rates for All  
 Higher Federal Interest Costs=Less to Spend On Programs  
Easy to have Good Economy, Borrow \$208B One Month  
May-\$640 Borrowed & Spent for each U.S. Person

The U.S. Government Budget for May had incoming receipts up a strong 7%, but spending was up an outrageous 21%, bringing the one-month deficit of \$208B, with \$147B spent on Medical/Medicare, \$88B Social Security, \$65B Defense, \$48B Income security, \$40B on interest, repeat \$40B on interest. Higher deficits brings higher interest rates for all. Higher government interest costs mean less to spend on other things. Lastly, it is easy to have a good economy when the government is borrowing \$208B in one month, \$640 borrowed and spent for each U.S. Person.

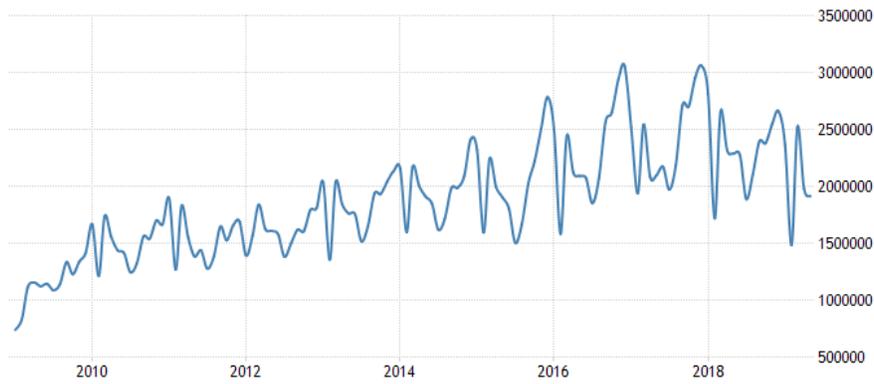
## China Industrial Production Fell, Lowest In 17 Years Tariffs Remain Destructive



SOURCE: TRADINGECONOMICS.COM | NATIONAL BUREAU OF STATISTICS OF CHINA

China's May industrial production increased 5% vs last May, the weakest factory output since 2002, amid the escalating trade dispute between Beijing and Washington. Mining output and ferrous metals actually grew faster.

**Chinese Vehicle Sales**  
**Market About 50% Larger Than U.S.**  
**Huge Drop**  
**Tariffs Hurting Sales**



SOURCE: TRADINGECONOMICS.COM | CHINA ASSOCIATION OF AUTOMOBILE MANUFACTURERS

May's Chinese Vehicle sales, a market about 50% larger than the U.S., dropped a huge 16.4 percent to a rate of 22.92 Million as tariffs continue to hurt China and hurt U.S. made exports of vehicles to China.

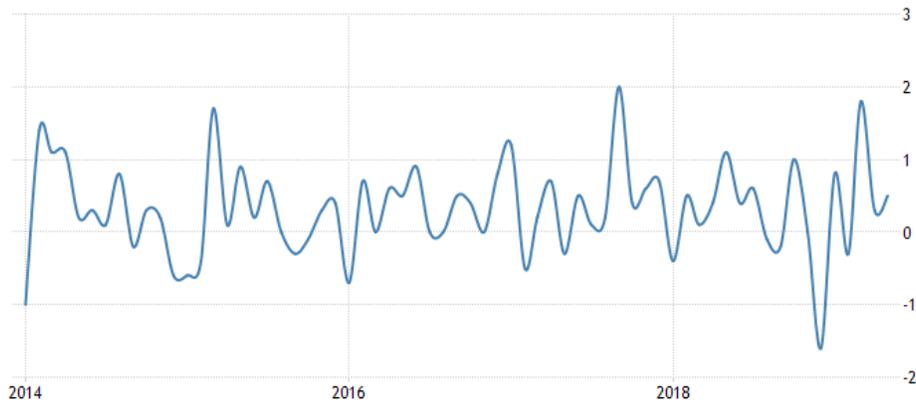
**U.S. Inflation**  
**Fell to 1.8%**  
**2.0% Excluding Food & Energy**



SOURCE: TRADINGECONOMICS.COM | U.S. BUREAU OF LABOR STATISTICS

May's U.S. inflation fell to 1.8% driven by lower Energy prices. Excluding food and energy, core inflation fell to 2.0%.

## U.S Retail Sales Rose, But Low Vehicles Up, Clothing Fell



SOURCE: TRADINGECONOMICS.COM | U.S. CENSUS BUREAU

May's U.S. Retail sales rose .5% from April, as Vehicle, building materials, online sales and gasoline sales all rose, while clothing sales fell. Growth was 3.2% vs. last May, down from April's 3.7% rise.

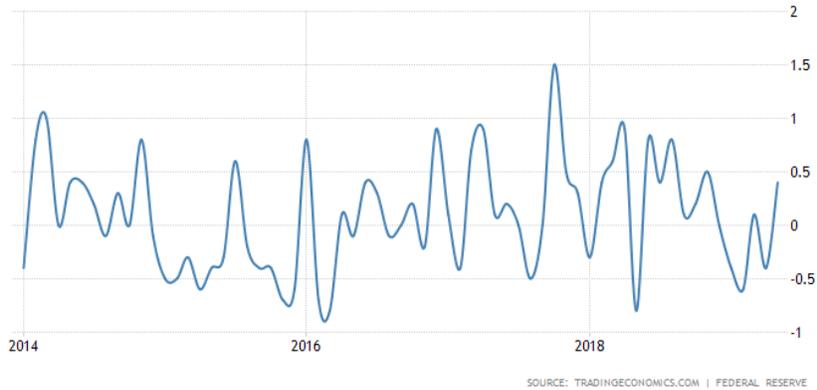
## Consumer Confidence Fell, But Remains High Tariffs And Slower Growth Concerns



SOURCE: TRADINGECONOMICS.COM | UNIVERSITY OF MICHIGAN

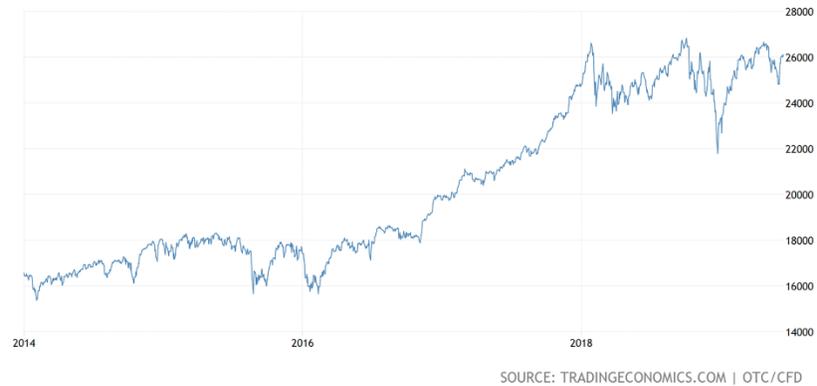
June's U.S. Consumer Confidence fell slightly, but remains high. Consumers are concerned about the effect of higher prices and lost jobs due to tariffs, their effect on slowing the economy and reduced the expected gains in employment.

## Industrial Production U.S. Rose Nicely Manufacturing & Utilities Up



May's U.S. Industrial output rose .4%, as manufacturing output increase for durable goods, wood products, machinery and vehicles. Utilities and mining also rose.

## Wall Street Dow Jones Up, Remains High Good U.S. Industrial Data



Wall Street's Dow Jones was up 106 points to 26,090 on continued soft data out of China, but on good U.S. Industrial output.

As always, feel free to call or email me with any questions and we hope all have a Safe and Profitable week.