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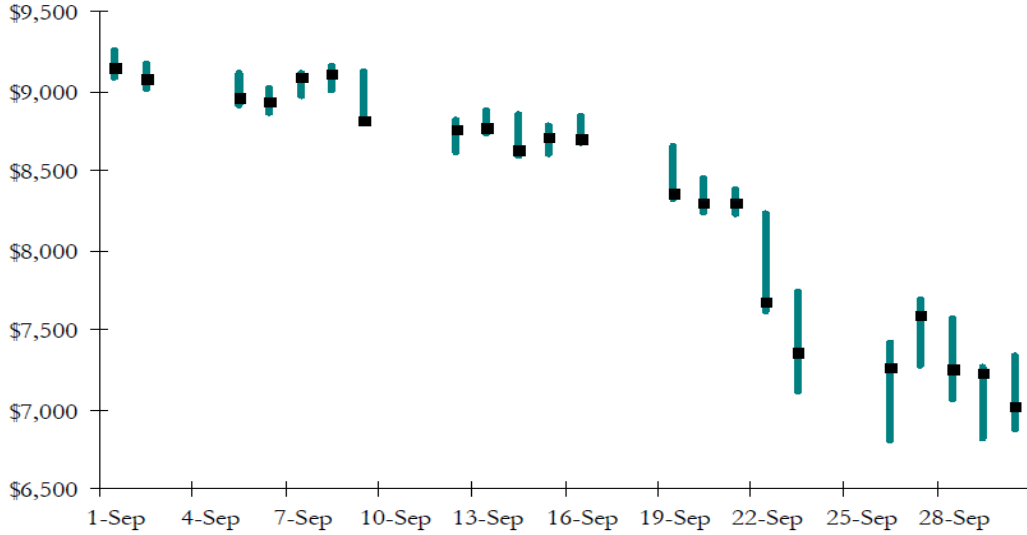
elektrolitik bakır mamulleri a.ş.

MONTHLY COPPER BULLETIN

September-2011

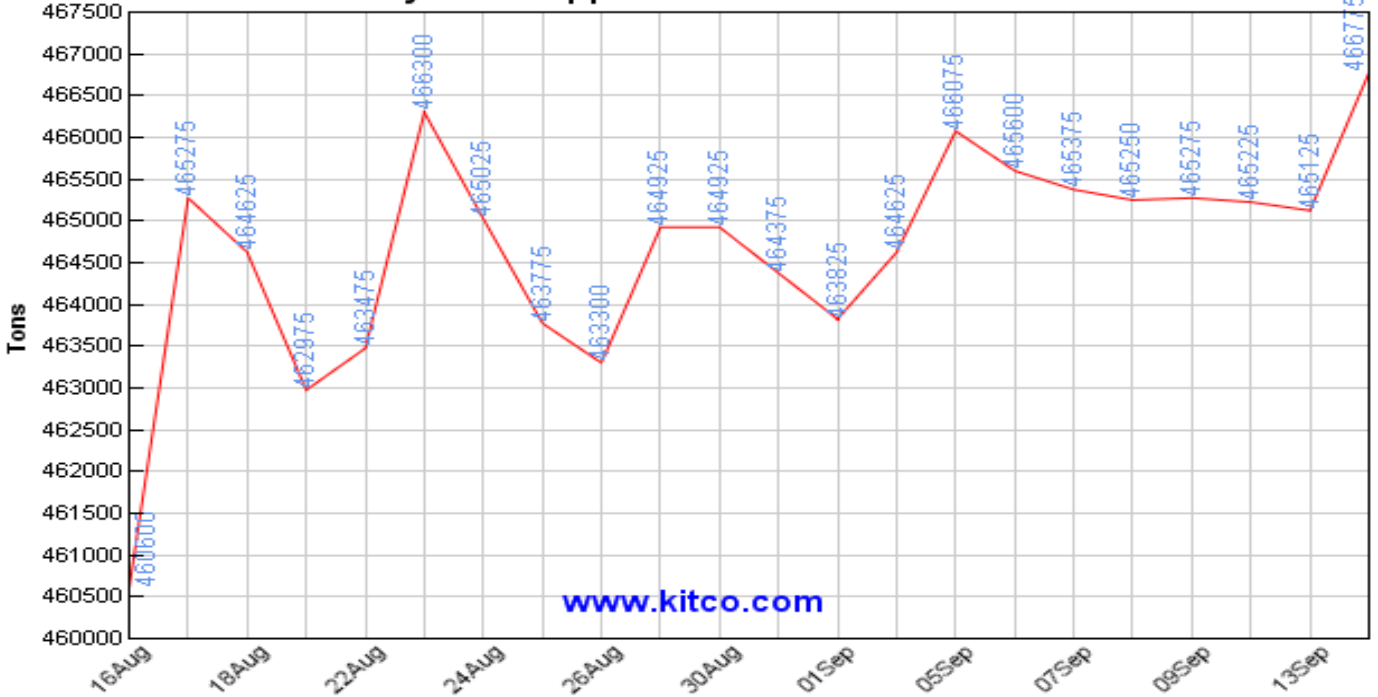
17th October 2011

LME copper 3M prices, open-high-low-close range, \$/mt



Start of month	End of month	1M change	High	Low
\$9,257.50	\$7,018.50	-2,256.50 or -24.3%	\$9,257.50	\$6,800

30 Day LME Copper Warehouse Stocks Level



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OFFICIAL MARKET DATA & PRICE INDICATORS

DATE	CASH (USD/t)	CASH (EUR/t)	CASH (GBP/t)	WEEKLY AVERAGE (USD/t)	WEEKLY CHANGE	YEARLY CHANGE	LME STOCKS (Tonnes)	DEL NOTIZ (€/100Kg)	DEL NOTIZ HIGH
01.09.2011	9.101,00	6.378,16	5.617,00	8900	2%	-7%	466.075	-	-
02.09.2011	9.050,50	6.349,89	5.580,53	8.900,00	2%	-7%	466.075	643,22	645,61
05.09.2011	8.935,00	6.327,01	5.535,59	9.119,13	-2%	-8%	465.600	640,68	643,1
06.09.2011	8.919,50	6.321,85	5.549,37	9.119,13	-2%	-8%	465.375	637,32	639,73
07.09.2011	8.970,50	6.386,97	5.606,91	9.119,13	-2%	-8%	465.250	646,78	649,2
08.09.2011	9.041,00	6.436,25	5.646,74	9.119,13	-1%	-7%	465.275	651,72	654,14
09.09.2011	8.904,50	6.446,46	5.580,31	9.119,13	-2%	-9%	465.225	653,44	655,91
12.09.2011	8.645,50	6.343,46	5.449,42	8.954,10	-3%	-11%	465.125	644,28	646,78
13.09.2011	8.757,50	6.408,71	5.538,87	8.954,10	-2%	-10%	466.000	650,66	653,16
14.09.2011	8.719,50	6.349,77	5.519,02	8.954,10	-3%	-10%	466.775	644,37	646,85
15.09.2011	8.709,50	6.312,15	5.508,86	8.954,10	-3%	-11%	466.150	639,01	641,48
16.09.2011	8.781,50	6.364,33	5.557,91	8.954,10	-2%	-10%	466.025	644,47	646,94
19.09.2011	8.415,00	6.163,93	5.353,39	8.722,70	-4%	-14%	469.125	624,53	627,03
20.09.2011	8.397,50	6.130,01	5.344,64	8.722,70	-4%	-14%	466.925	621,93	624,41
21.09.2011	8.221,00	6.024,03	5.259,08	8.722,70	-6%	-16%	466.950	610,34	612,84
22.09.2011	7.790,50	5.782,73	5.052,20	8.722,70	-11%	-20%	466.075	588,65	591,19
23.09.2011	7.290,00	5.425,72	4.732,84	8.722,70	-16%	-25%	464.550	550,28	552,81
26.09.2011	7.226,00	5.348,63	4.655,63	8.022,80	-10%	-26%	463.575	544,21	546,74
27.09.2011	7.528,00	5.538,55	4.818,23	8.022,80	-6%	-23%	467.400	564,68	567,2
28.09.2011	7.416,00	5.437,75	4.738,36	8.022,80	-8%	-24%	466.675	550,8	553,29
29.09.2011	6.975,50	5.125,65	4.459,18	8.022,80	-13%	-28%	470.700	520,68	523,19
MONTHLY AVERAGES	8.314,84	6.031,19	5.258,25						



MARKET COMMENTARY

We expected upside for copper to be capped in Q3 as the economic slowdown quickened. There is no doubt that the outlook deteriorated sharply during Q3, with the sell-off at the end of September suggesting that the market is now pricing in recessionary levels of demand. Demand is now the binding constraint. The supply-side constraints that have dominated the global copper market in recent years have slowly been pushed into the background.

While mine supply problems are an issue, they are occurring at a time of reduced demand, offsetting their impact. Meanwhile, consumers, particularly in China, have proved adept at operating on lean inventory levels, running down their normal working stocks, using scrap where possible and opportunistically going out to the market for a top up, if the price and conditions are right. This is evident in the decline in spot premiums in Shanghai (reflecting a decrease in physical demand) when copper traded above \$10,000/mt earlier this year and the rise in premiums (reflecting improved demand) with prices below \$8,500/mt.

In Sep, the copper price traded in the wide range between \$6,800-\$9,258 a metric ton and its monthly average went down 8.1 percent to \$8,314. We saw the sharpest decline in Sep approx 25% and it decreased 35% from its record level, had reached \$10,190 in Feb 2011.

Today copper rose for a second straight day in London as a worsening strike disrupted production at Grasberg, the world's second-biggest copper mine, offsetting concerns that the euro zone crisis may drag on and cause a demand slump. Freeport McMoRan Copper & Gold Inc halted copper and gold production on Monday at its giant Grasberg mine in Indonesia because of security fears and worker blockades, in the worst supply disruption since a strike began a month ago.

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Three-month copper on the London Metal Exchange gained 0.9 percent to \$7,611 a tonne by 1038 GMT, after climbing 3.2 percent in the previous session. It has risen nearly 8 percent in the last two weeks.

In Europe, leaders are facing growing pressures to contain the euro zone debt problems as the world's leading economies pressed them on Saturday to act decisively to resolve the crisis by Oct. 23. Signalling that euro zone governments are doing their best, German Finance Minister Wolfgang Schaeuble said on Sunday that the region's governments are trying to persuade banks to accept a larger write down on Greece's debt crisis. "The euro zone crisis remains the major worry. Even if leaders there come up with a plan to resolve the debt crisis, it will involve some sacrifice of banks there, which will have some negative impact on the markets at least in the short term," said Jinrui Futures analyst Zhao Kai.

This morning copper has touched \$7,660 level, which is current resistance, however eased off to around \$7,635. Some investors think that copper looks overbought and expecting a correction. Current initial support level is \$7500, after that \$7380.



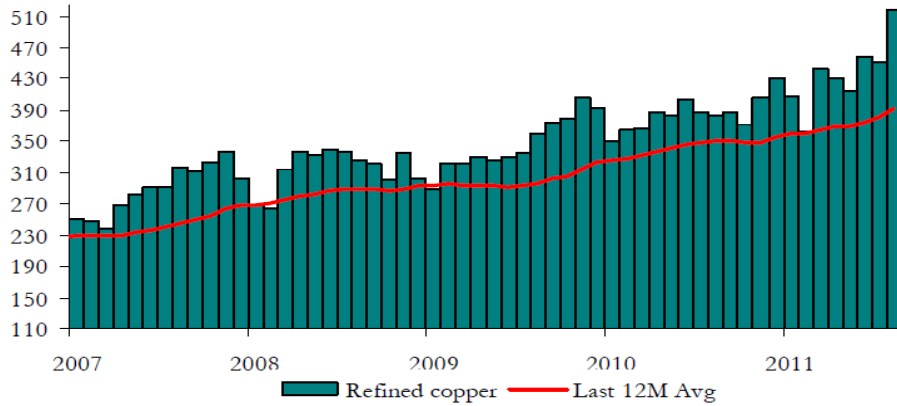
MONTHLY REVIEW & INDUSTRY NEWS

- ✚ Copper demand fell short of production by 246,000 metric tons last year, the International Copper Study Group said in a statement.
- ✚ According to WBMS report, in July 2011, refined copper production was 1611.5 kt and consumption was 1544.6 kt.
- ✚ Refined copper production lagged behind demand by 42,000 metric tons in June, the third consecutive monthly shortage, the International Copper Study Group said. Supplies lagged behind demand by 130,000 tons for January through June, the Lisbon-based ICSG said in a report.
- ✚ The world's 14 largest miners produced 2.43 million tonnes of copper fines output in the first quarter, up 4.3% year-on-year.
- ✚ Chile's state-run copper commission expects a global copper supply deficit of around 560,000 tonnes in 2011, and a deficit of 179,000 tonnes in 2012. That compares with a 90,000 tonne shortfall in 2010.
- ✚ Codelco had a decline in second-quarter production as output slumped at its aging Chuquicamata mine in northern Chile's Atacama Desert. Second-quarter production fell 3.5 percent to 419,000 metric tons from 434,000 tons a year ago. It also expects to spend \$6.2 billion to expand its Andina copper mine. The mine will add 650,000 tons a year of copper.
- ✚ Xstrata Copper will invest \$1.47 billion in two copper mines in Peru, with the goal of increasing production in the country by 60 percent in 2012. Xstrata is expanding its Tintaya mine, which produced 93,000 tonnes of copper in 2010, and is developing the nearby Antapaccay mine.
- ✚ Chile copper production tumbled 8.7% on the year in August to 427,420 metric tons. The August decline was the result of a mine strike and severe weather, which curtailed production, and low ore grades.

✚ Copper demand is “good” in Europe, according to Boliden AB, the only Scandinavian copper producer. “We are” for both metals, he said today in an interview at the company’s headquarters in Stockholm. Boliden is running at full capacity of 350,000 metric tons a year, and aims to increase production by 14,500 tons by the beginning of next year.

✚ China prelim Aug copper output up 14.6% mom at a record 518k mt.

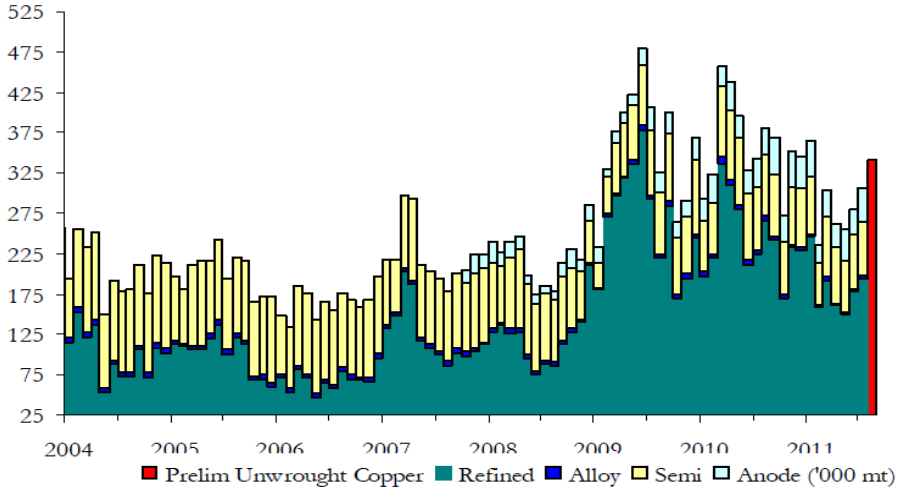
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✚ Russian refined copper export volumes to non-CIS countries fell 73 percent to 76,500 tonnes, and their value dropped 63.4 percent to \$708.7 million.

✚ Japan’s copper wire and cable shipments will likely drop 2.2 percent in the year ending March 31 from a year earlier. Shipments, including exports and domestic business, are expected to total 668,000 metric tons in the current fiscal year, from 682,800 tons a year earlier.

✚ Prelim China’s August cu imports at 340,398 mt, down 11.5% yoy.



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