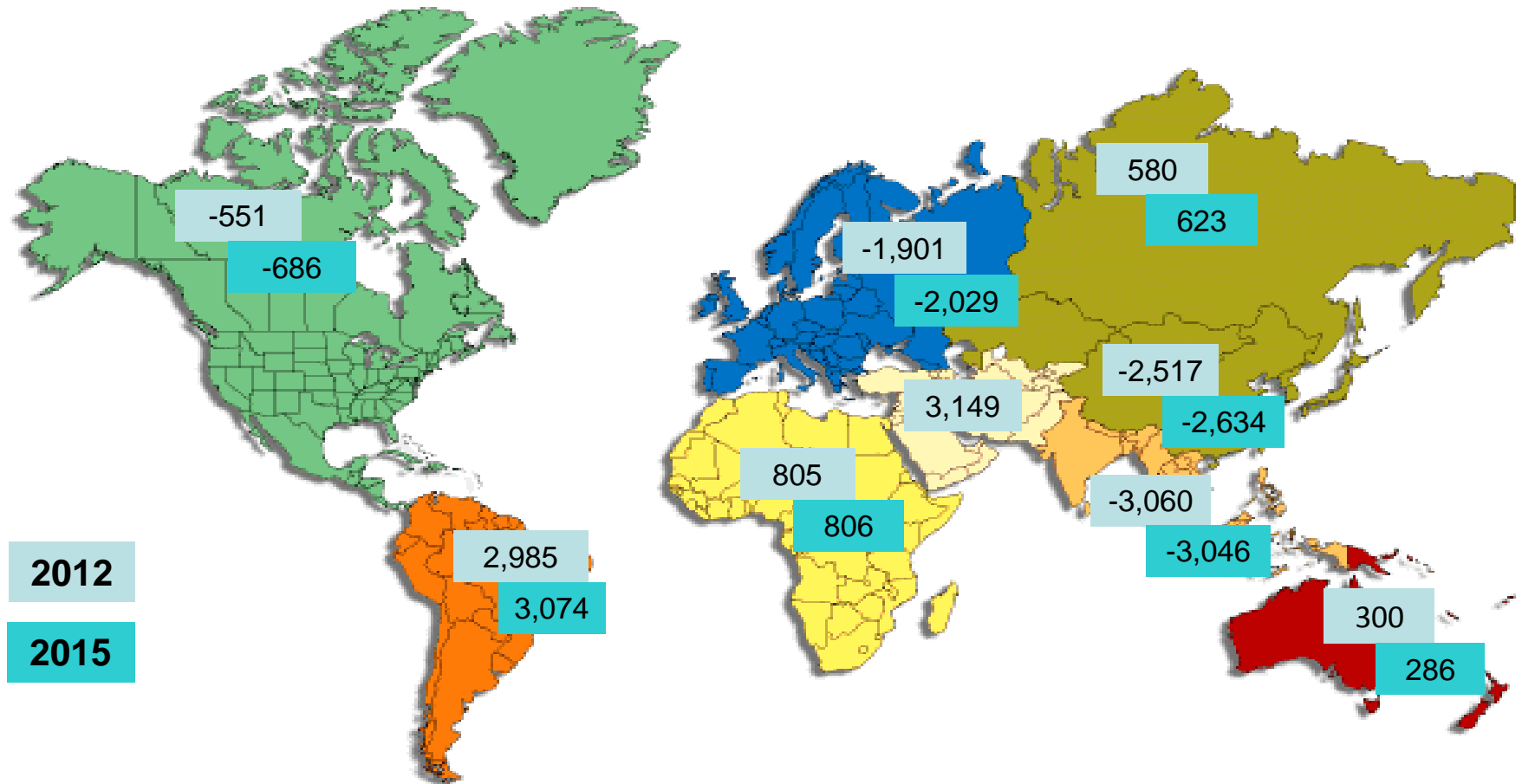




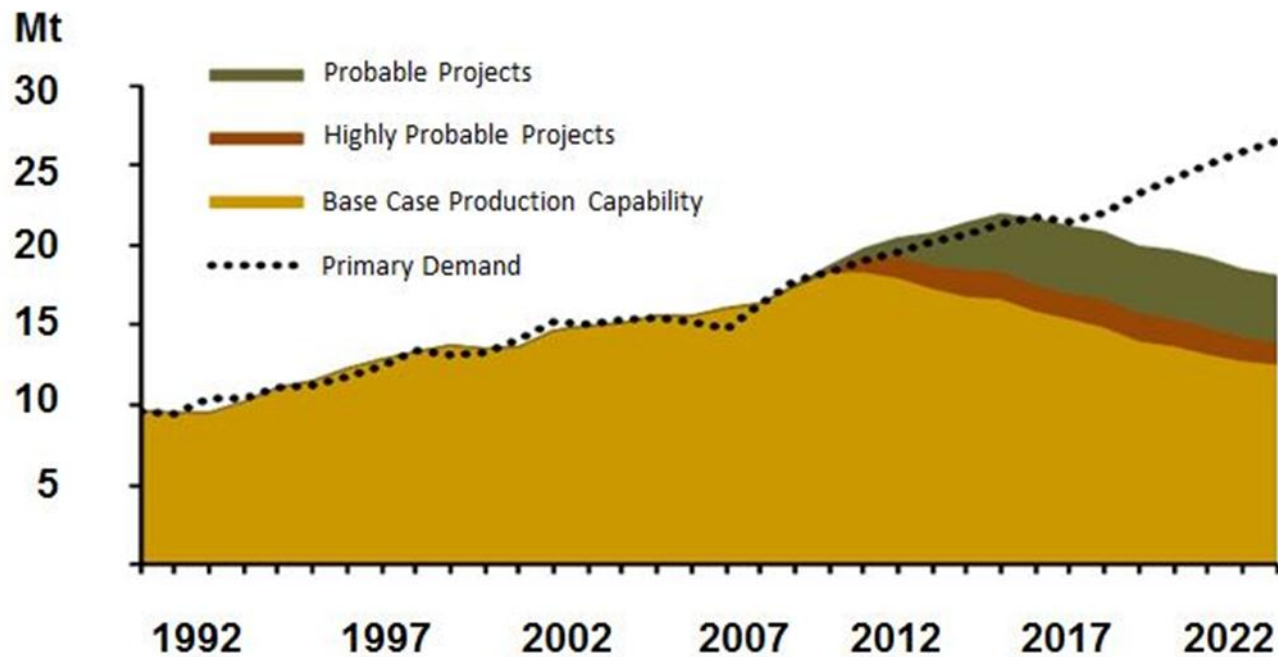
COPPER MARKET

Global Copper Supply/Demand 2012 and 2015

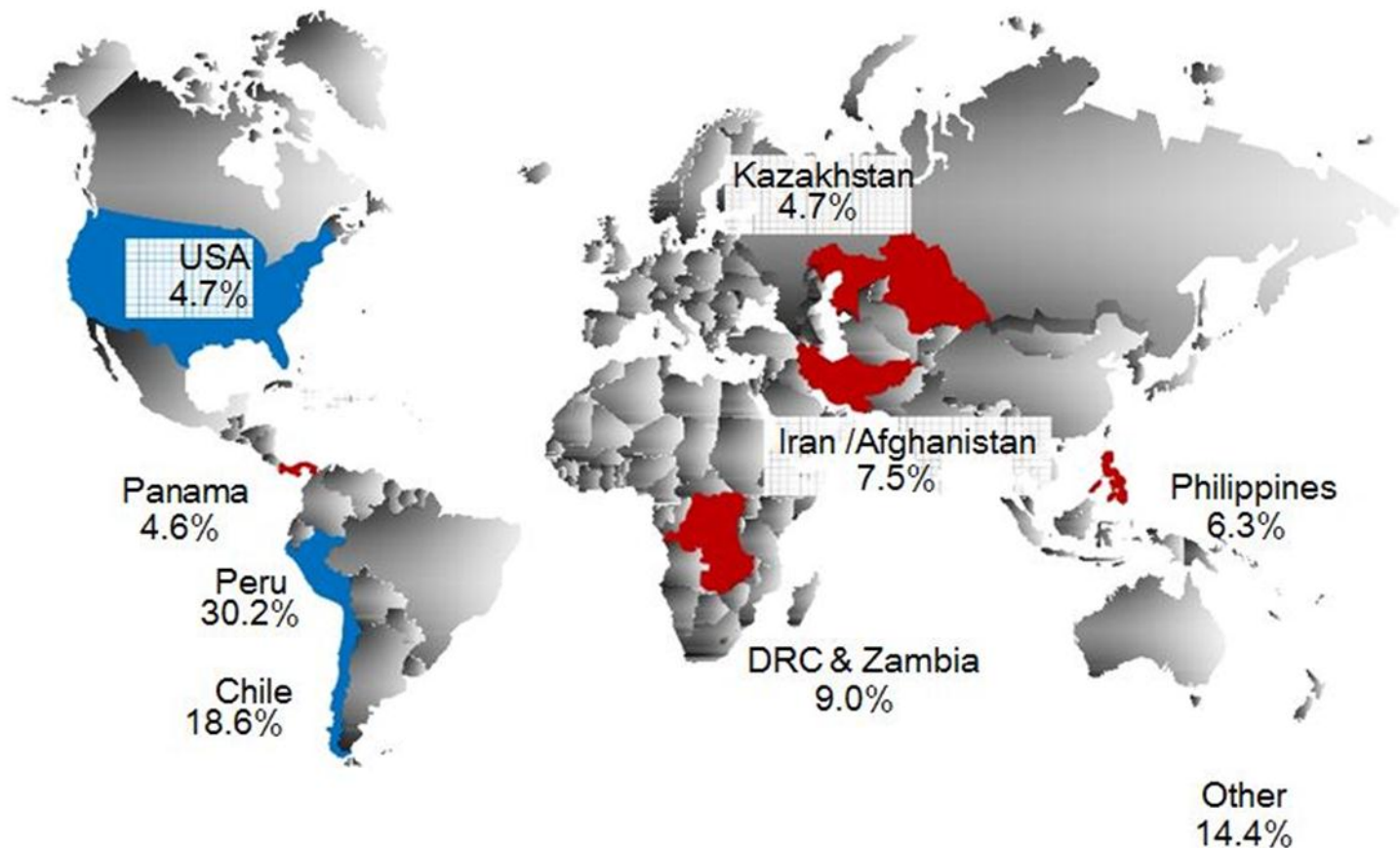


Mine Supply Coverage

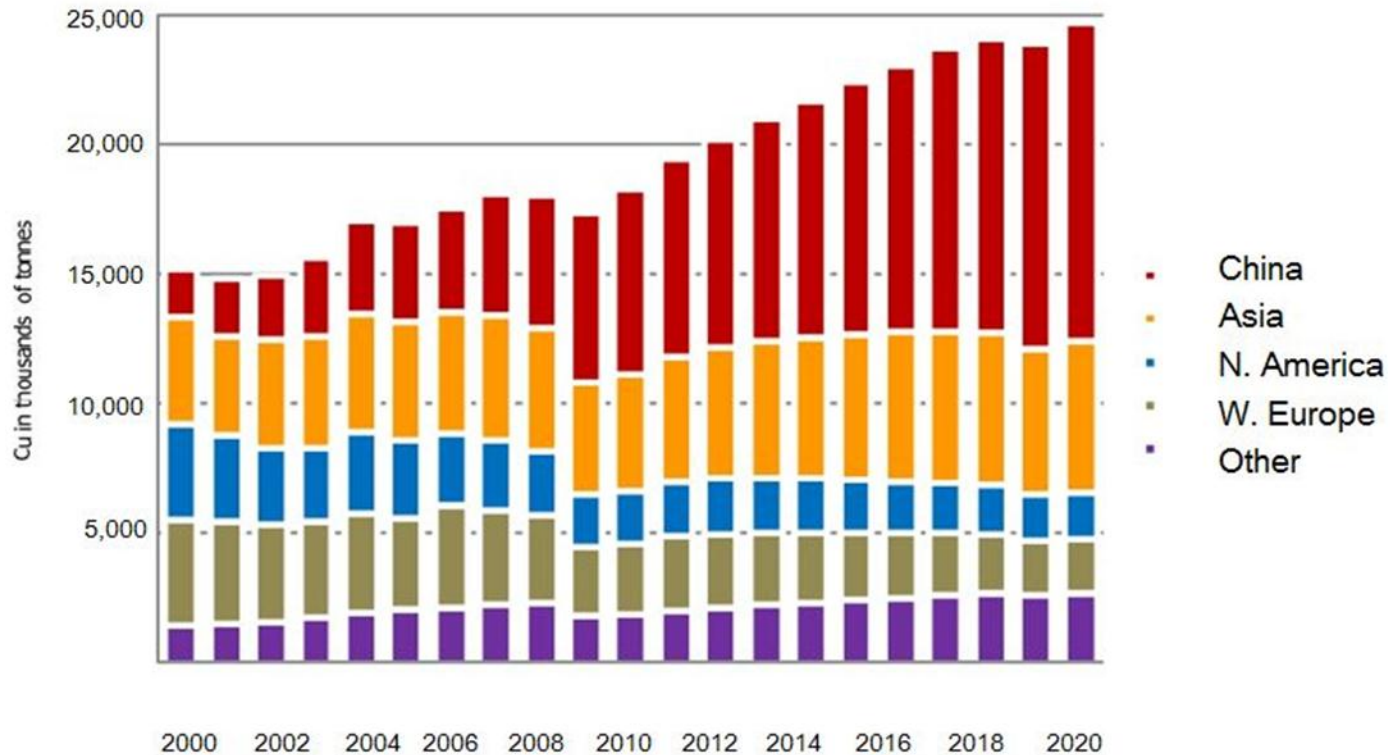
Demand will exceed mine supply by 8.4Mt in 2025 alone



Distribution of New Production

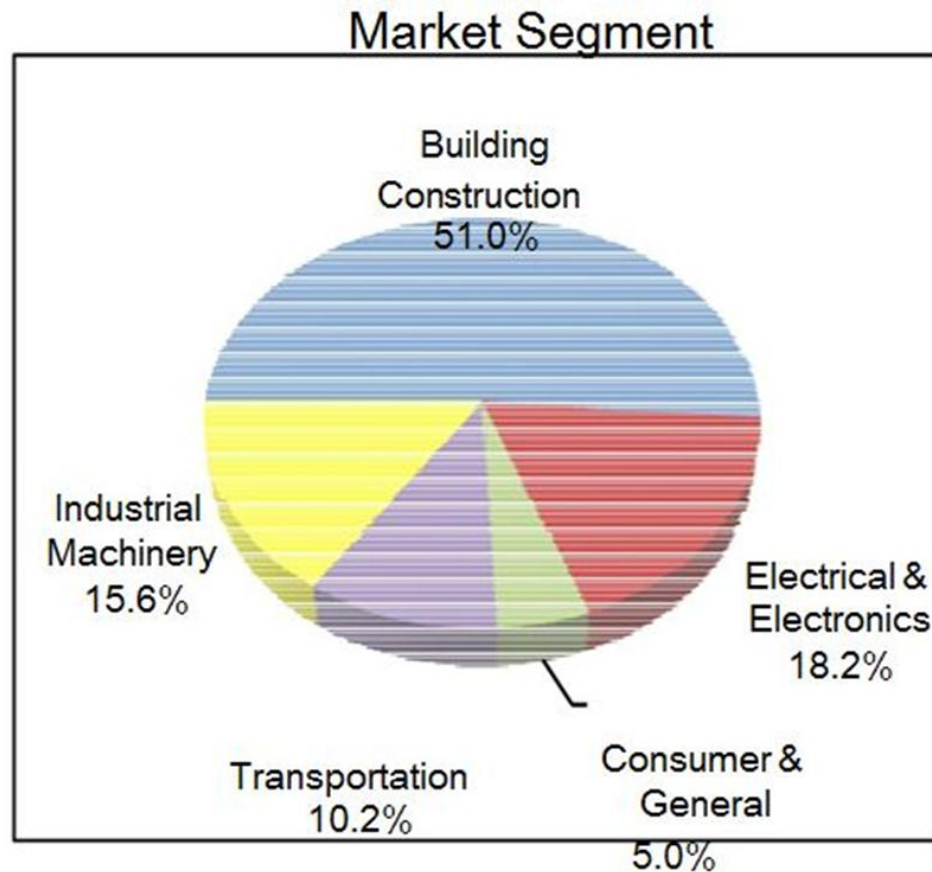


China Holds The Growth



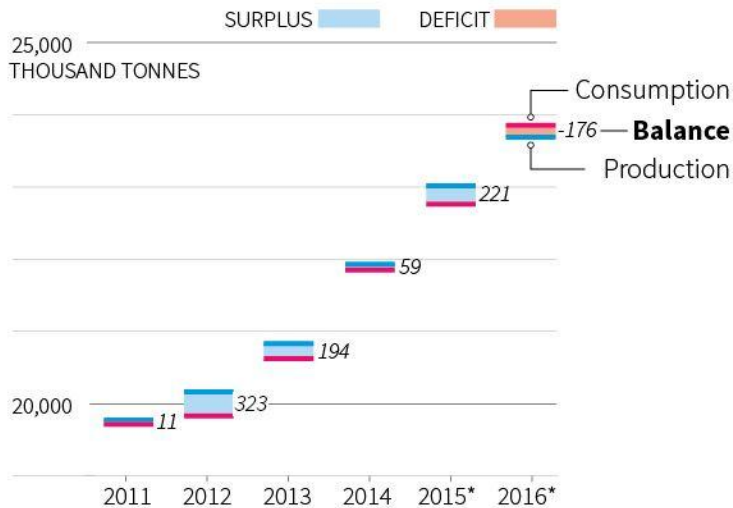
Source: Brook Hunt

US Consumption Copper



Copper Market Balance

Cuts in copper mine output are raising doubts about the extent of a widely expected global surplus in 2015 that has driven down prices.



Price evolution

\$/TONNE



Sources: Jefferies Metals Strategy; Reuters

Current State of the Market

Copper Price Drop, Why?

- Hedge fund redistribution at the beginning of the year. Not as heavily invested in commodities.
- Chinese hedge funds aggressively selling.
- The U.S. dollar strengthening. Making copper extremely expensive in Europe especially.
- Price of oil dropping.
- Concerns about China. GDP expected to slow to 6.8% in 2015 from 7.2% in 2014.

