

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

SCHEDULE 13G

Under the Securities Exchange Act of 1934

(Amendment No. 2)

NAME OF ISSUER: Schnitzer Steel Industries

TITLE OF CLASS OF SECURITIES: Schnitzer Steel  
Industries Common Stock

CUSIP NUMBER 806882-100

Check the following box if a fee is being paid with this  
statement: [ ]

CUSIP NO. 806882-100

(1) Names of Reporting Persons MELLON BANK CORPORATION  
SS or IRS Identification Nos. IRS No. 25-1233834  
of Above Persons

(2) Check the Appropriate Box (a)  
if a Member of a Group  
(See Instructions) (b)

(3) SEC Use Only

(4) Citizenship or Place of Organization United States

Number of Shares (5) Sole Voting  
Beneficially Power 56,000  
Owned by Each  
Reporting Person

With (6) Shared Voting  
Power 0

(7) Sole  
Dispositive  
Power 59,000

(8) Shared  
Dispositive  
Power 3,000

(9) Aggregate Amount Beneficially  
Owned by Each Reporting Person 62,000

(10)	Check if the Aggregate Amount in Row (9) Excludes Certain Shares (See Instructions)	
(11)	Percent of Class Represented by Amount in Row (9)	1.98
(12)	Type of Reporting Person (See Instructions)	HC

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Item 1(a) Name of Issuer:

Schnitzer Steel Industries

Item 1(b) Address of Issuer's Principal Executive Offices:

3200 NW Yeon Ave.  
P.O. Box 10047  
Portland, OR 97210

Item 2 (a) Name of Person Filing:

Mellon Bank Corporation and any other  
reporting person(s) identified on the second  
part of the cover page(s).

Item 2(b) Address of Principal Business Office, or if None,  
Residence:

c/o Mellon Bank Corporation  
One Mellon Bank Center  
Pittsburgh, Pennsylvania 15258  
(for all reporting persons)

Item 2(c) Citizenship:

United States

Item 2(d) Title of Class of Securities:

Schnitzer Steel Industries Common Stock

Item 2(e) CUSIP Number:

806882-100

Item 3 See Item 12 of cover page(s) ("Type of Reporting  
Person") for each reporting person.

BK = Bank as defined in Section 3(a)(6) of the Act

IV = Investment Company registered under Section  
8 of the Investment Company Act

IA = Investment Advisor registered under Section  
203 of the Investment Advisers Act of 1940

SCHEDULE 13G (Continued)

EP = Employee Benefit Plan, Pension Fund which is subject to the provisions of the Employee Retirement Income Security Act of 1974 or Endowment Fund; see Section 240.13-d(1)(b)(1)(ii)(F)

HC = Parent Holding Company, in accordance with Section 240.13-d(1)(b)(1)(ii)(G)

Item 4 Ownership:

See Items 5 through 9 and 11 of cover page(s) as to each reporting person.

The amount beneficially owned includes, where appropriate securities not outstanding which are subject to options, warrants, rights or conversion privileges that are exercisable within 60 days. The filing of this Schedule 13G shall not be construed as an admission that Mellon Bank Corporation, or its direct or indirect subsidiaries, including Mellon Bank, N.A., are for the purposes of Section 13(d) or 13(g) of the Act, the beneficial owners of any securities covered by this Schedule 13G.

Item 5 Ownership of Five Percent or Less of a Class:

This statement is being filed to report the fact that as of the date hereof the reporting person has ceased to be the beneficial owner of more than five percent of the class of securities.

Item 6 Ownership of More than Five Percent on Behalf of Another Person:

All of the securities are beneficially owned by Mellon Bank Corporation or its direct and indirect subsidiaries in their various fiduciary capacities. As a result, another entity in every instance is entitled to dividends or proceeds of sale. The number of individual accounts holding an interest of 5% or more is 0.

SCHEDULE 13G (Continued)

Item 7 Identification and Classification of the Subsidiary  
Which Acquired the Security Being Reported by the  
Parent Holding Company:

See Exhibit I.

Item 8 Identification and Classification of Members of the  
Group:

N/A

Item 9 Notice of Dissolution of Group:

N/A

Item 10 Certification:

By signing below I certify that, to the best of my  
knowledge and belief, the securities referred to  
above were acquired in the ordinary course of  
business and were not acquired for the purpose of  
and do not have the effect of changing or  
influencing the control of the issuer of such  
securities and were not acquired in connection  
with or as a participant in any transaction having  
such purposes or effect.

SIGNATURE

After reasonable inquiry and to the best of my knowledge and  
belief, I certify that the information set forth in this  
statement is true, complete and correct.

This filing is signed by Mellon Bank Corporation on behalf of  
all reporting entities pursuant to Rule 13d-1(f)(1) promulgated  
under the Securities and Exchange Act of 1934, as amended.

Date: February 9, 1995

MELLON BANK CORPORATION

By /s/ Michael E. Bleier  
Michael E. Bleier  
General Counsel

EXHIBIT I

The shares reported on the attached Form 13G are beneficially owned by the following direct or indirect subsidiaries of Mellon Bank Corporation, as marked (X):

- (A)      X    Boston Safe Deposit and Trust Company  
              Boston Safe Deposit and Trust Company of California  
              Boston Safe Deposit and Trust Company of New York
- X    Mellon Bank, N.A.  
              Mellon Bank (Delaware) National Association  
              Mellon Bank (MD)
- (B)            Franklin Portfolio Associates Trust  
              Laurel Capital Advisors
- X    Mellon Capital Management Corporation  
              Mellon Equity Associates  
              The Boston Company Advisors, Inc.  
              The Boston Company Financial Strategies, Inc.
- X    The Boston Company Asset Management, Inc.
- X    The Dreyfus Corporation  
              Dreyfus Management, Inc.

The Item 3 classification of each of the subsidiaries listed under (A) above is "Item 3(b) Bank as defined in Section 3(a)(6) of the Act."

The Item 3 classification of each of the subsidiaries listed under (B) above is "Item 3 (e) Investment Advisor registered under Section 203 of the Investment Advisers Act of 1940."