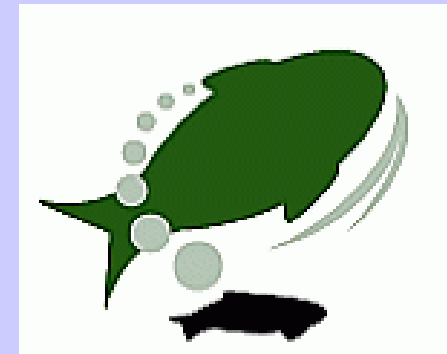


Toronto Resource Investment Conference 2011

Toronto, Canada

September 16, 2011

Presented by John Kaiser



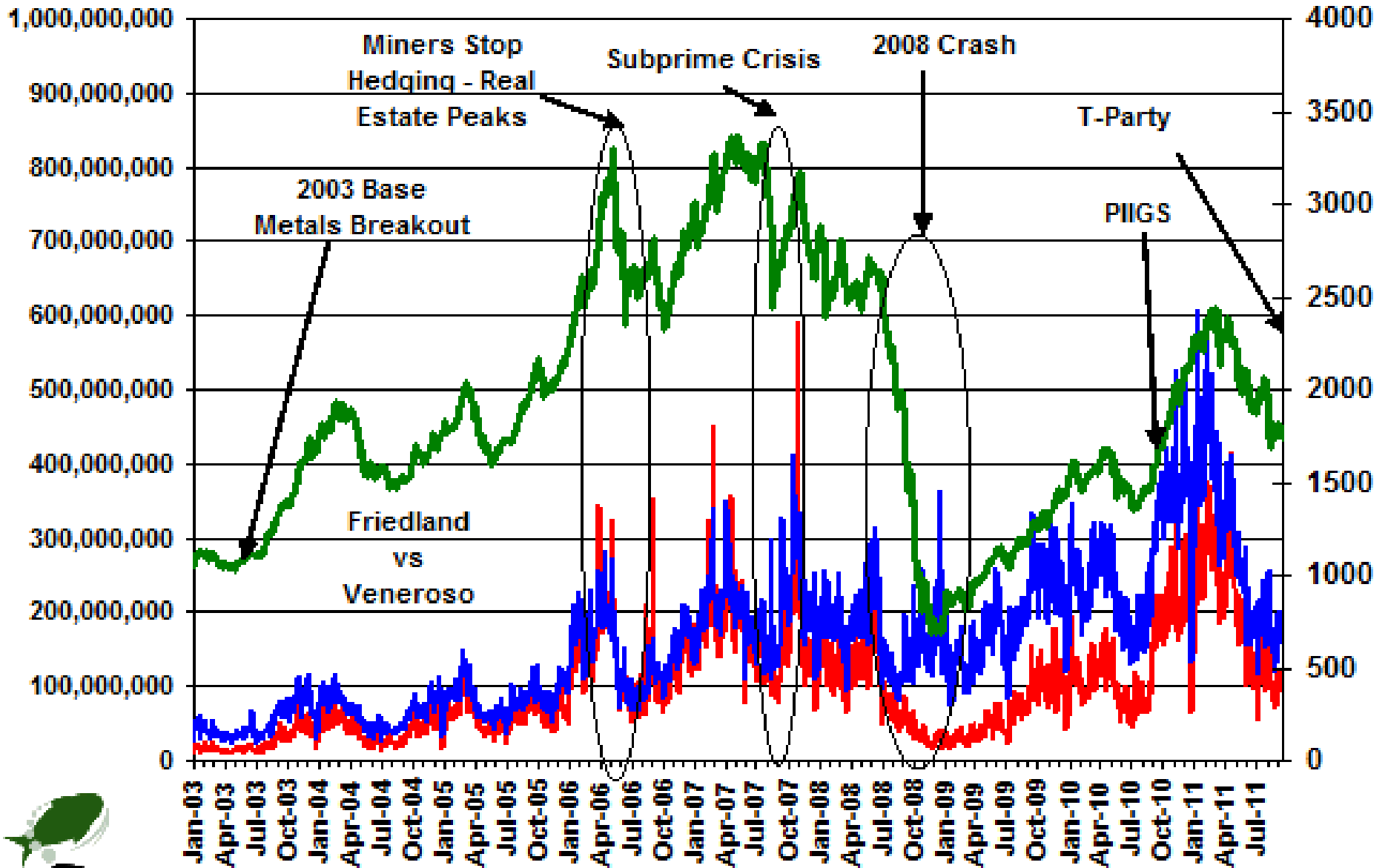
**A Different Perspective on
Gold & Silver**

www.KaiserResearch.com

Daily TSXV Volume & Value Traded

September 15, 2011

Value Volume TSXV Index

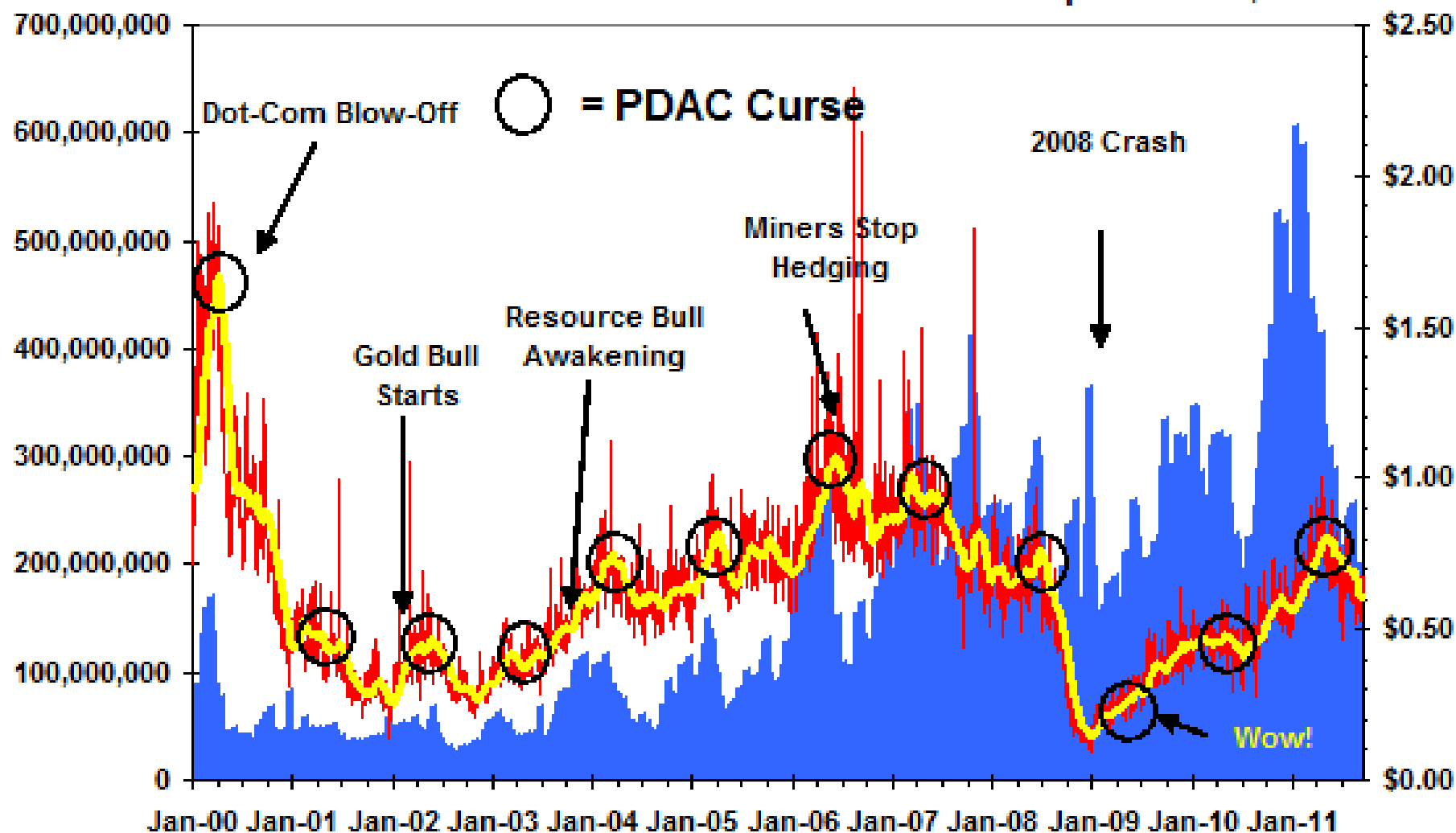


Daily TSXV Volume and Average Trading Share Price



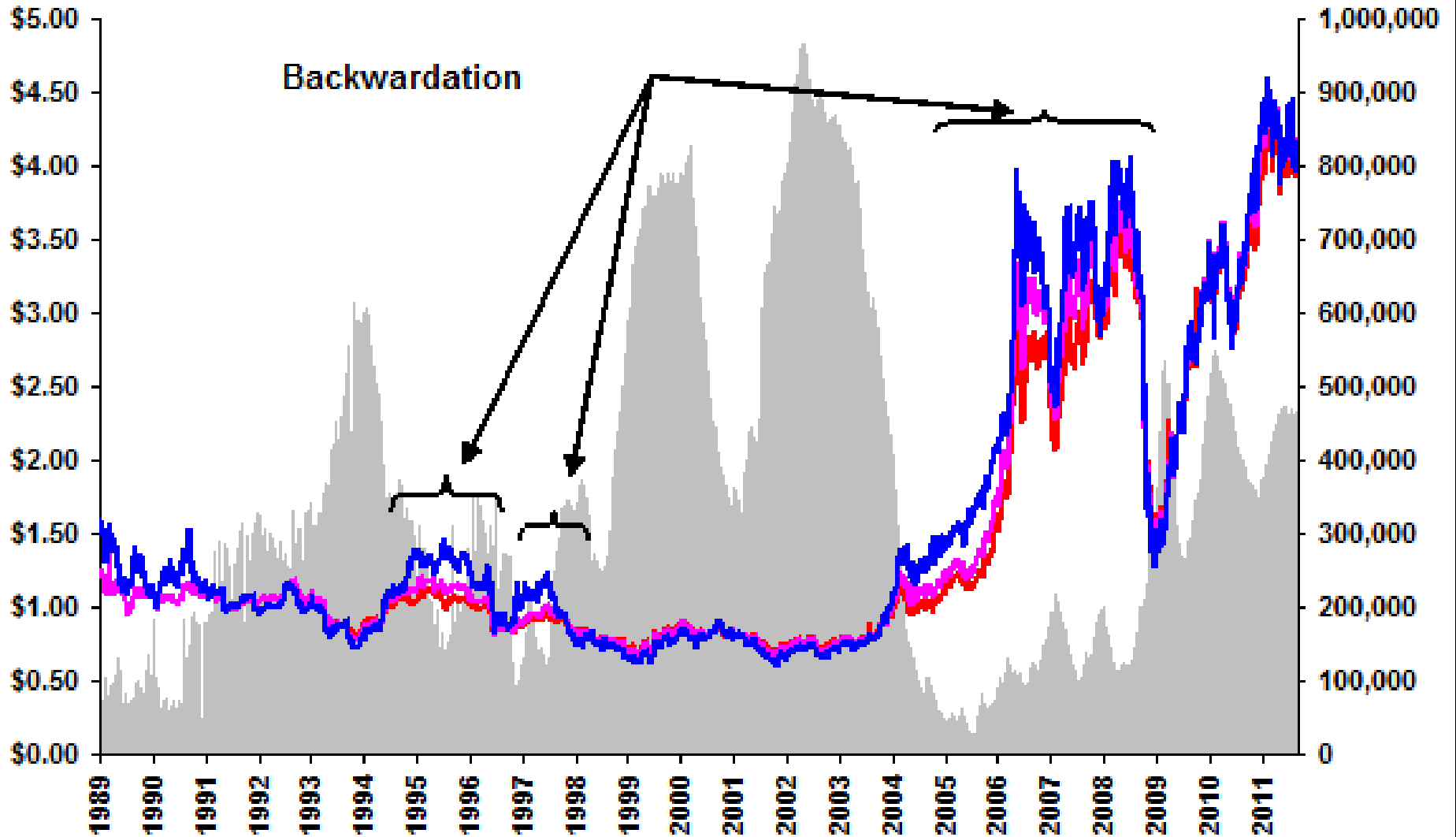
Volume — Average Share Price — 30 Day Average Price

September 15, 2011



PDAC Curse: the tendency of the new year rally to fizzle right after the PDAC mining convention held annually in March in Toronto.

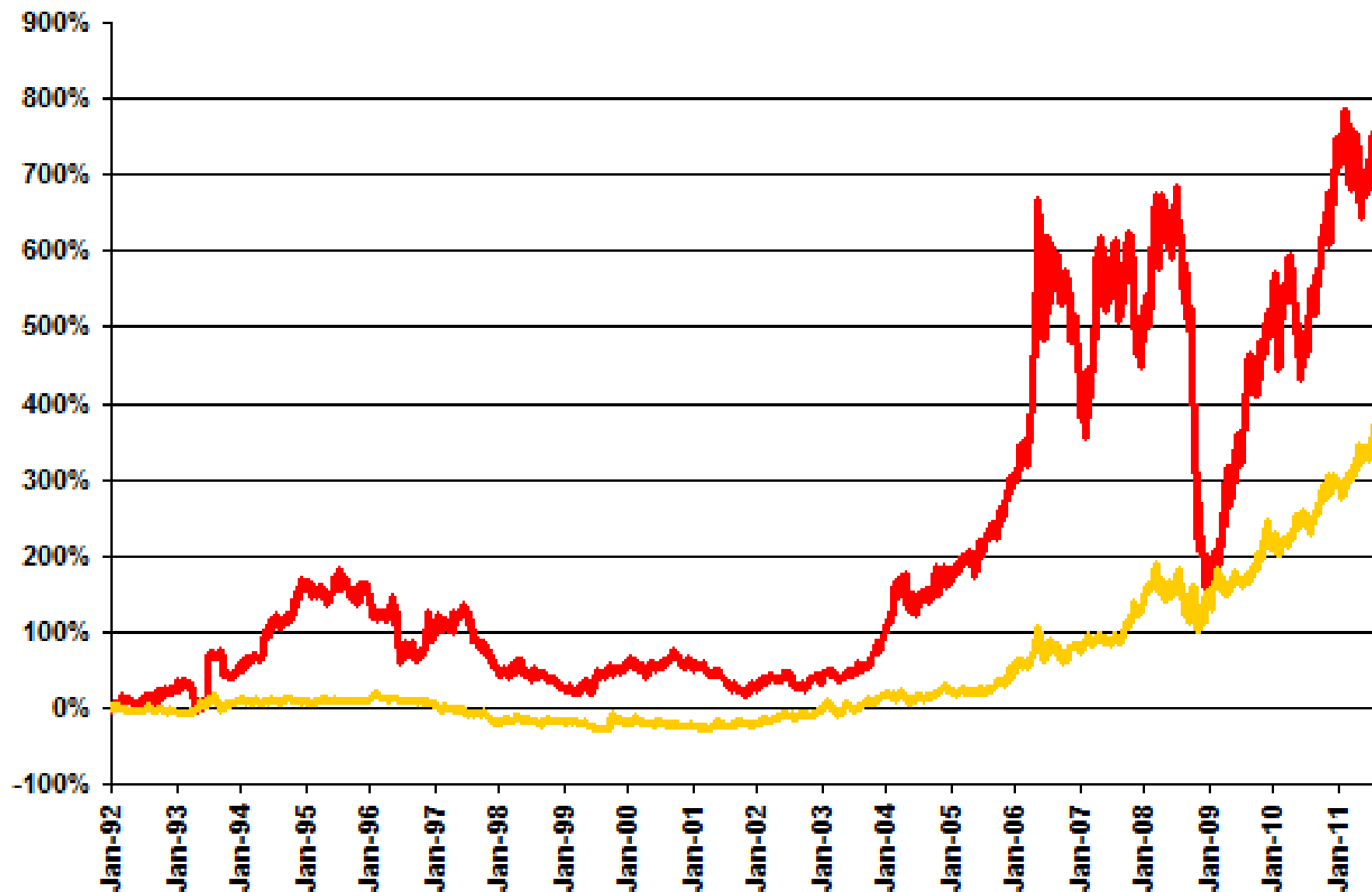
LME Copper \$/lb



Gold-Copper Relative Performance

Jan 2/92 Base: \$0.52/lb Cu \$360/oz Au

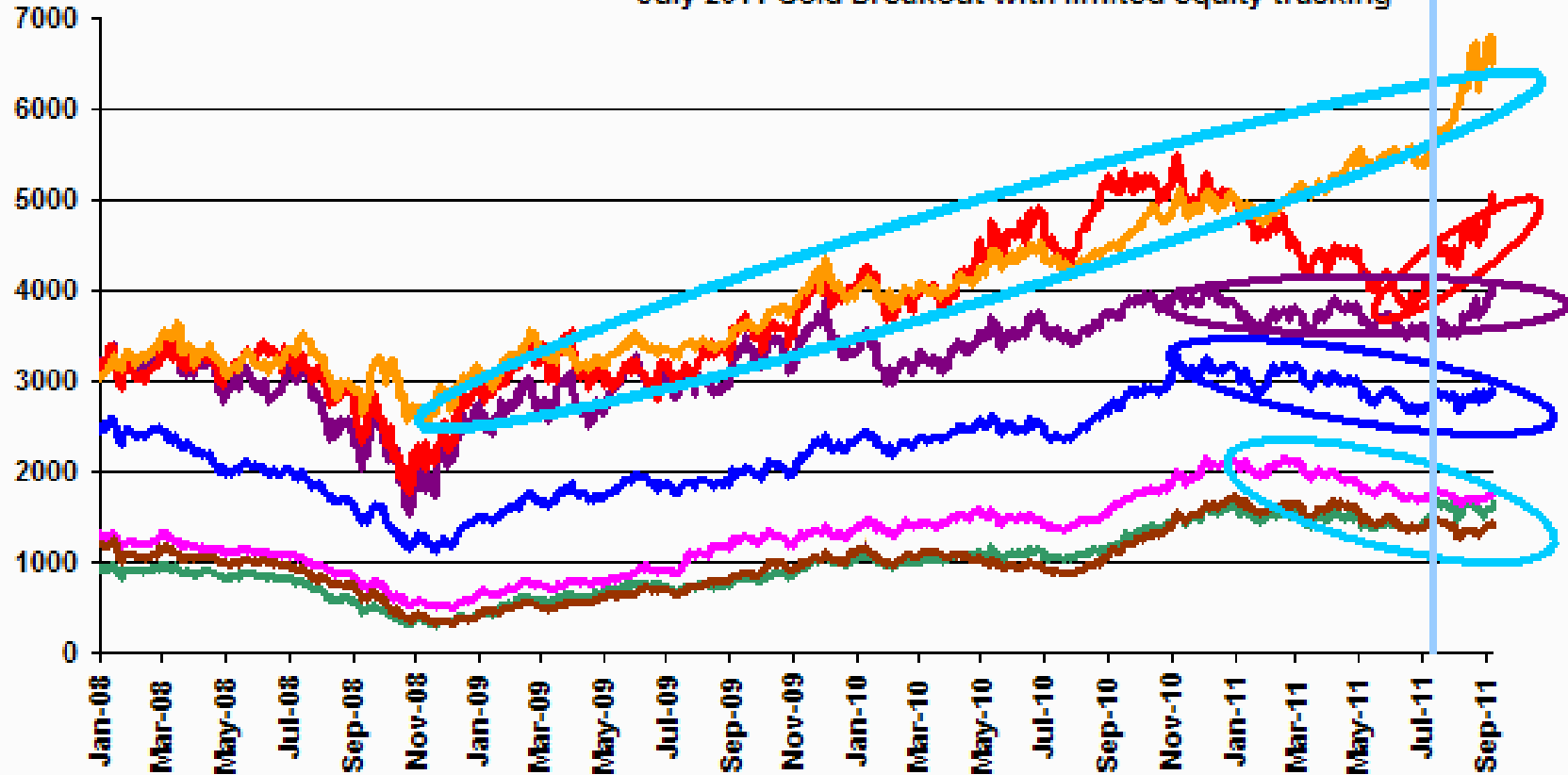
Copper
Gold



KRO Gold Indices

September 9, 2011

July 2011 Gold Breakout with limited equity tracking



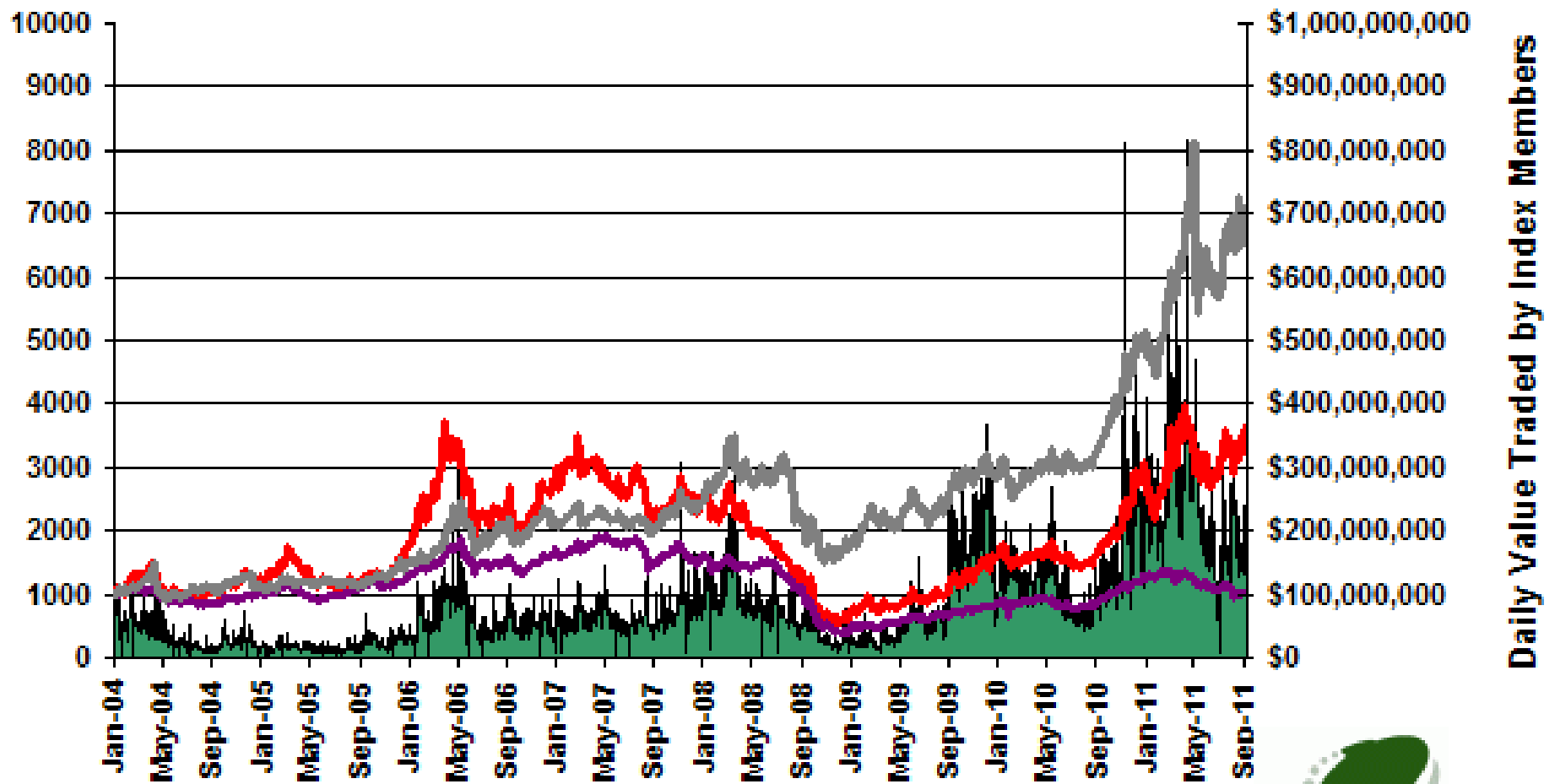
- KRO Major Gold Producer Index
- KRO Intermediate Gold Producer Index
- KRO Junior Gold Producer Index
- KRO Major Non-Producer Gold Index
- KRO Intermediate Non-Producer Gold Index
- KRO Junior Non-Producer Gold Index
- Gold \$278/oz normalized to 1000 on Jan 2, 2002



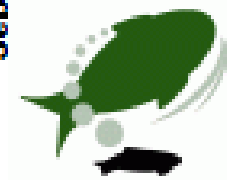
Copyright 2011
Canspec Research LLC

KRO Silver Producer Index

September 9, 2011



- Daily Value Traded by Index Members
- Silver \$5.99/oz normalized to 1000 on Jan 2, 2004
- TSXV Index Normalized to 1000 on Jan 2, 2004
- Silver Producer Index - 1000 on Jan 2, 2004

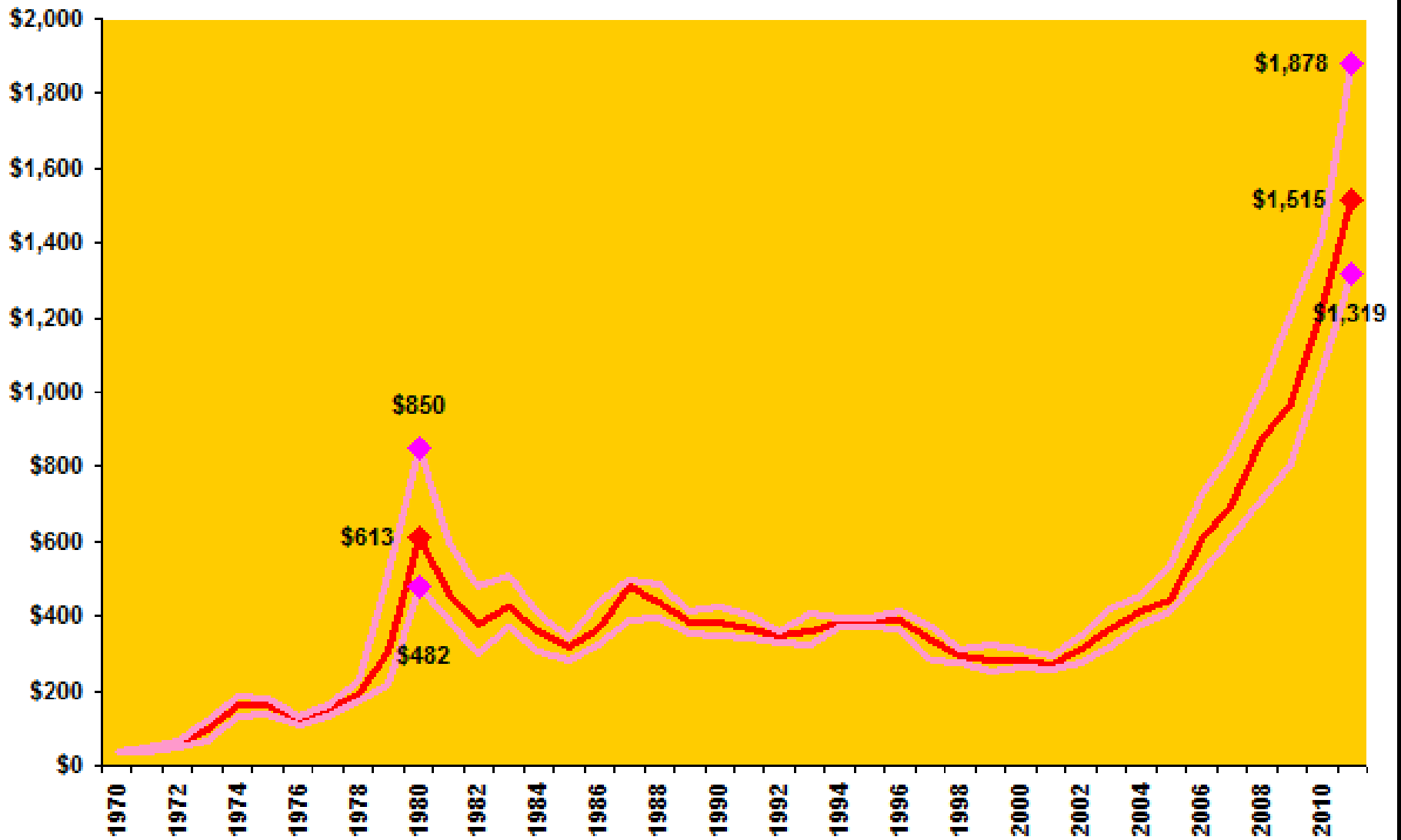


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Annual Average Gold Price with High-Low Range

— Average Gold Price

— Yearly Hi-Lo Range



Source: CPM, IMF, World Bank

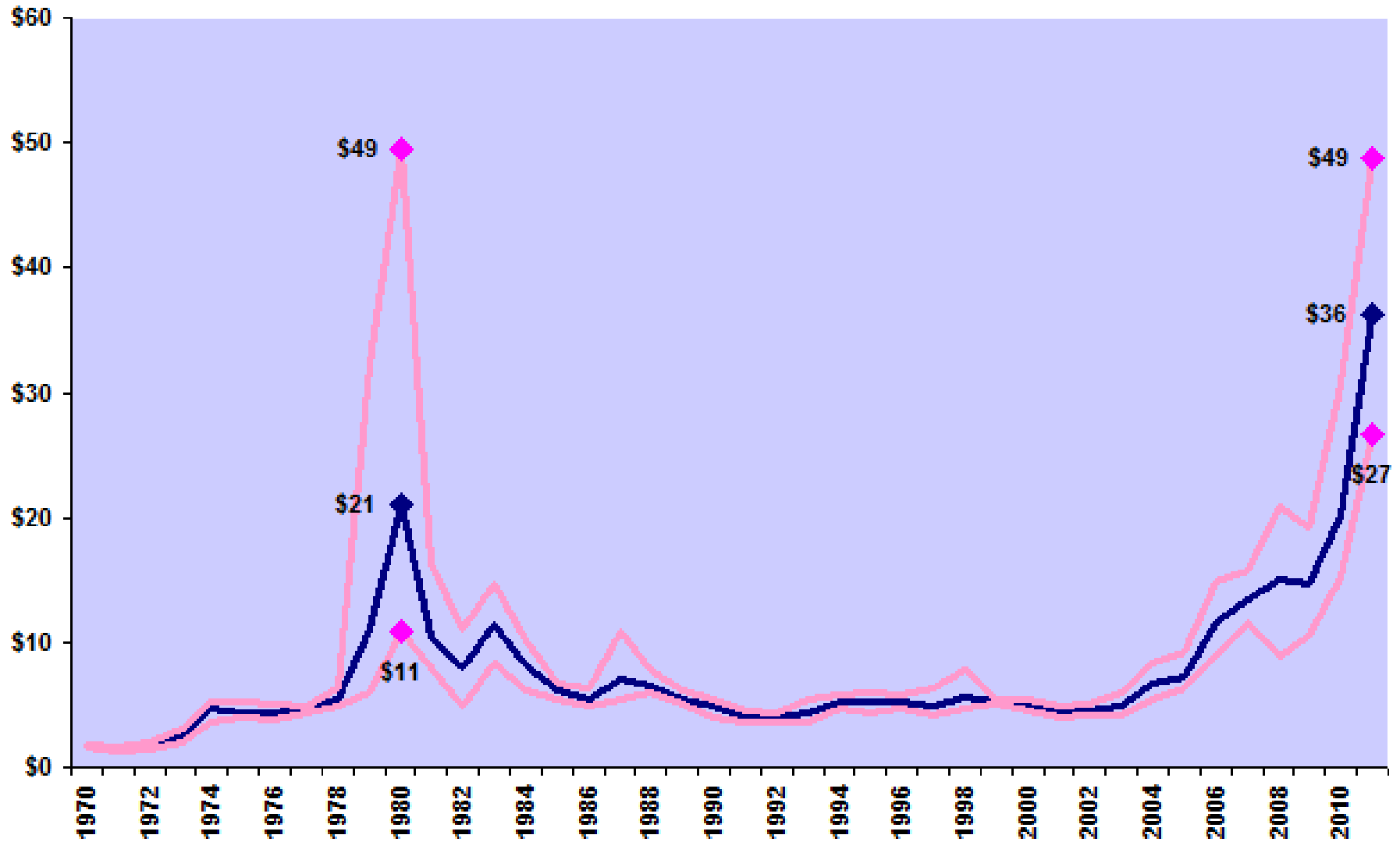
September 2011

Kaiser Research Online

Annual Average Silver Price with High-Low Range

— Average Silver Price

— Yearly Hi-Lo Range



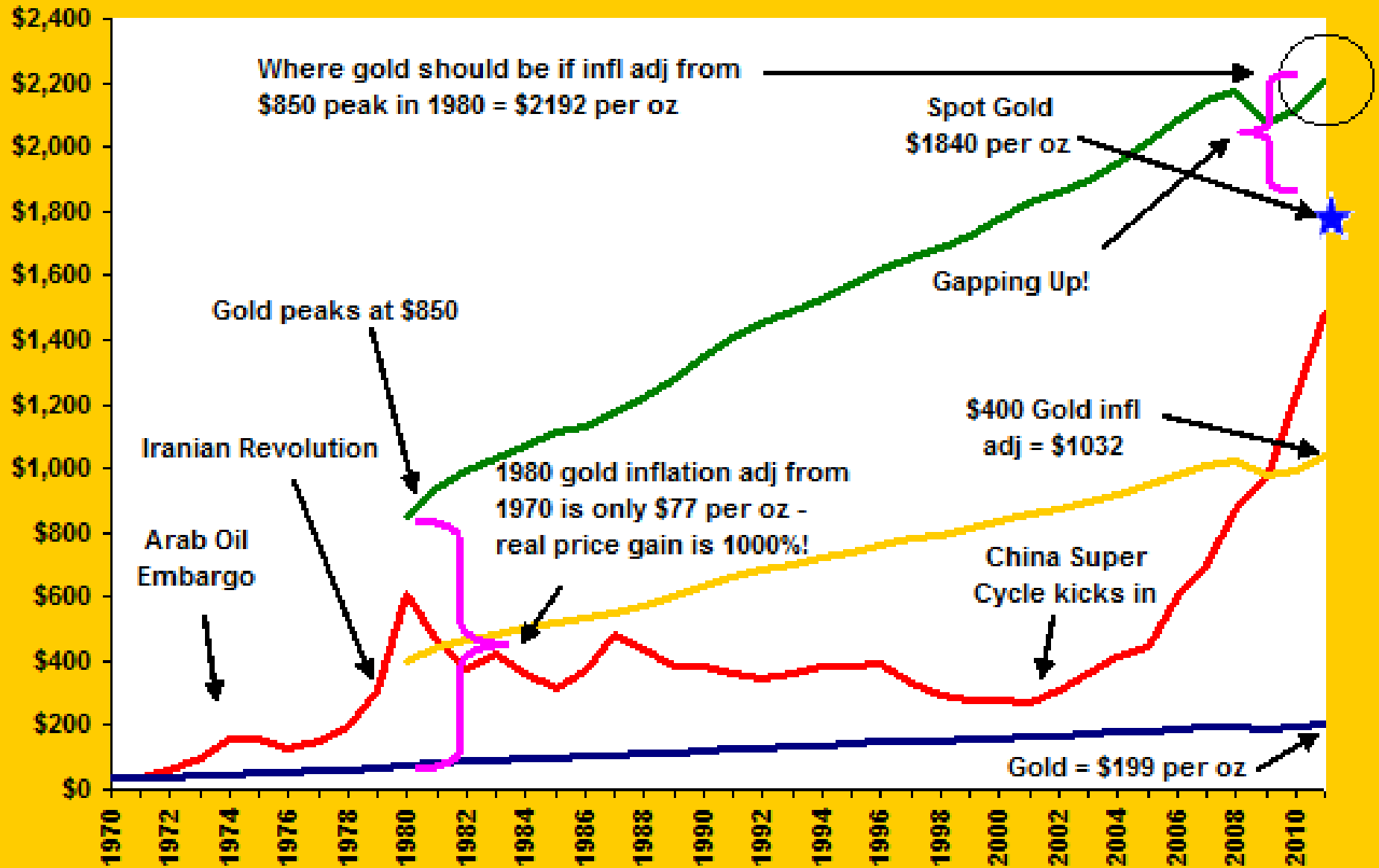
Source: CPM, IMF, World Bank

September 2011

Kaiser Research Online

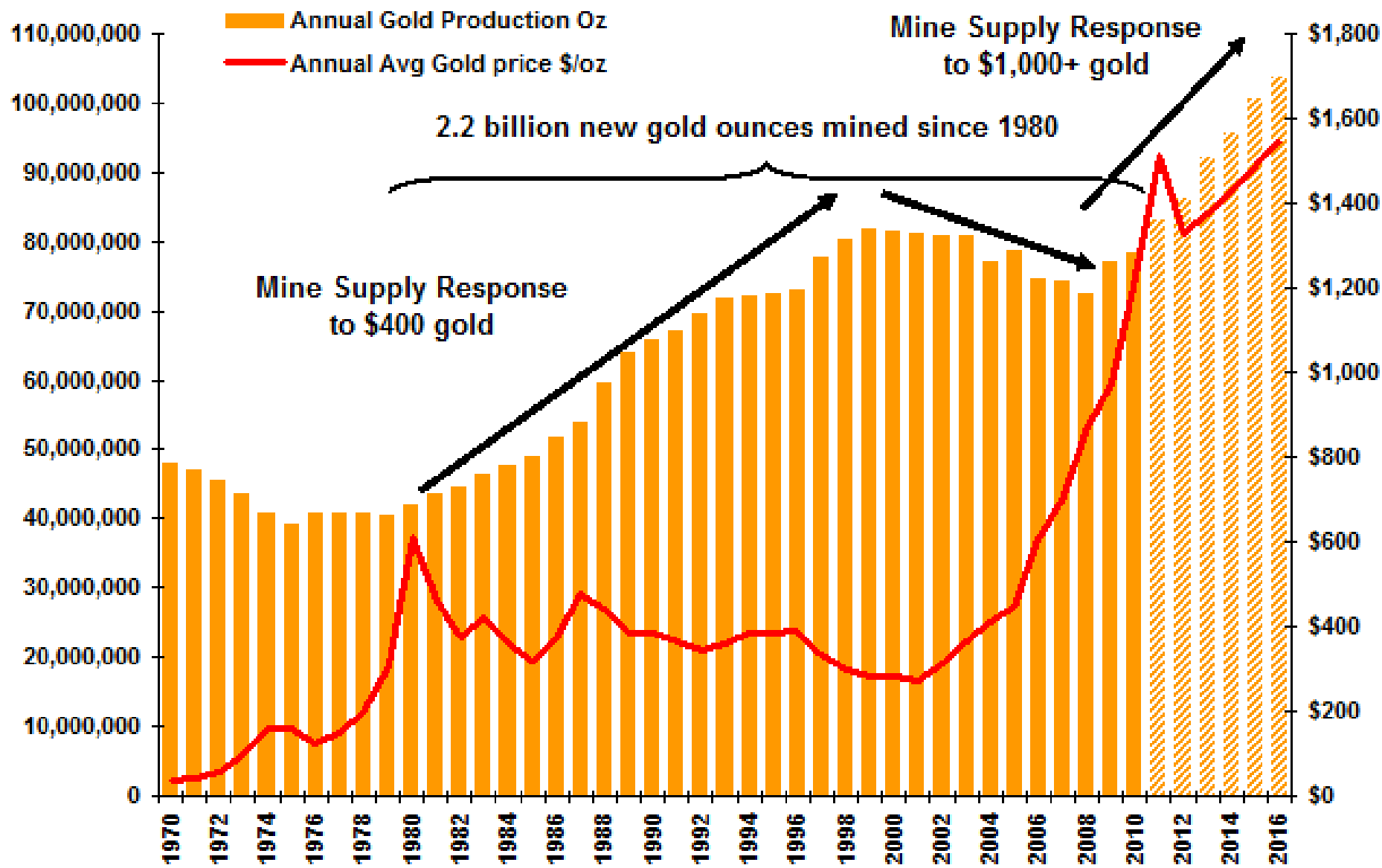
Gold in Perspective

- Actual Average Annual Gold Price
- 1970 Base \$36 per oz inflation adjusted
- 1980 Base \$850 per oz inflation adjusted
- 1980 Base \$400 per oz inflation adjusted



Annual Mine Supply - Gold Ounces

(2.2 billion oz added to 3.2 billion oz stock from 1980-2011, 2011+ CPM projections)



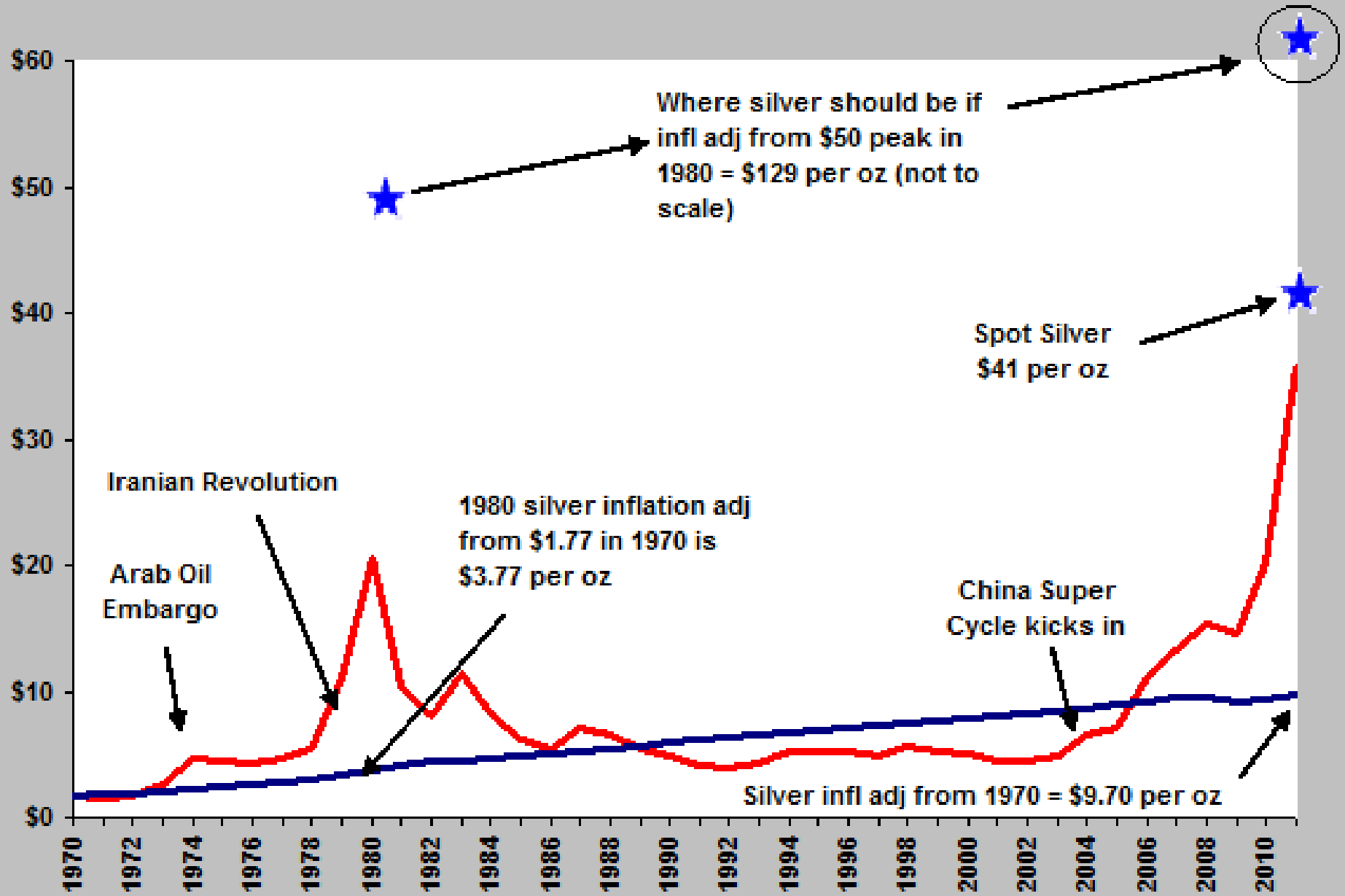
Source: CPM

September 2011

Kaiser Research Online

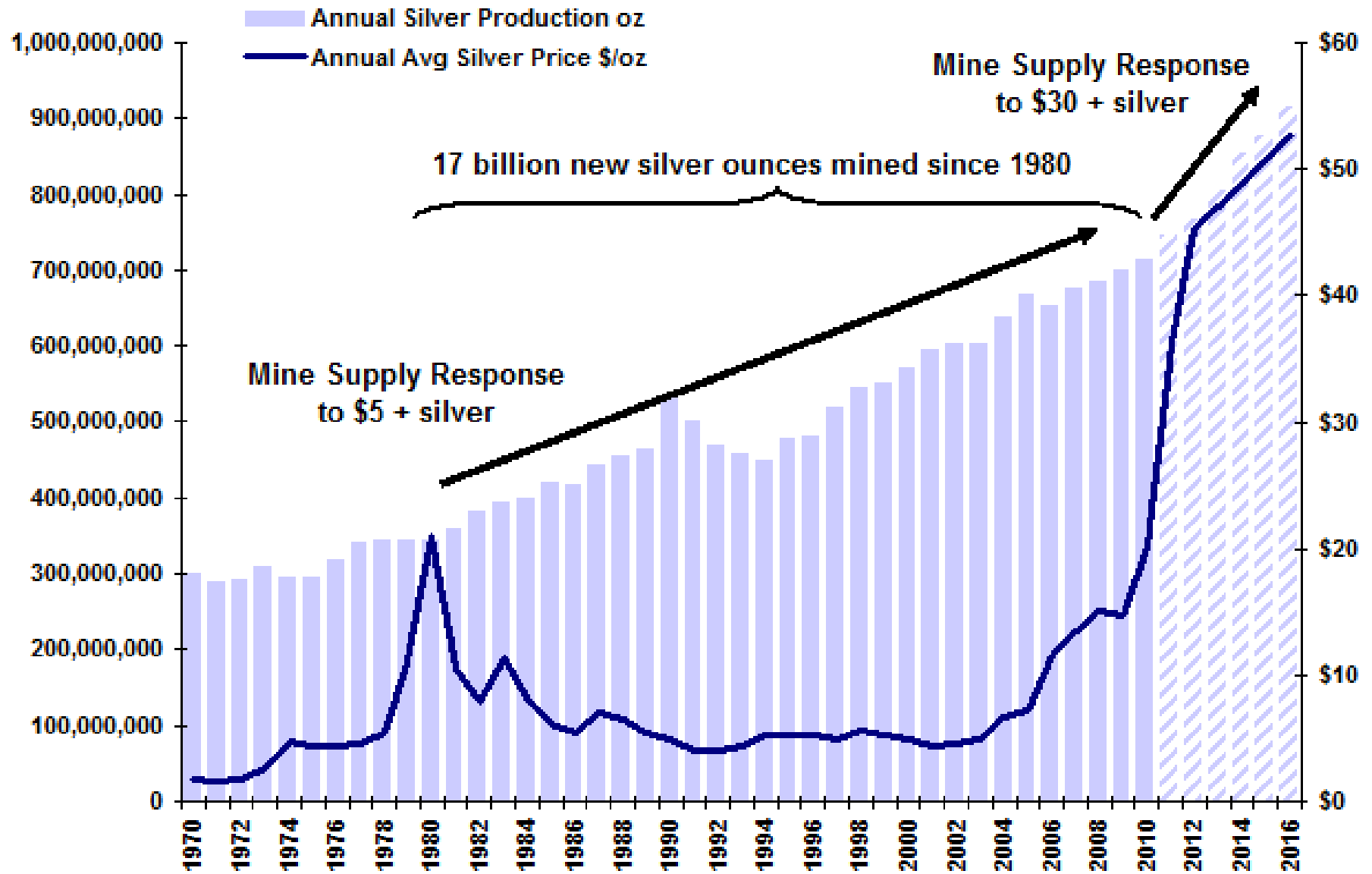
Silver in Perspective

— Actual Average Annual Silver Price
— 1970 Base \$1.77 per oz inflation adjusted



Annual Mine Supply - Silver Ounces

(17 billion oz added to 30.2 billion oz stock from 1980-2011, 2011+ CPM projections)



Source: CPM

September 2011

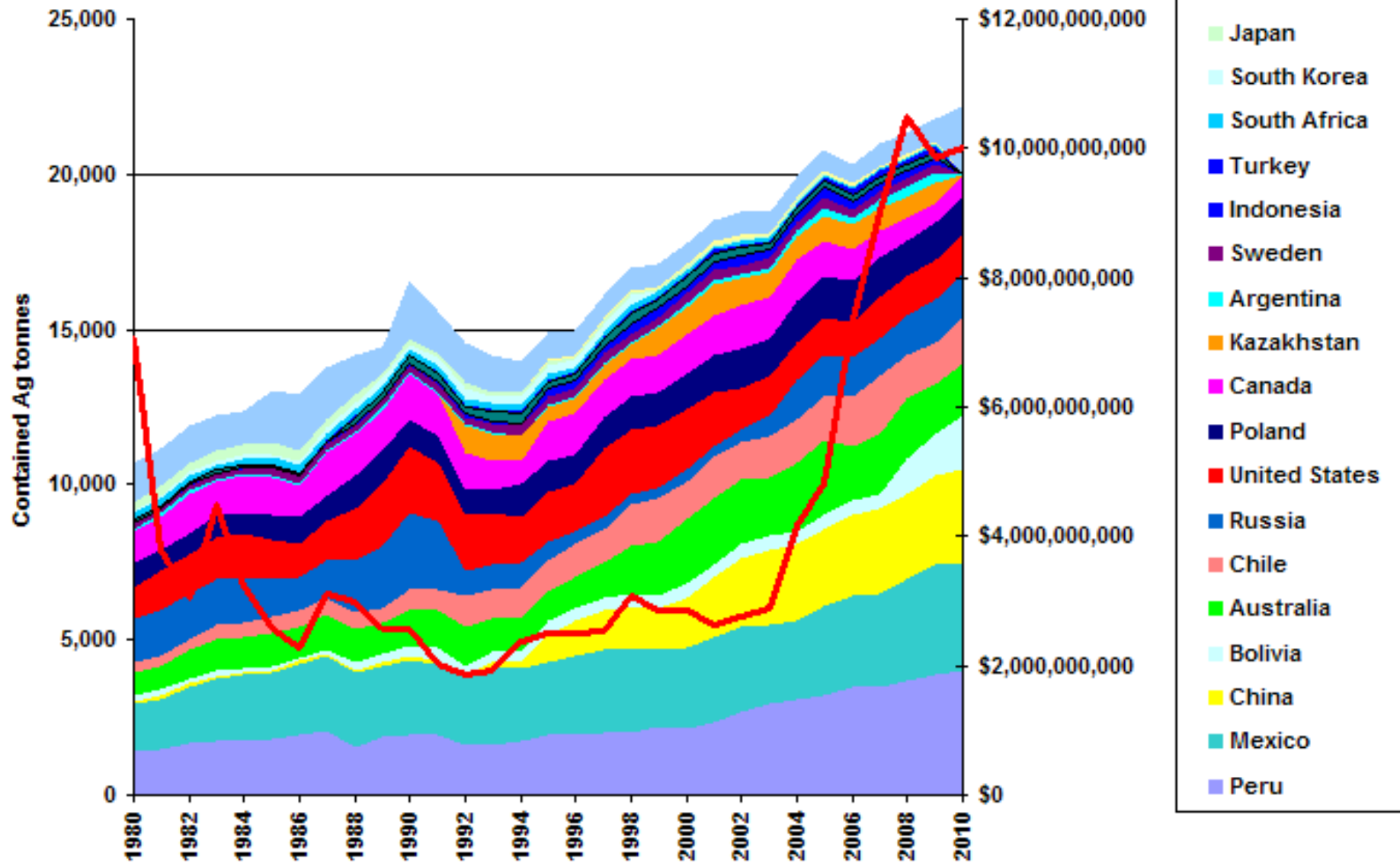
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Annual Silver Production

Production Data Source: USGS

Annual Production Value based on average annual silver price





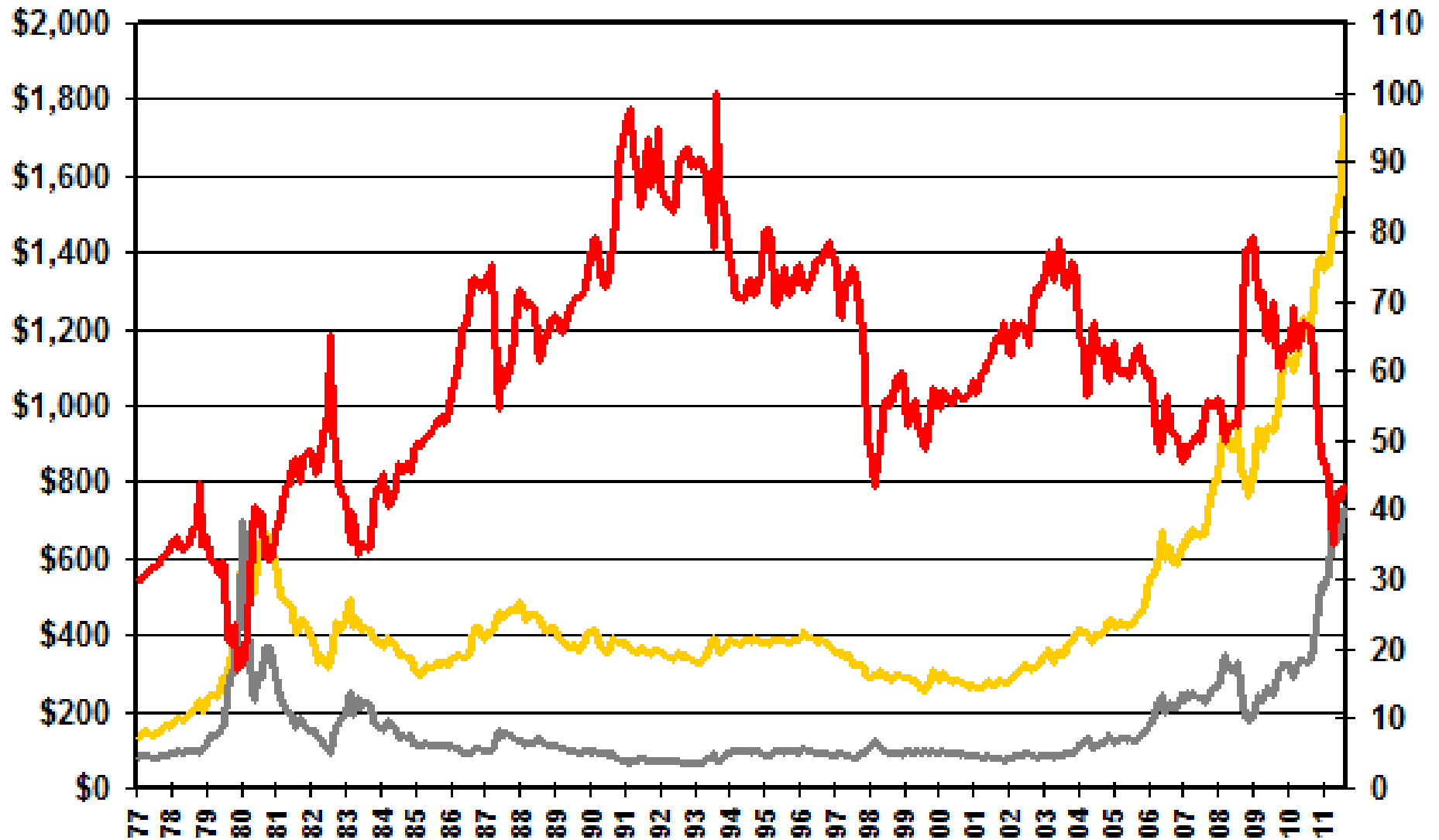
Gold:Silver Ratio

Au:Ag Ratio & Ag \$ share right

Gold Monthly Average

Silver Monthly Average

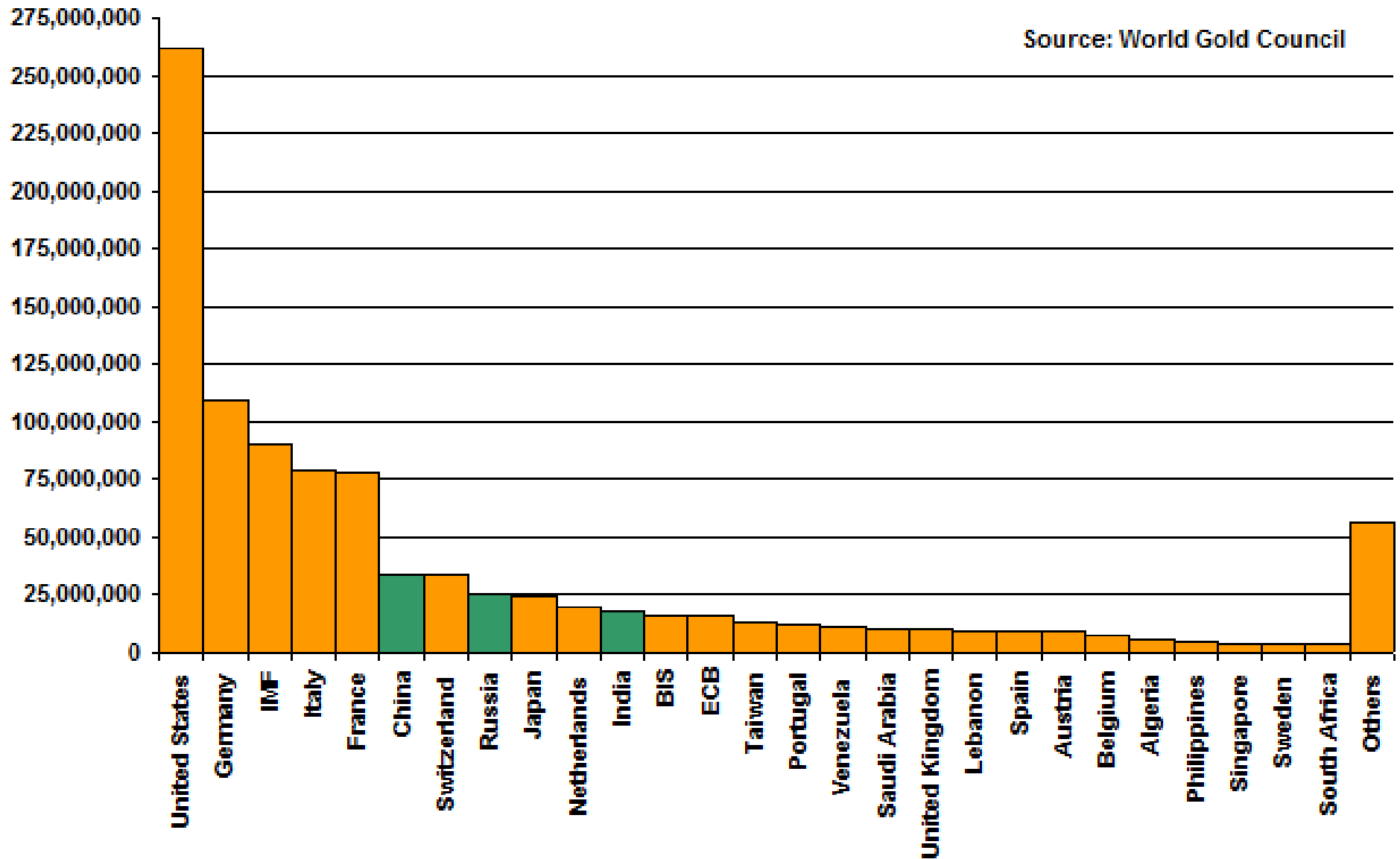
Gold:Silver Price Ratio



Official Gold Holdings - Q1 2011

922 million ounces

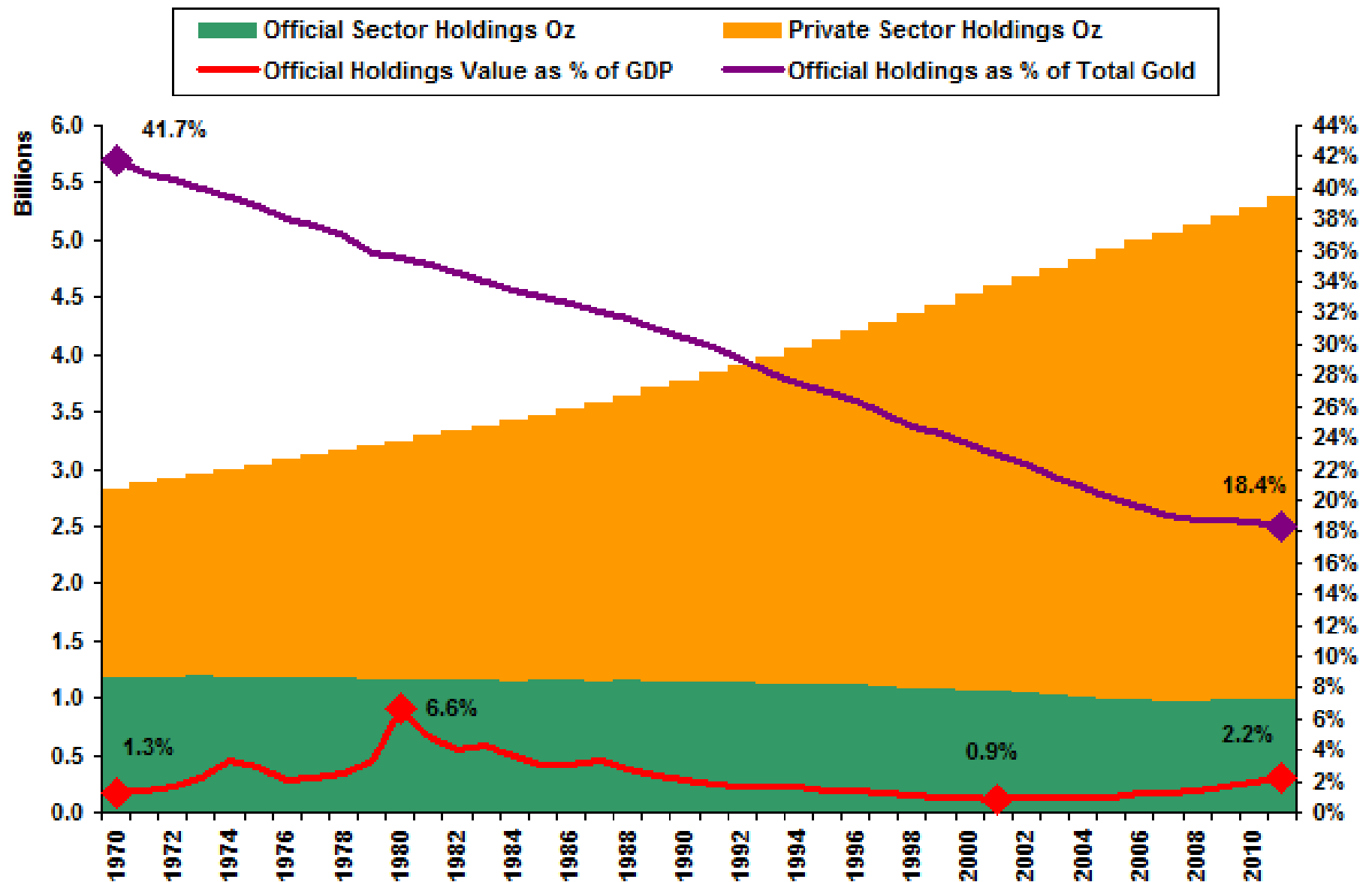
Source: World Gold Council



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Trends in Official vs Private Sector Gold Holdings

(2011 GDP & Mine Supply estimated - Au \$1,515/oz Ag \$36/oz average)



Source: CPM, IMF, World Gold Council

September 2011

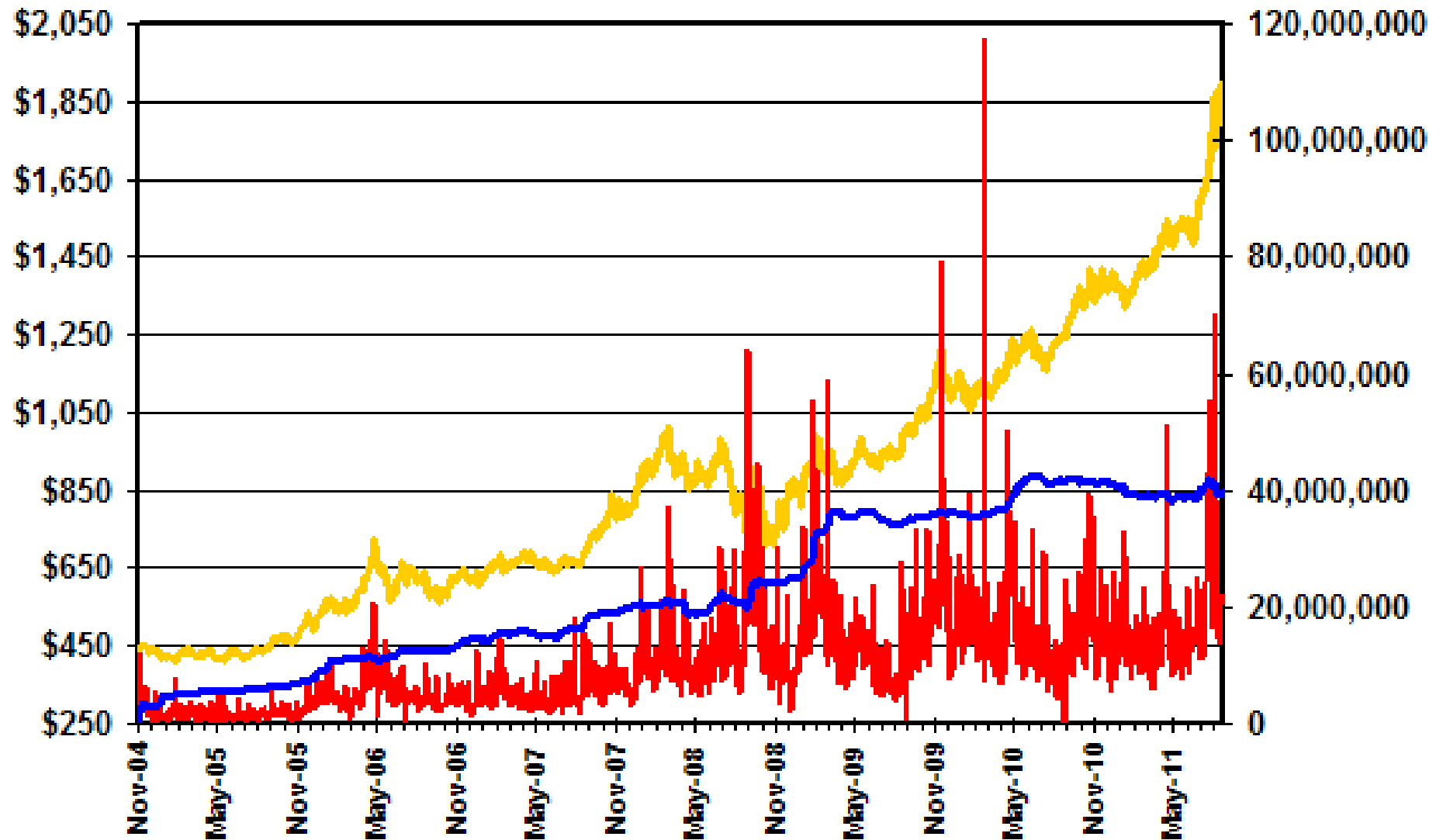
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SPDR Gold Trust GLD - NYSE

(1 GLD share = ~ 1/10th oz allocated gold)

- Gold London Fix \$ per oz
- GLD shares traded
- Ounces held by Gold Trust

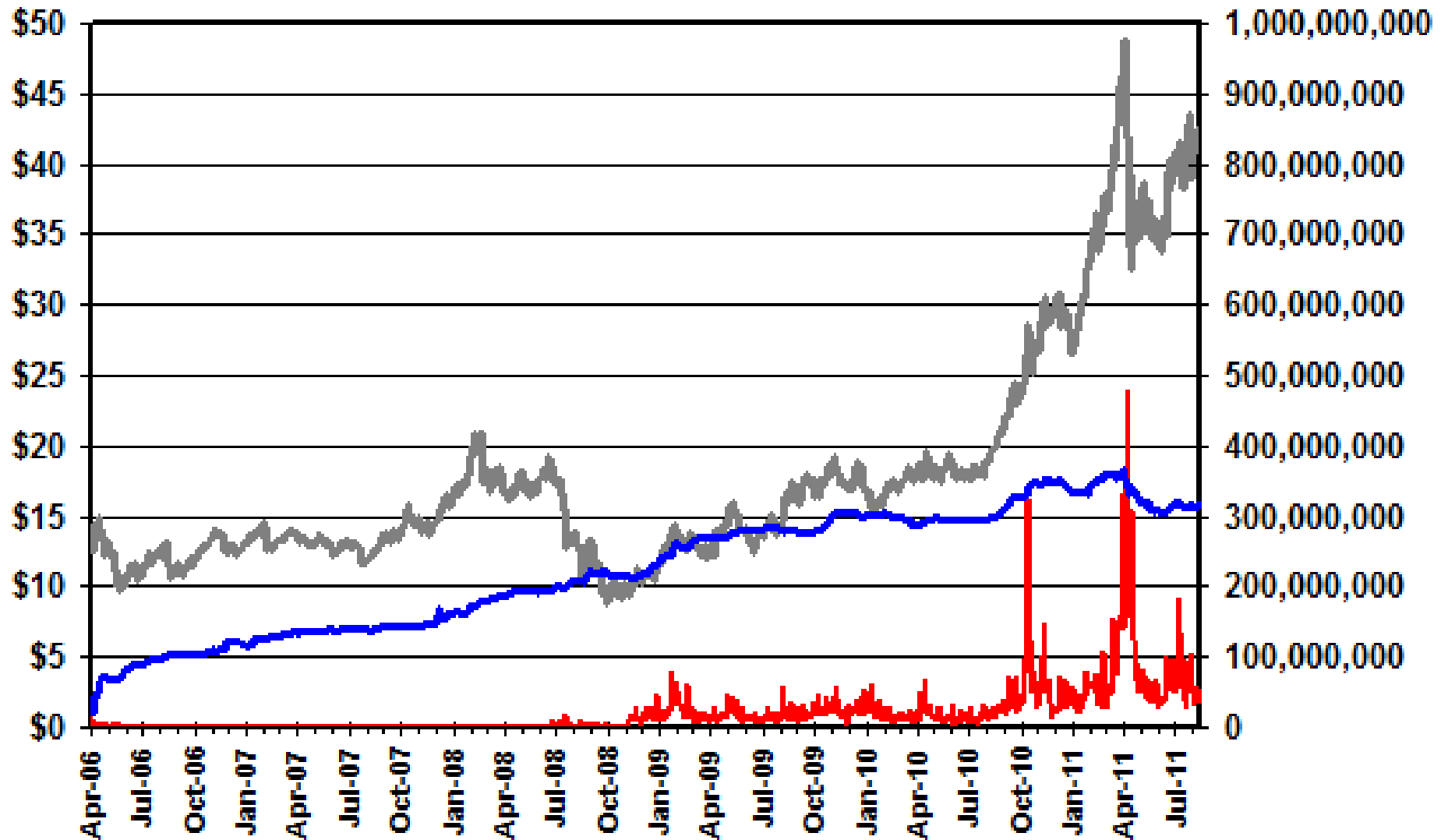




iShares Silver Trust SLV - NYSE

(1 SLV share = ~ 10 oz allocated silver)

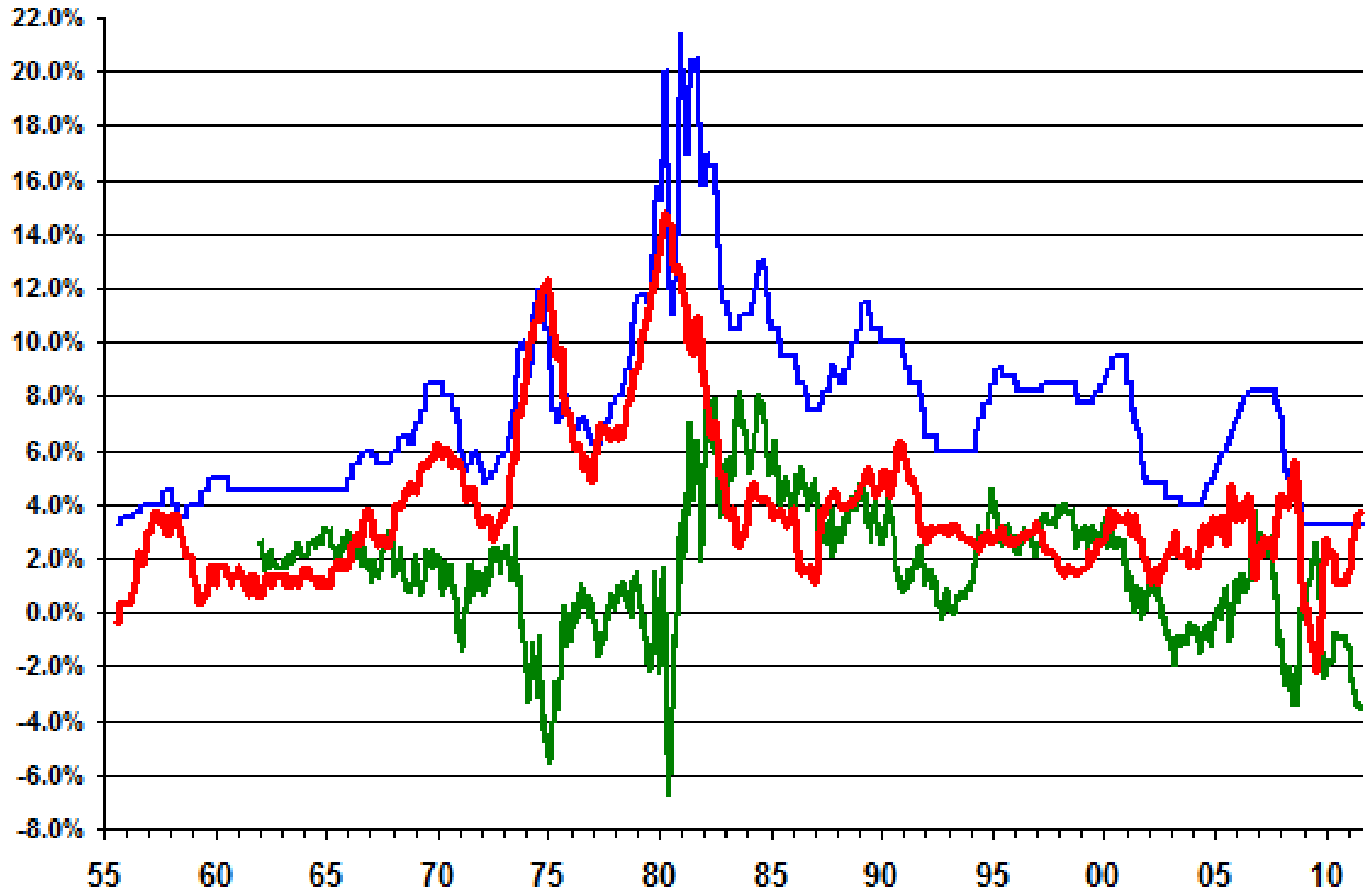
- Silver London Fix \$ per oz
- SLV implied ounces traded
- Ounces held by Silver Trust





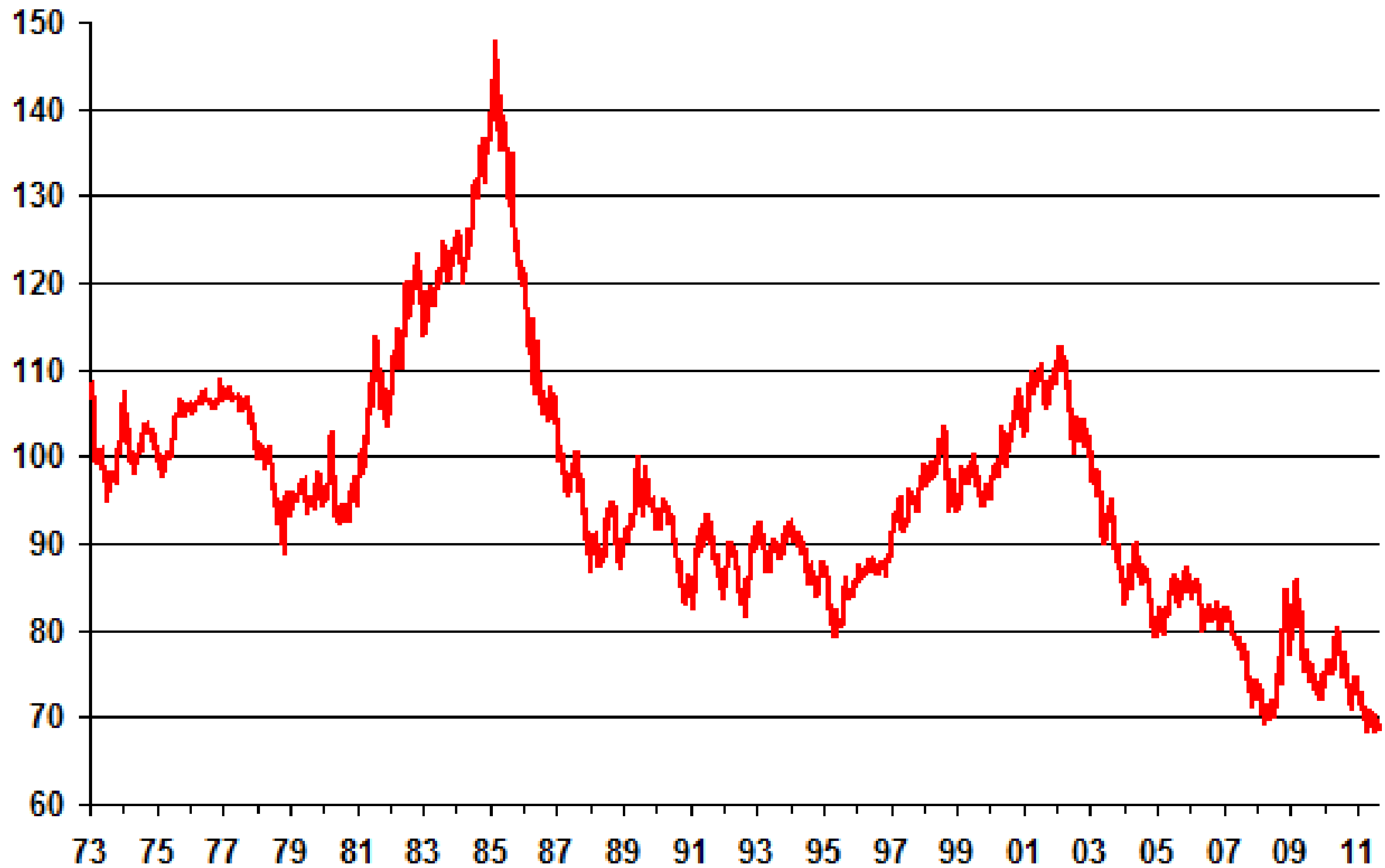
Key Rates

- US Prime Rate
- Real 1 Year T-Bill Rate
- US CPI Inflation Rate



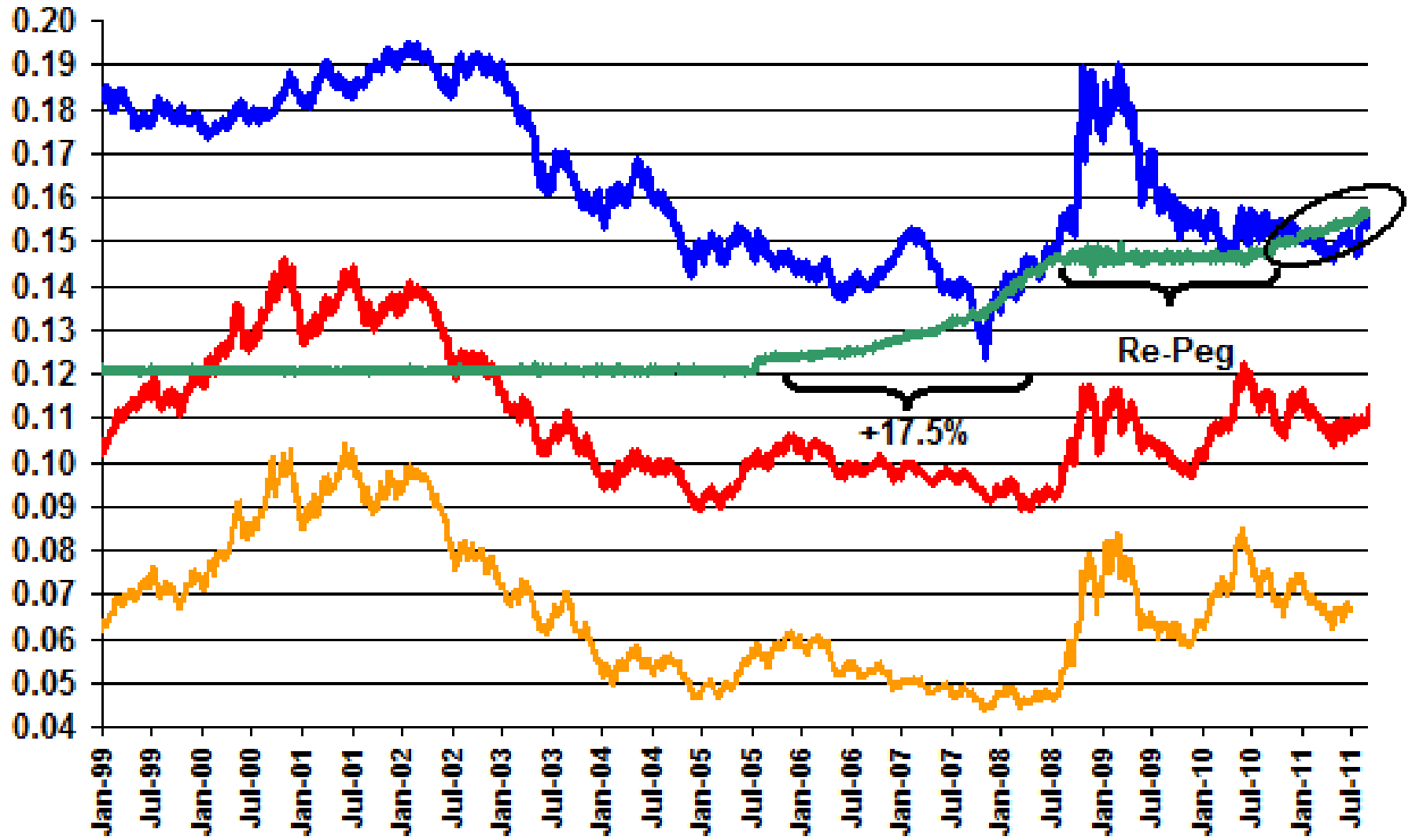
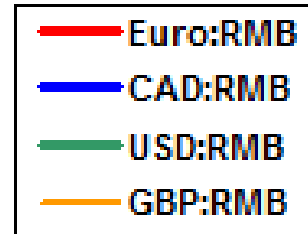
US Dollar Major Currency Index

(Downtrend = weakening US \$)

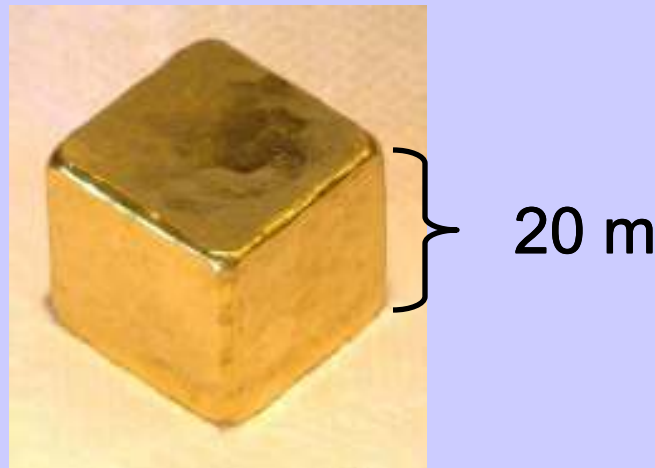


Currency Exchange Rates

Per Chinese Renminbi (Yuan)
(Downtrend = weakening RMB)



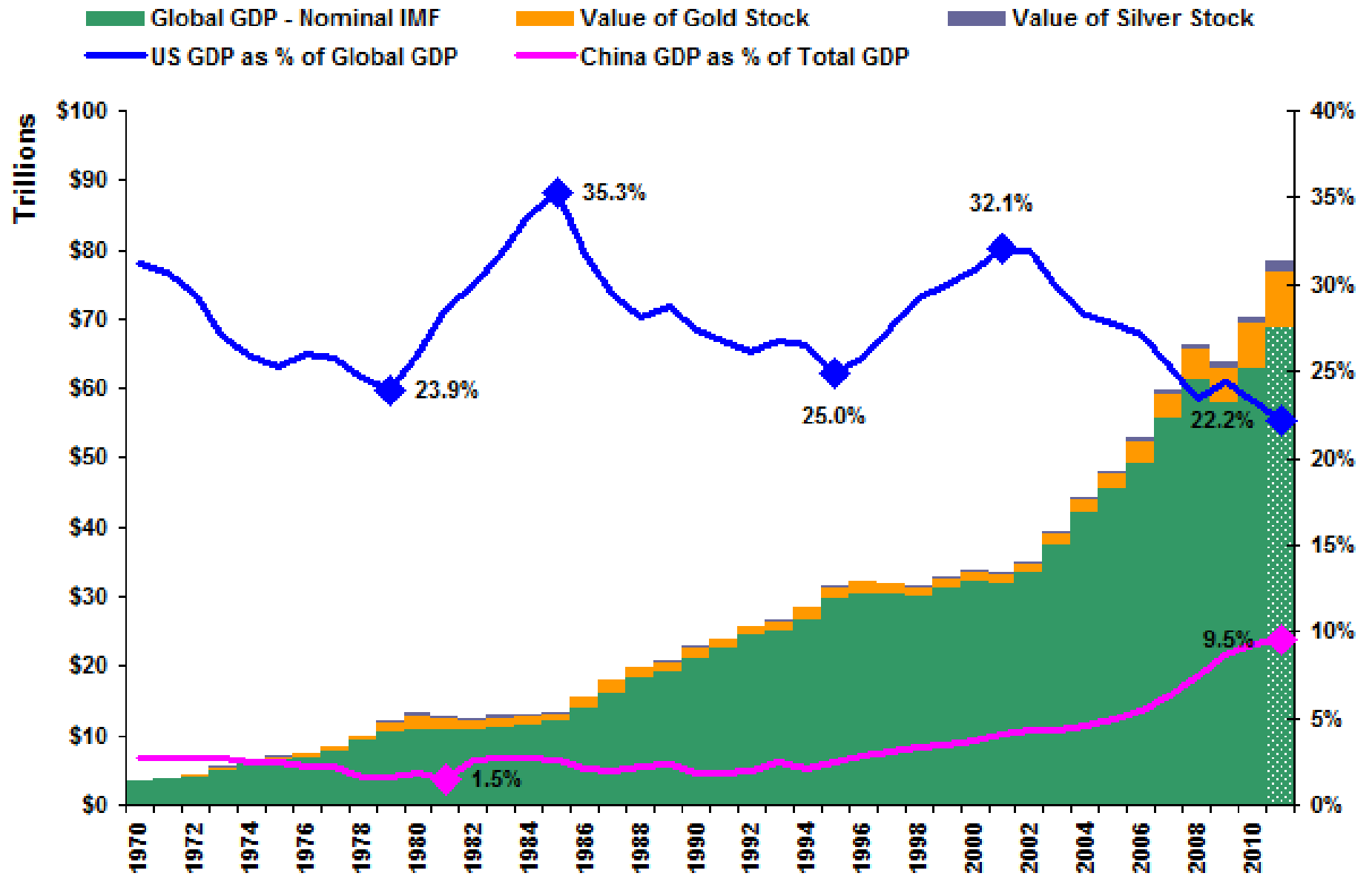
Gold is a tangible record of energy consumed: it is a relic that promises nothing. However, the energy stored in the above ground gold stock is an undeniable fact even though it is lost to us.



Money is an information system that facilitates economic exchange by keeping track of debits and credits: it is an abstract promise about the future whose existence does not require energy as an input. However, its integrity requires trust.

Relationship of GDP to Value of Existing Gold & Silver Stock

(2011 GDP & Mine Supply estimated - Au \$1,515/oz Ag \$36/oz average)



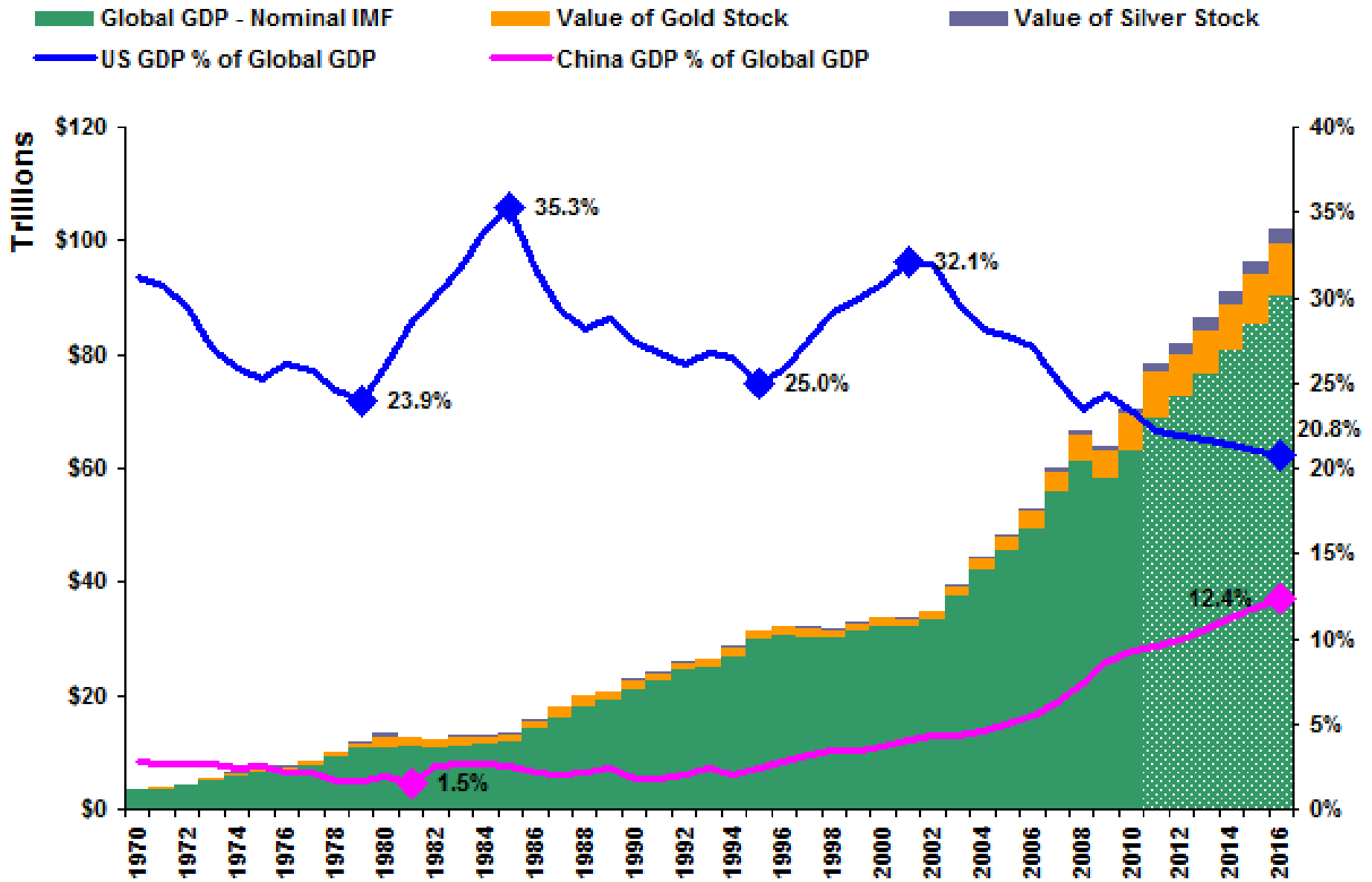
Source: CPM, IMF, World Bank

September 2011

Kaiser Research Online

Relationship of GDP to Value of Existing Gold & Silver Stock

(2011 GDP & Mine Supply estimated - Au \$1,515/oz Ag \$36/oz average)

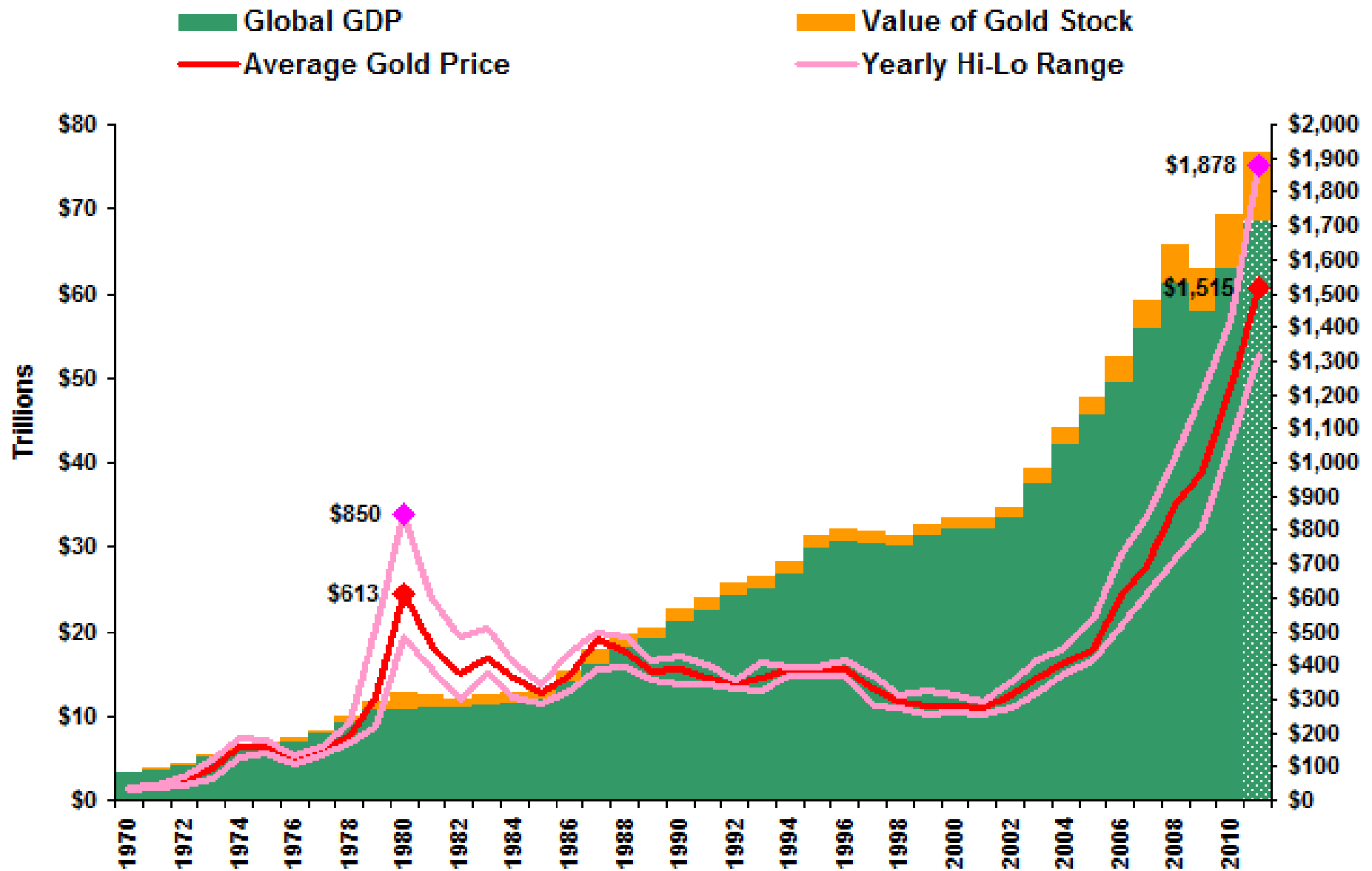


Source: CPM, IMF, World Bank

September 2011

Kaiser Research Online

Relationship between Global GDP and Value of Existing Gold Stock (2011 GDP & Mine Supply estimated - \$1,515/oz average)

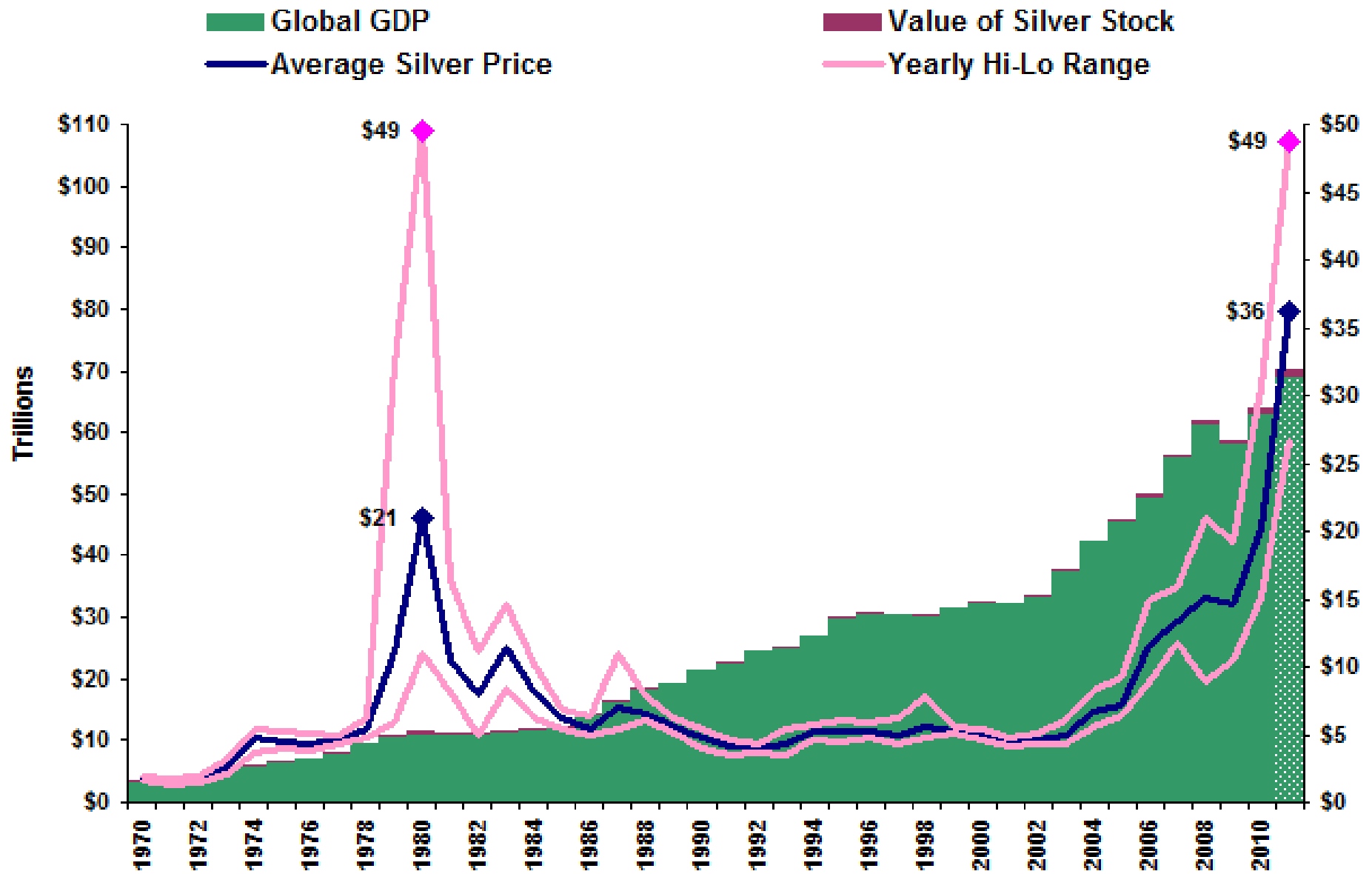


Source: CPM, IMF, World Bank

September 2011

Kaiser Research Online

Relationship between Global GDP and Value of Existing Silver Stock (2011+ GDP & Mine Supply estimated)



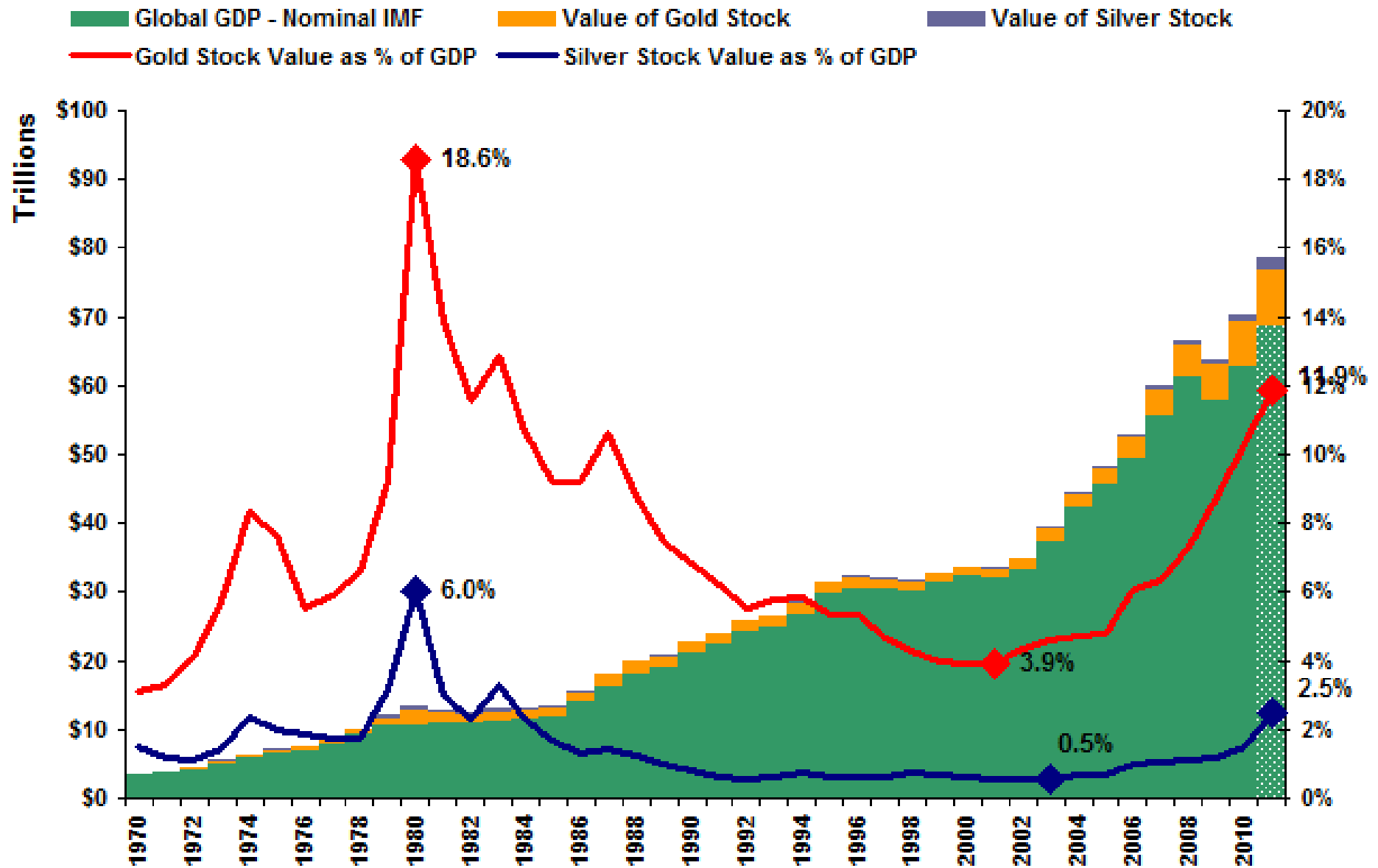
Source: CPM, IMF, World Bank

September 2011

Kaiser Research Online

Relationship of GDP to Value of Existing Gold & Silver Stock

(2011 GDP & Mine Supply estimated - Au \$1,515/oz Ag \$36/oz average)

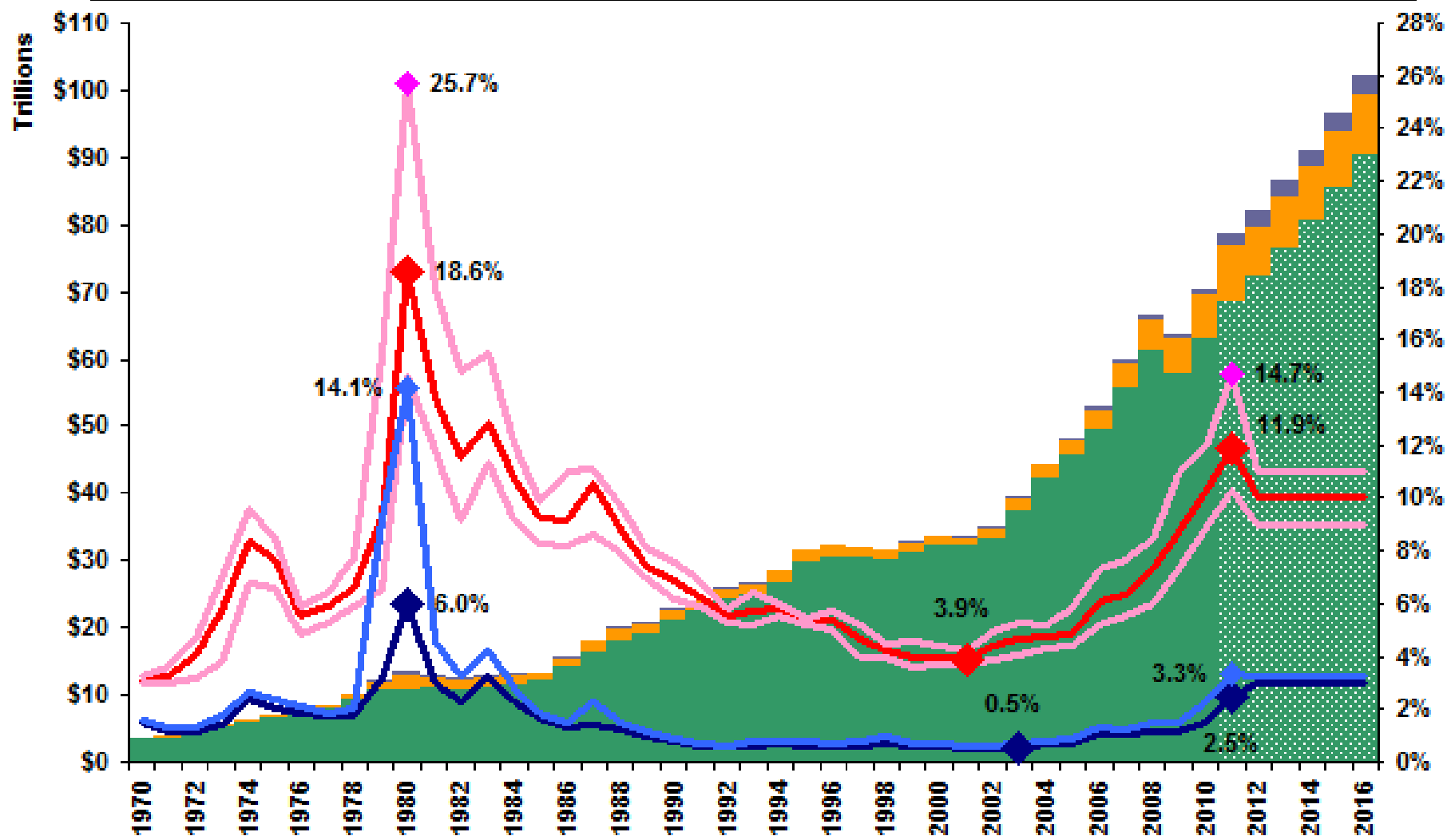
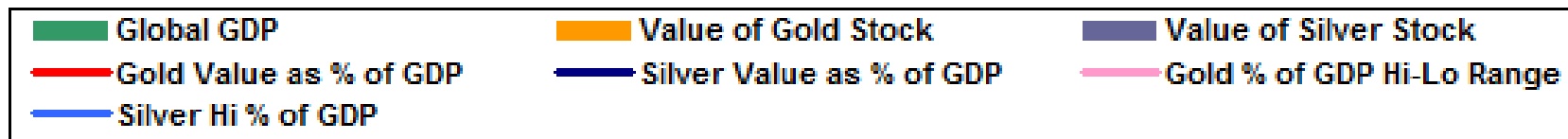


Source: CPM, IMF, World Bank

September 2011

Kaiser Research Online

Relationship between Global GDP and Value of Existing Gold Stock (2011 GDP & Mine Supply estimated - Au \$1,468/oz Ag \$35/oz average)



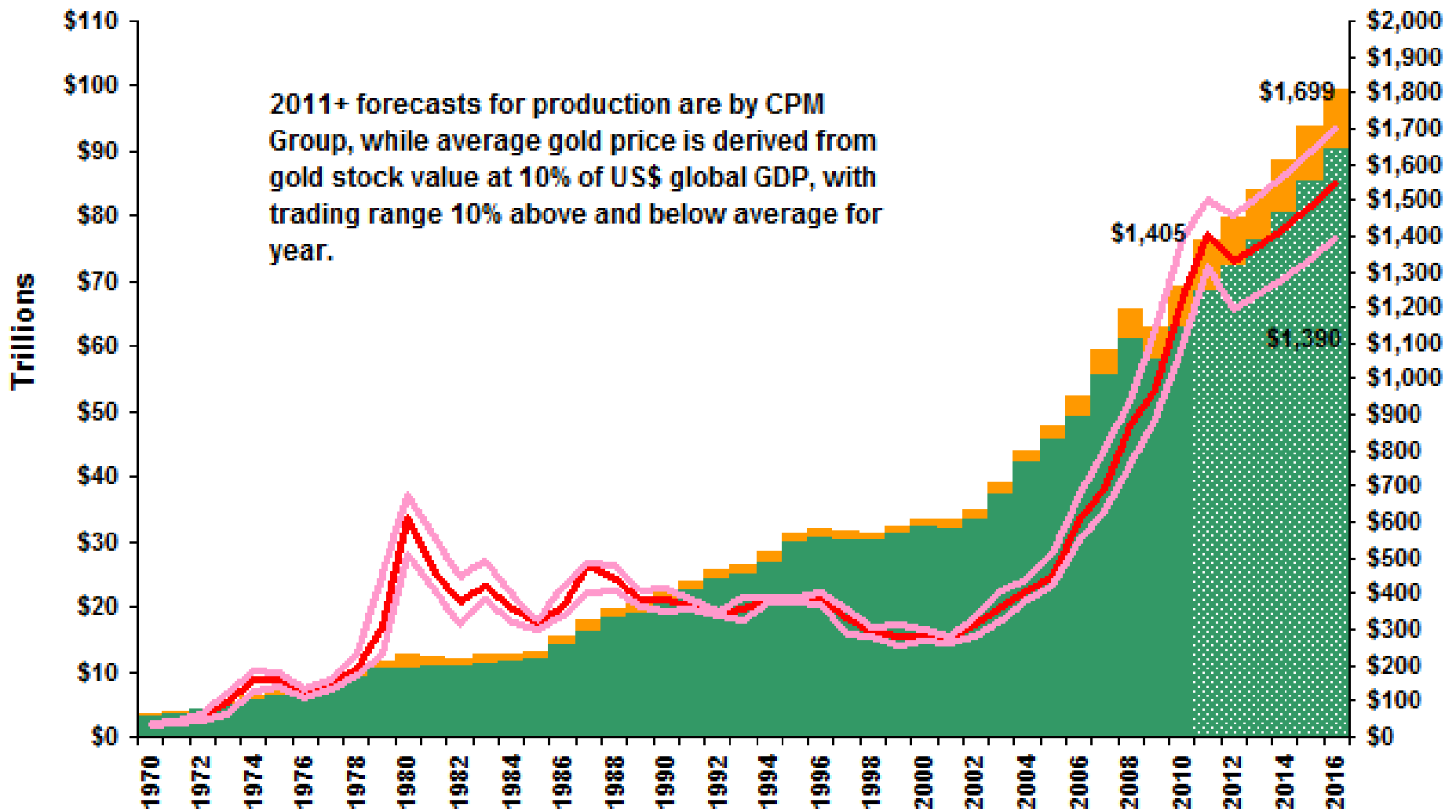
Source: CPM, IMF, World Bank

September 2011

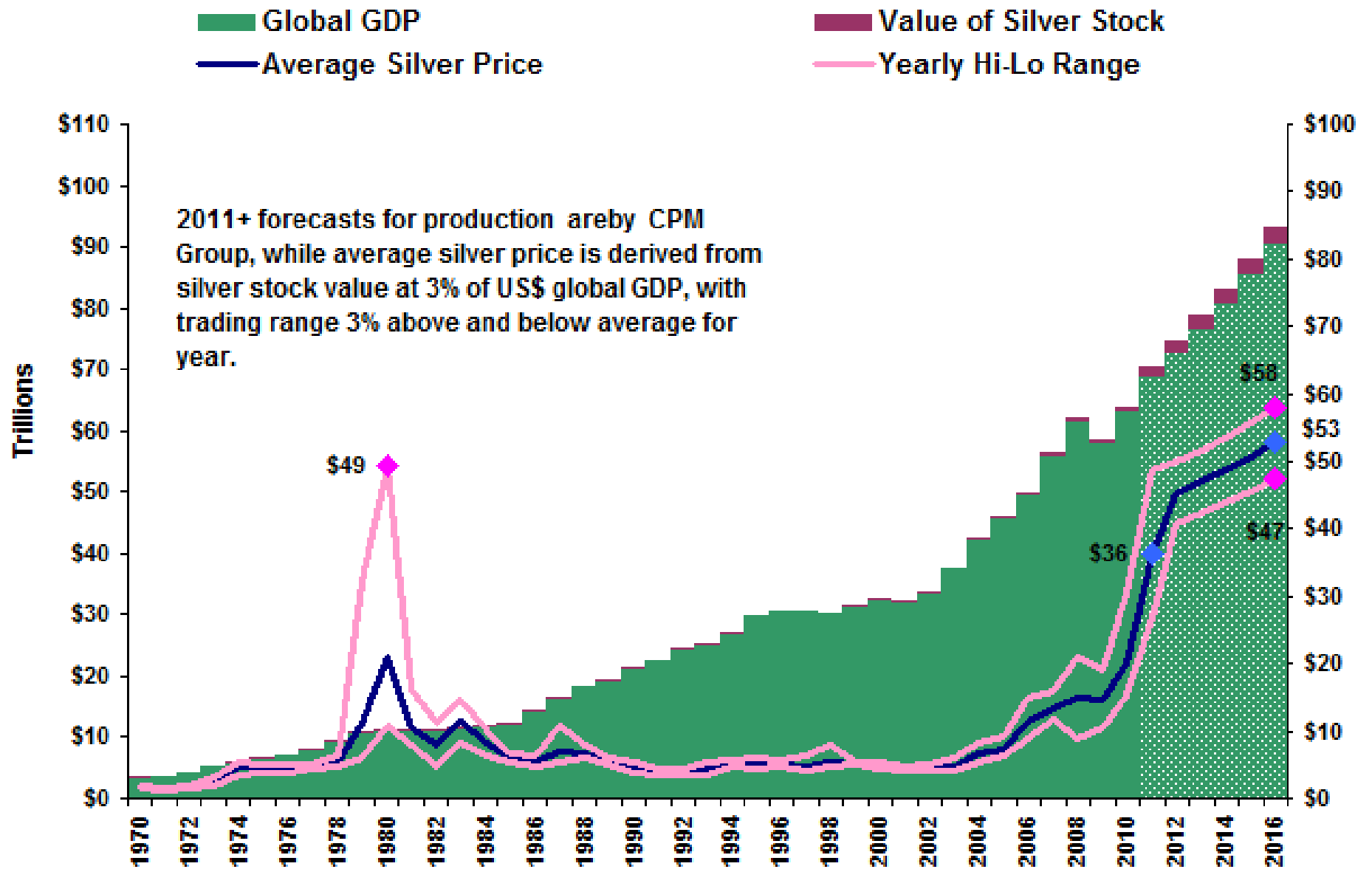
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Relationship between Global GDP and Value of Existing Gold Stock (2011 GDP & Mine Supply estimated - \$1,405/oz average)

- Global GDP
- Value of Gold Stock
- Average Gold Price
- Yearly Hi-Lo Range of Monthly Avg



Relationship between Global GDP and Value of Existing Silver Stock (2011+ GDP & Mine Supply estimated)



Spanish Mountain Gold Ltd

9/14/2008 TO 9/14/2011

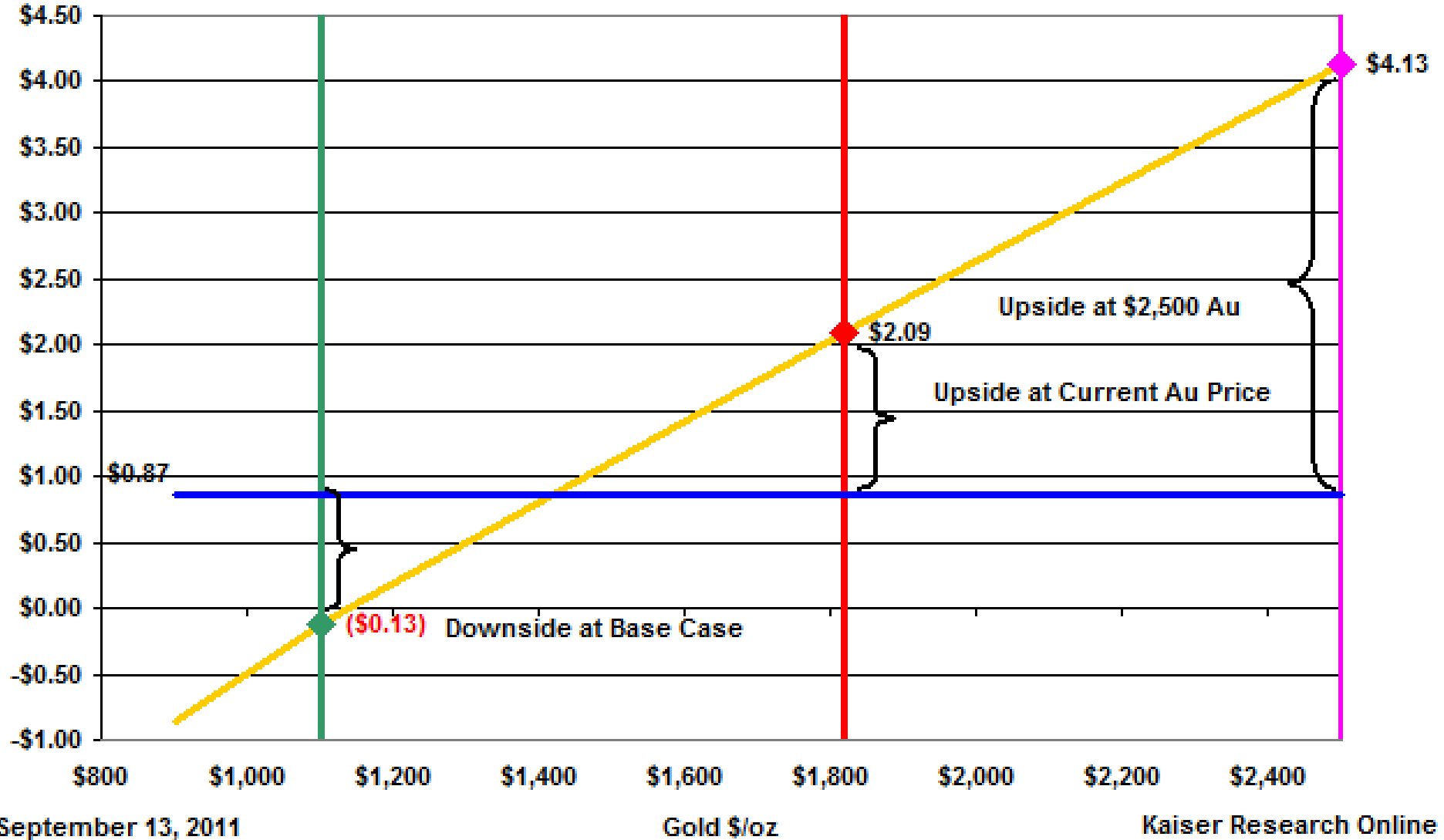


Issued:	164,861,629	High:	\$0.88 on 9/13/2011	Max Volume:	5,698,100 on 10/17/2008
Diluted:	223,270,828	Low:	\$0.03 on 10/16/2008	Max Value:	\$2,123,028 on 4/14/2011

Spanish Mtn After Tax NPV Sensitivity

- Base Case Price - \$1,100 Au
- Current Gold Price - \$1,818
- Fantasy Price - \$2,500 Au
- Share Price vs Gold Price
- Current Stock Price - \$0.87

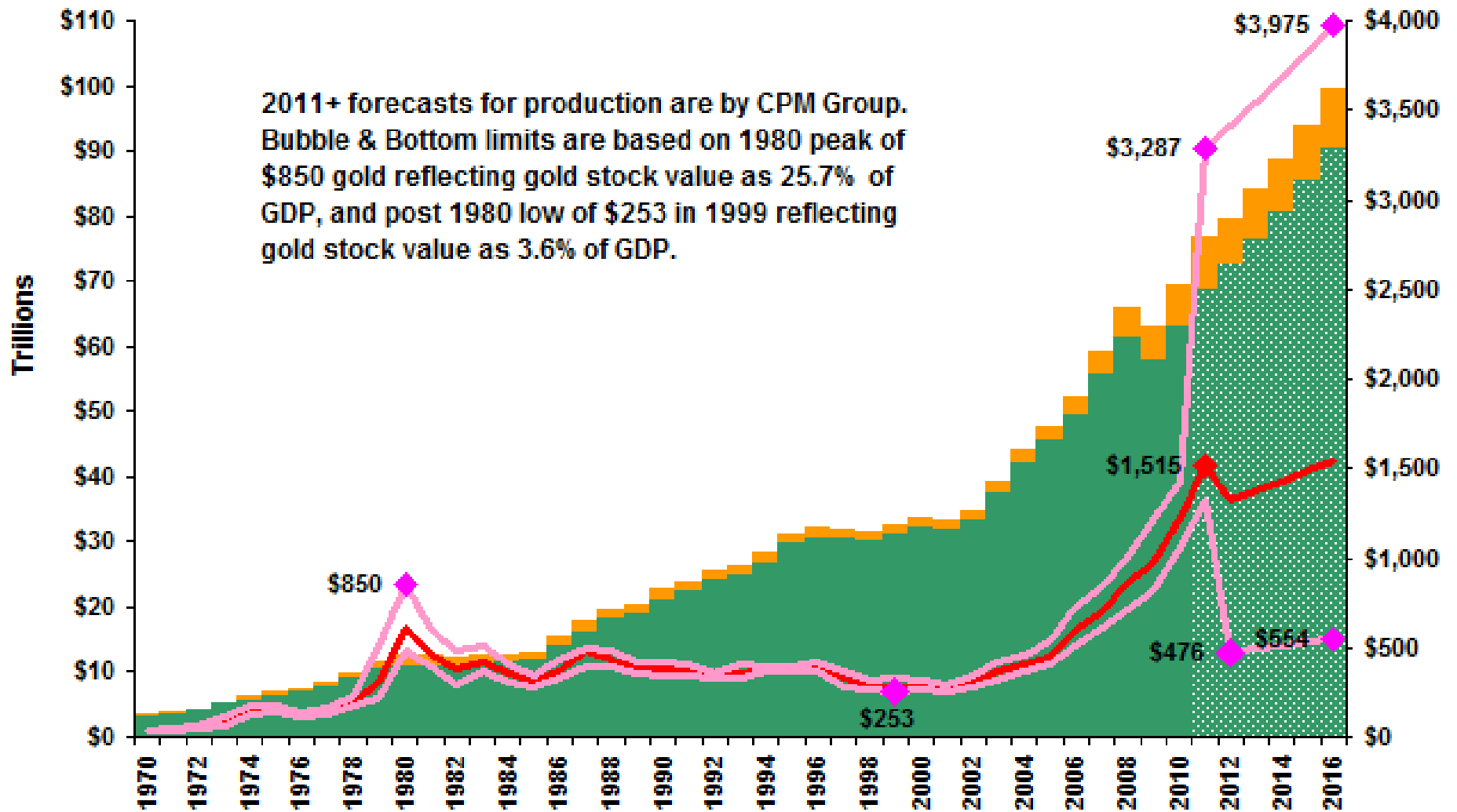
Nov 2010 PEA Parameters, 40,000 tpd open pit-milling, 9 yr mine life, 90% recovery
 10% Disc Rate, 1:1 CAD-USD, 223 M fully diluted M+I+I 116,906,000 t 0.51 g/t Au at 0.2 g/t cutoff within \$950 optimized pit - 206,604 oz/yr



Past Peak & Bottom Based Bubble & Bear Limits for Gold

(2011 GDP & Mine Supply estimated - \$1,515/oz average)

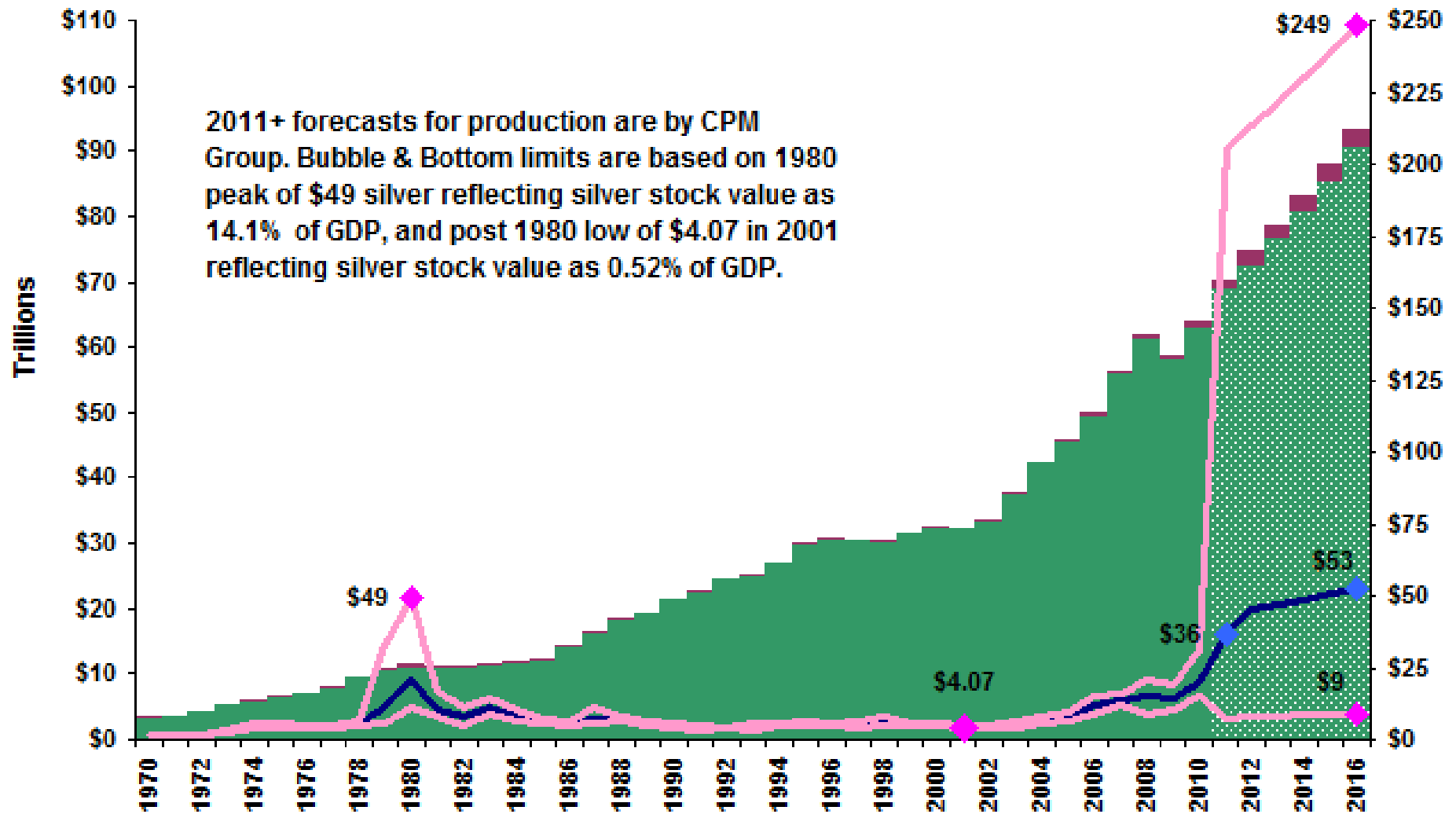
- Global GDP
- Value of Gold Stock
- Average Gold Price
- Yearly Hi-Lo Range



Past Peak & Bottom Based Bubble & Bear Limits for Silver

(2011+ GDP & Mine Supply estimated)

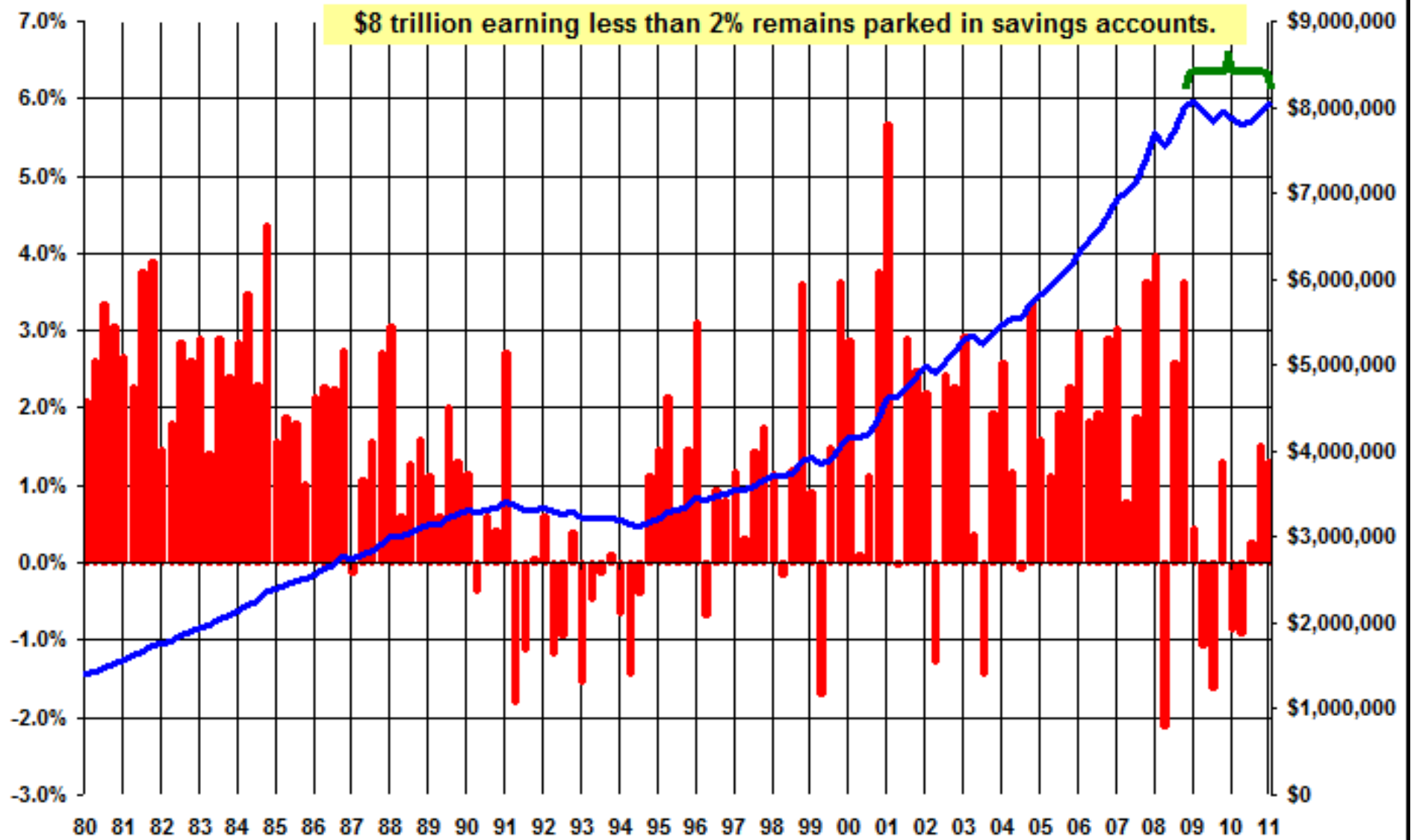
- Global GDP
- Average Silver Price
- Value of Silver Stock
- Yearly Hi-Lo Range



US Household Savings Deposits

Quarterly % Change

Savings Deposits - '000s

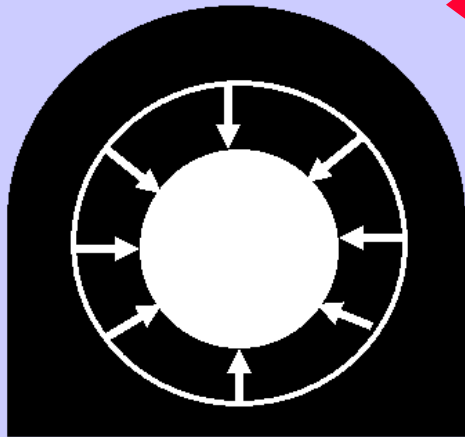


Source: Federal Reserve

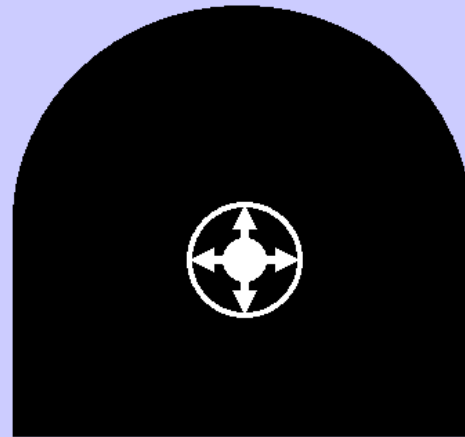
Q1 of 2011



Crash or Inflection on the Horizon?



1 Billion OECD



3 Billion BRIC