

FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

☐ Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934  
or Section 30(h) of the Investment Company Act of 1940

| OMB APPROVAL                                 |                   |
|--|-------------------|
| OMB Number:                                  | 3235-0287         |
| Expires:                                     | December 31, 2014 |
| Estimated average burden hours per response: | 0.5               |

|   |  |  |
|---|--|--|
| 1. Name and Address of Reporting Person*<br><u>PHILIP ROBERT W</u><br><br>(Last) (First) (Middle)<br><br>(Street)<br><br>(City) (State) (Zip) | 2. Issuer Name <b>and</b> Ticker or Trading Symbol<br><u>SCHNITZER STEEL INDUSTRIES INC [ SCHN ]</u><br><br>3. Date of Earliest Transaction (Month/Day/Year)<br><u>06/27/2003</u><br><br>4. If Amendment, Date of Original Filed (Month/Day/Year)<br><u>06/30/2003</u> | 5. Relationship of Reporting Person(s) to Issuer<br>(Check all applicable)<br><br><input checked="" type="checkbox"/> Director <input checked="" type="checkbox"/> 10% Owner<br><br><input checked="" type="checkbox"/> Officer (give title below) Other (specify below)<br><br><u>President</u><br><br>6. Individual or Joint/Group Filing (Check Applicable Line)<br><br><input checked="" type="checkbox"/> Form filed by One Reporting Person<br><input type="checkbox"/> Form filed by More than One Reporting Person |
|---|--|--|

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

| 1. Title of Security (Instr. 3) | 2. Transaction Date (Month/Day/Year) | 2A. Deemed Execution Date, if any (Month/Day/Year) | 3. Transaction Code (Instr. 8) |   | 4. Securities Acquired (A) or Disposed Of (D) (Instr. 3, 4 and 5) |            |             | 5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4) | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Indirect Beneficial Ownership (Instr. 4) |
|---------------------------------|--------------------------------------|--|--------------------------------|---|---|------------|-------------|---|--|---|
|                                 |                                      |  | Code                           | V | Amount  | (A) or (D) | Price       |   |  |   |
| <u>Class A Common Stock</u>     | <u>06/27/2003</u>                    |  | <u>M</u>                       |   | <u>1,000</u>  | <u>A</u>   | <u>18.5</u> | <u>1,000</u>  | <u>D</u>   |   |
| <u>Class A Common Stock</u>     | <u>06/27/2003</u>                    |  | <u>S</u>                       |   | <u>1,000</u>  | <u>D</u>   | <u>46.4</u> | <u>0<sup>(1)</sup></u>  | <u>D</u>   |   |

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

| 1. Title of Derivative Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | 3. Transaction Date (Month/Day/Year) | 3A. Deemed Execution Date, if any (Month/Day/Year) | 4. Transaction Code (Instr. 8) |   | 5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) |       | 6. Date Exercisable and Expiration Date (Month/Day/Year) |                 | 7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4) |                            | 8. Price of Derivative Security (Instr. 5) | 9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4) | 10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 11. Nature of Indirect Beneficial Ownership (Instr. 4) |
|--|--|--------------------------------------|--|--------------------------------|---|--|-------|--|-----------------|---|----------------------------|--|--|---|--|
|  |  |                                      |  | Code                           | V | (A)  | (D)   | Date Exercisable   | Expiration Date | Title   | Amount or Number of Shares |  |  |   |  |
| Option to Buy                              | 18.5   | 06/27/2003                           |  | M                              |   |  | 1,000 | 06/01/1995 <sup>(2)</sup>                                | 06/01/2004      | Class A Common Stock  | 1,000                      | \$0  | 16,506   | D   |  |

|   |   |
|---|---|
| 1. Name and Address of Reporting Person*<br><u>PHILIP ROBERT W</u><br><br>(Last) (First) (Middle)<br><br>(Street)<br><br>(City) (State) (Zip) | 1. Name and Address of Reporting Person*<br><u>PHILIP RITA S</u><br><br>(Last) (First) (Middle)<br><br>(Street)<br><br>(City) (State) (Zip) |
|---|---|

Explanation of Responses:

1. The reporting person has indirect beneficial ownership of 1,050 shares of Class A Common Stock, held by Robert W. Philip, as custodian under Oregon Uniform Transfers to Minors Act, F/B/O Joshua Henry Philip.
2. The option was granted for 17,506 shares on 6/1/94 and became exercisable for 20% of the shares on each of the first five anniversaries of the grant date.

Charlie A. Ford, Attorney-In-Fact 07/01/2003

\*\* Signature of Reporting Person Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

\* If the form is filed by more than one reporting person, see Instruction 4 (b)(v).

\*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

**Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.**