

consumption? Why not permit steel-using industries (tractors, automobiles, industrial machinery, etc.) to obtain *their* raw material from the cheapest sources? Why not permit these industries to behave like prudent buyers, so that they can function as effective competitors in world markets? Consistency may be the hobgoblin of little minds, but the steel industry's incongruent posture vis-a-vis iron ore and steel imports warrants an explanation.

TABLE III-1.—IMPORTS OF IRON ORE AND STEEL MILL PRODUCTS: A COMPARISON, 1959-66

Year	Iron ore ¹					Steel mill products ²				
	Pro- duction	Imports	Exports	Reported con- sumption	Percent of imports to con- sumption	Net ship- ments	Imports	Exports	Apparent con- sumption	Percent of import to con- sumption
1959.....	60,550	35,627	2,973	96,303	37.1	69,377	4,396	1,677	72,096	6.1
1960.....	89,291	34,584	5,236	105,842	32.8	71,149	3,359	2,977	71,531	4.7
1961.....	71,425	25,808	4,916	103,125	25.1	66,126	3,163	1,990	67,299	4.7
1962.....	71,829	33,435	5,898	101,999	32.8	70,552	4,100	2,013	72,639	5.6
1963.....	73,599	33,266	6,813	112,672	29.7	75,555	5,446	2,224	78,777	6.9
1964.....	84,836	42,416	6,963	132,356	32.0	84,945	6,440	3,442	87,943	7.3
1965.....	87,842	45,105	7,035	131,880	34.2	92,666	10,393	2,496	100,553	10.3
1966.....	90,147	46,259	7,779	134,067	34.5	89,995	10,753	1,724	99,024	10.9

¹ Thousands of long tons.

² Thousands of net tons.

Source: U.S. Tariff Commission, "Summaries of Trade and Tariff Information," schedule 6, vol. 4, Washington D.C., 1967, p. 16, and American Iron and Steel Institute, "The Steel Import Problem," October 1967, p. 51.

TABLE III-2.—FOREIGN TRADE IN IRON ORE AND IN STEEL MILL PRODUCTS, 1959-66

[Millions of dollars]

Year	Iron ore			Steel mill products		
	Imports	Exports	Surplus (deficit)	Imports	Exports ¹	Surplus ¹ (deficit)
1959.....	312	34	279	515	352	163
1960.....	322	58	264	449	585	136
1961.....	250	54	197	382	379	3
1962.....	325	63	262	484	302	182
1963.....	323	76	247	633	291	342
1964.....	421	80	342	749	425	324
1965.....	444	80	363	1,177	357	820
1966.....	462	92	370	1,208	330	878

¹ Excludes AID-financed exports that do not affect the balance of trade.

Sources: U.S. Tariff Commission, "Summaries of Trade and Tariff Information," Schedule 6, vol 4, 1967, p. 16 for iron ore, and American Iron and Steel Institute, "The Steel Import Problem," October 1967, p. 8, for steel mill products.

APPENDIX IV

STEEL IMPORTS IN THE UNITED STATES AND THE EUROPEAN COAL AND STEEL COMMUNITY

On February 8, 1967, Mr. L. B. Worthington, speaking as chairman of the American Iron & Steel Institute, told a Congressional breakfast: "Foreign governments use their steel industries as instruments of national policy resulting in the protection of those industries. The measures they have adopted take many forms but they are designed to protect domestic markets and stimulate exports. . . . And America is the prime target for these exports because the steel market in the United States is not only the largest and most diversified in the world—it is the most open and easily accessible in the world. . . . But in other countries it is different."