

# Rio Tinto plc

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## Rio Tinto cuts 2019 production estimates after posting 14% drop in quarterly iron ore shipments

Rio Tinto PLC (LON:RIO) has further cut its 2019 production estimates after reporting a 14% drop in quarterly iron ore shipments amid disruption caused by a tropical cyclone that last month hit its export terminal in Western Australia.

The Anglo-Australian miner reduced its annual iron ore shipments estimate to a range of 333mtn to 343mtn, down from a previously reduced range of 338mtn to 350mtn tonnes.

**READ:** Rio Tinto cuts 2019 iron ore shipments outlook from Pilbara due to disruption and damage caused by cyclone  
The FTSE 100-listed firm shipped 69.1mtn tonnes of iron ore in the quarter ended 31 March 2019, down from 80.3mtn tonnes last year and well below market estimates of around 74.7mtn tonnes.

Earlier this month, Rio Tinto had said it expected to lose about 14mtn tonnes of production in 2019 from the Pilbara region of Western Australia due to disruption caused by the tropical cyclone and an earlier fire at a port facility in January.

Rio Tinto's chief executive, Jean-Sébastien Jacques commented: "Our iron ore business faced several challenges at the start of this year, particularly from tropical cyclones. As a result, and following the continuing assessment of damage at the port resulting from the cyclones and other minor disruptions, 2019 guidance for Pilbara shipments is reduced."

He added: "The quarterly operational performance in our other products was solid, generally higher than last year."

In a note to clients, analysts at Citigroup said: "Based on updated guidance around iron ore shipments, we revised our CY19 sales estimates to 338mt (mid-point of new guidance range) vs previous estimate of 340mt. Consequently we downgrade our CY19 earnings estimates by ~4%."

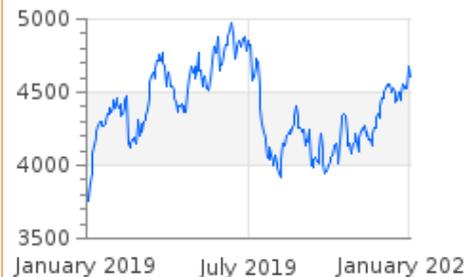
The US bank maintained a 'buy' rating and 4,900p target price on Rio Tinto shares, which in afternoon trading were 0.1% higher at 4,708p.

-- Adds analyst comment, share price --

**Price:** 4603.5

**Market Cap:** £777.72 m

### 1 Year Share Price Graph



### Share Information

**Code:** RIO

**Listing:** LSE

**52 week High Low**  
5039 3750

**Sector:** Mining

**Website:** www.riotinto.com

### Company Synopsis:

*Rio Tinto is a leading international mining group that finds, mines and processes the earth's mineral resources. The Group's major products include aluminium, copper, diamonds, energy products, gold, industrial minerals (borates, titanium dioxide, salt and talc), and iron ore. Its activities span the world but are strongly represented in Australia and North America.*

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