

May 2, 2011

A clarion is a medieval trumpet that had clear, shrill tones. Trumpets were often used to get people's attention when making announcements. We are also using "clarion" in the context of making announcements, as well as being thought-provoking when sharing our information and opinions with those people who are interested in new investment ideas.

for your Information

New-Look Website

eResearch has updated its website with a new look, more simplified, more appealing, and better laid out. Our latest Reports and Videos are now up-front and centre on the Home Page. We have added considerably to our Technical component.

We are always trying to give our Subscribers better service and trust this website revision will be well accepted. If you like it, let us know.

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On our www.eresearch.ca website, our Research is FREE to anyone who subscribes. All that is needed is an e-mail address.

Topic: Silver Threads Among The Gold

We are updating our commentaries and charts on silver, versus gold, which we made in the Clarions of September 13 and September 20, 2010.

By now, one would have had to be an awakening Rip Van Winkle or have lived on another planet not to know that the price of silver has gone parabolic.

The following charts compare the price action of gold and silver. The first chart shows the annual highs and lows for both gold and silver as well as the ratio between the prices for each. As shown, the average ratio since May 2007 is 59.92x. Over the past two years, from a high of 66.54x for 2009, the average ratio has declined. Currently, the ratio is 32.64x.

The question is: Will silver establish a new ratio relationship with gold? Or, will it revert, wholly or part-way, back to the 60-65x level?

Year	Gold	Gold	Silver	Silver	***** Gold/Silver Ratio *****		
	High	Low	High	Low	High	Low	Average
2007*	\$839.44	\$648.65	\$15.44	\$11.96	57.36	49.53	53.74
2008	\$973.48	\$732.45	\$20.16	\$9.30	84.63	48.29	60.37
2009	\$1,177.63	\$842.75	\$18.57	\$11.26	75.76	59.05	66.54
2010	\$1,420.78	\$1,066.30	\$30.92	\$15.17	70.40	45.95	62.07
2011**	\$1,563.70	\$1,336.10	\$47.91	\$27.46	48.88	32.31	40.95
Average Ratio Since Inception:							59.92

* Inception on May 19, 2007

** Year-to-date (April 29)

The following matrix illustrates where the price of silver could go to at various gold prices and gold/silver ratios:

Gold Price	Silver Price at	Silver Price at	Silver Price at	Silver Price at
	Gold/Silver Ratio = 60	Gold/Silver Ratio = 50	Gold/Silver Ratio = 40	Gold/Silver Ratio = 30
\$1,000	\$16.67	\$20.00	\$25.00	\$33.33
\$1,200	\$20.00	\$24.00	\$30.00	\$40.00
\$1,400	\$23.33	\$28.00	\$35.00	\$46.67
\$1,600	\$26.67	\$32.00	\$40.00	\$53.33
\$1,800	\$30.00	\$36.00	\$45.00	\$60.00
\$2,000	\$33.33	\$40.00	\$50.00	\$66.67

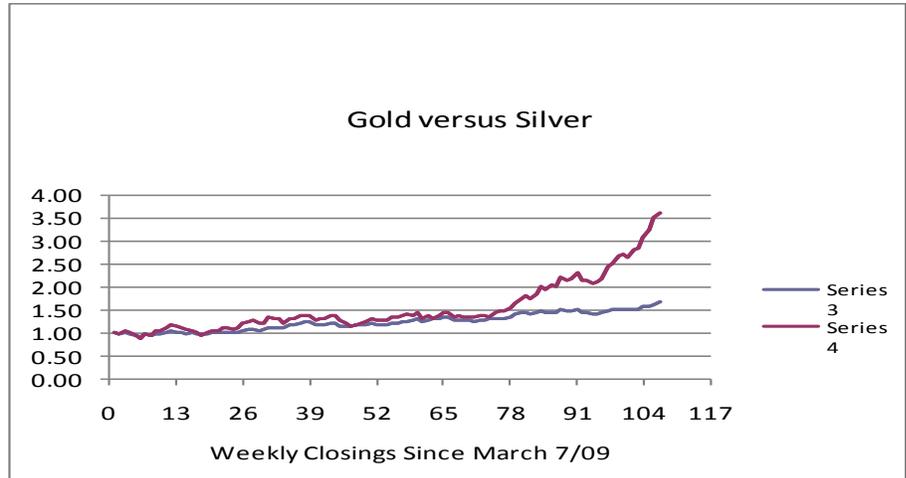
Stock-of-the-Week

<Will return>

Looking at recent price activity in the next chart, since the beginning of 2011, the price of gold has increased 10.1%, while silver has gained an astonishing 54.9%. The Thomson Reuters/Jeffries CRB Index (19 commodities) is up 11.3% (also beating gold!). The stock indexes have fared worse than the metals and the CRB Index.

	<u>Dec 31/2010</u>	<u>Apr 29/2011</u>	<u>% Change</u>
Gold	\$1,420.78	\$1,563.70	10.1%
Silver	\$30.92	\$47.91	54.9%
S&P/TSX	13,443.22	13,944.79	3.7%
TSX Venture	2,287.85	2,252.14	-1.6%
S&P500	1,257.64	1,363.61	8.4%
CRB Index	332.80	370.56	11.3%

The next chart shows the trend in the prices of silver and gold since they were correlated to 1.00x at the bottom of the market decline in March 2009. For the most part, silver has performed better than gold, diverging about six months ago and, particularly, in the last two months. The latest correlated index numbers are 3.60x for silver and 1.67x for gold.



After following each other closely, the price of silver relative to gold has moved well above its glitterier cousin, and a pull-back by silver relative to gold seems likely.

If so, investors still holding large gains in silver stocks might want to think about locking in some, or all, of those profits.

Bob Weir, CFA, Managing Director, Research Services

**New eResearch
Material Since
April 25, 2011:**

1. Initiating Reports

[Bioniche Life
Sciences Inc.](#)
04/27/2011

**2. Update Reports
and Bulletins**

[SLAM Exploration](#)
04/29/2011

[SPDR Gold Trust
ETF \(GLD\)](#)
04/29/2011

[Stroud Resources](#)
04/29/2011

[Microbix
Biosystems Inc.](#)
04/26/2011

3. Analyst Articles

[Analyst Article:
Earnings Perf.](#)
04/27/2011

[Market Breadth](#)
04/25/2011

[Phases&Cycles](#)
04/25/2011

In addition to these reports and articles, our full complement of research is available at www.eresearch.ca

BriefCase

NewsBytes from April 24 – April 29, 2011

Additional information on the companies featured in NewsBytes may be found at www.sedar.com, and at www.eresearch.ca.

For the latest eResearch publications, see sidebar opposite.

QHR Technologies Inc. (\$0.071 - April 26, 2011; CDC-TSX-V) QHR has signed an asset purchase agreement to acquire the assets of EMIS Inc., a 100% subsidiary of Egton Medical Information Systems Limited (of Leeds, U.K.), part of the EMIS Group plc. EMIS is the largest EMR (electronic medical records) vendor in the U.K., with over 55% of the U.K. GP market. EMIS Canada had launched its entry into the Canadian EMR market in 2005, but determined that the Canadian division no longer met the criteria for its future investment strategies.

Nebu Resources Inc. (\$0.11 - April 27, 2011; NBU-TSX-V) Nebu announced initial diamond drill program in an area in Ontario north of Augen Gold Corp.'s Jerome property and northwest of Trelawney Mining and Exploration's Cote Lake property. The initial program (1,200 metres over six holes) is part of a comprehensive exploration program planned for spring and summer 2011.

SLAM Exploration Ltd. (\$0.125 - April 27, 2011; SXL-TSX-V) SLAM reported successful dense Media Separation (DMS) test results on four core samples from Hole NC11-220 at the Company's wholly-owned Nash Creek property in New Brunswick, with the test producing significant upgrades on all four samples. (See eResearch April 29, 2011 *Perspective*.)

Botswana Metals Limited (\$0.13 - April 27, 2011; BML-ASX (Australian) The Department of Geological Survey in Botswana has approved an extension to December 31, 2011 for three of Botswana Metals' prospecting licences. The extensions, which were granted based on the potential of the recently announced discoveries on the prospecting licences, will allow the Company to continue exploration on the discovery areas.

Reko International Group Inc. (\$0.44 - April 28, 2011; REK-TSX-V) Reko announced the implementation of a strategic business transformation that will place greater emphasis on its custom-machining operations, reduce fixed costs, and eliminate excess capacity in its plastic injection mold building operations.

Stroud Resources Ltd. (\$0.15 - April 28, 2011; SDR-TSX-V) Stroud has entered into an option agreement with St. Andrew Goldfields Ltd. for the further exploration and development of Stroud's 100%-owned Hislop gold property near Timmins in northern Ontario. St. Andrew may earn up to a 60% interest.

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Opportunity Knocks

At the present time, eResearch has no positions available.

If you are interested in learning more about eResearch, please contact Bob Weir at the following: bweir@eresearch.ca.

“Research is the bedrock underpinning all capital markets”

Monthly Top Ten

(Includes reports and articles only)

The top ten downloads from www.eresearch.ca since April 4, 2011:

1. SLAM Exploration Inc., Perspective, April 6
2. SLAM Exploration Inc., Perspective, April 29
3. Analyst Article, Gold Leap, April 6
4. Analyst Article, Investing in Canada, April 12
5. SPDR Gold Trust ETF (GLD), Update Report, April 6
6. Phases & Cycles, Market Thought, April 25
7. Microbix Biosystems Inc., Perspective, April 20
8. Virgin Metals Inc., Perspective, April 12
9. Market Breadth, April 11
10. Golden Band Resources Inc., **StockPotentials**, March 22

Bi-Weekly Top Five

(Includes reports and articles only)

The top five downloads from www.eresearch.ca since April 18, 2011

1. SLAM Exploration Inc., Perspective, April 29
2. Phases & Cycles, Market Thought, April 25
3. Microbix Biosystems Inc., Perspective, April 20
4. SLAM Exploration Inc., Perspective, April 6
5. Microbix Biosystems Inc., Perspective, April 26