

January 11, 2010

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

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Topic: China Watch

China's rise to the upper echelons of world economic power has been truly remarkable. With annual gross domestic product growth rates of between 8% and 9%, China became the world's largest merchandise exporter last year. It also has just passed the United States for being the largest manufacturer of automobiles.

Yet, China has a fragile economy.

There is growing scepticism that this spectacular expansion, which has been in effect for more than a decade, can continue at the same pace.

China critics maintain that economic growth may soon witness a substantial correction because domestic consumer demand is not keeping up with capital investment. This should not be too surprising since many of its over 1 billion people live on less than 5 dollars a day.

The country has invested heavily in infrastructure for which, at this point, there is little demand. Many Chinese office buildings stand empty. Retail malls in major cities like Beijing are eerily silent.

Another troubling factor is that there is a suspicion, because of inconsistent statistics, that the Chinese government is inflating its official GDP numbers.

The concern for the North American and other world economies is that, if the Chinese economy either deflates or, shudder, collapses, it may have much the same impact on the global economy as the subprime mortgage fiasco had in the United States.

While the inordinately high Chinese holdings of U.S. Treasuries is a concern, a China melt-down could have a debilitating effect on China's ability to continue to finance the U.S. debt, which could have an equally devastating impact on world economic markets.

Beverly Brooks

Beverly Brooks, MA(Economics), MBA
Chief Economist

Quick Facts

12-Mo. Chart (IAM)



Source: www.bigcharts.com

Price (Jan. 11/10):
\$0.51

52-Week High-Low:
\$0.80 - \$0.35

Target Price (12 mos.):
\$1.00

Average Daily Volume:
50-day: 20,500
200-day: 23,000

Shares Outstanding:
28.35 million

Market Capitalization:
\$14.46 million

Year-End:
September 30

Assets Under Mgmt:
2006: \$2,180 million
2007: \$2,221 million
2008: \$2,330 million
2009: \$2,013 million

Symbol: TSX: IAM

Stock-of-the-Week

Integrated Asset Management Corp. (IAM: TSX)

IAM is a Toronto-based alternative asset management company. As of its latest fiscal year-end, which was September 30, 2009, the Company had approximately \$2 billion in assets and committed capital under management in Real Estate, Private Corporate Debt, Private Equity, Managed Futures, Retail Alternative Investments, and Mining Asset Management.

The Company offers its asset management services to institutional, pension, and private clients.

Through its wholly-owned subsidiary, BluMont Capital Corporation, on December 16, 2009, IAM entered into a binding agreement to acquire Northern Rivers Capital Management Inc. The purchase (price not disclosed) is expected to close in February 2010. Northern Rivers was founded in 2001, and offers specialized investment funds, including the Northern Rivers Innovation Fund LP, the Northern Rivers Conservative Growth Fund LP, and the Northern Rivers Global Energy Fund LP. The acquisition of Northern Rivers will bring to IAM two highly-acclaimed portfolio managers - Hugh Cleland and Alex Russ - who will augment IAM's team of over 20 investment professionals.

As shown in the accompanying chart, the shares of IAM have been range-bound since the March 9 market lows. This could continue until the investing public is satisfied that the Company is dealing with its corporate challenges. The shares probably have little downside risk from current levels, and there is considerable upside potential once there is visible evidence that the challenges are being solved.

These challenges are: (i) to turn around the Retail Alternative Investments (BluMont Capital Corporation); and (ii) to resume growth in assets under management.

We are maintaining our 12-month Target Price of \$1.00 per share.

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**New eResearch
Material Since
December 21/09:**

1. Initiating Reports

[Nebu Resources](#)
12/21/2009

**2. Update Reports
and Bulletins**

[Antioquia Gold](#)
12/21/2009

[Nebu Resources](#)
01/04/2010

3. Analyst Articles

[Stock Market
Timing](#)
01/11/2010

[Pinnacle Digest
"Silver: 2010
Outlook"](#)
01/11/2010

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

BriefCase

NewsBytes from January 4 – January 11, 2010

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.

Canadian Mining Company Inc. (\$0.115 - January 5, 2010; \$0.11-TSX-V) Canadian Mining has received the necessary permits from the Arizona State Land Department and the United States Department of the Interior Bureau of Land Management to move forward with the Company's planned drill program at the Bullard Pass gold project in Arizona. Three drilling companies are expected to visit the project the week of January 14, 2010 to bid on the drilling contract.

Wallbridge Mining Company Limited (\$0.27 - January 6, 2010; WM-TSX; WC7:FWB) Wallbridge announced that it has closed the final tranche of a further flow-through-share private placement, consisting of flow-through common shares at \$0.27 per share. The offering was made by Wallbridge after additional investor interest arose following the company's last flow-through-share private placement which was fully subscribed (aggregate proceeds \$1,619,999.80). The latest flow-through offering comprised an aggregate placement of 110,000 flow-through common shares (aggregate proceeds \$29,700). Wallbridge also closed a non-flow-through private placement of 290,000 units at \$0.23 per unit (aggregate proceeds \$66,700).

Alexandria Minerals Corporation (\$0.17 - January 6, 2010; AZX-TSX-V; A9D-Frankfurt) Alexandria reported that optionee Aurizon Mines Ltd. has released an updated NI 43-101 compliant resource estimate on its Joanna project in Quebec. Aurizon has optioned 19 claims from Alexandria. In order to complete the terms of the option agreement and earn 100% interest on Alexandria's property, Aurizon must issue shares valued at \$1.6 million to Alexandria by December 2010, and complete exploration work totalling \$650,000. An initial payment to Alexandria (\$400,000 in combined cash and shares) was completed in December 2008.

Globex Mining Enterprises Inc. (\$1.39 - January 11, 2010; GMX-TSX; G1M-Frankfurt) Globex has optioned 100% interest in the Company's Parbec gold property in Malartic Township, Quebec, to Savant Explorations Ltd. The terms of agreement include (1) \$525,000 in cash payments over four years; (2) 750,000 shares of Savant over four years; (3) \$3,850,000 in exploration expenditures over four years; (4) A sliding gross metal royalty on all mineral production.

Opportunity Knocks

Business Development personnel wanted.

We are interested in adding one or two additional business development people to our team. Anyone with a penchant for sales, please contact us.

If you are interested in becoming part of our sales team, I can be reached at bweir@eresearch.ca.

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Monthly Top Ten

(Includes Company reports only)

The top ten downloads from www.eresearch.ca since December 7, 2009:

1. Rodinia Minerals Inc., *StockPotentials*, December 4 and 8
2. C-COM Satellite Systems Inc. *StockPotentials*, July 20
3. Greenock Resources Inc., *Initiating Report*, December 14
4. Grandview Gold Inc., *Initiating Report*, October 17, 2007
5. Nebu Resources Inc., *Initiating Report*, December 21
6. Mineral Deposits Limited, *StockPotentials*, December 3
7. Oromin Explorations Ltd., *Perspective*, September 11
8. Mosquito Consolidated Gold Mines Ltd., *Update Report*, October 8
9. Antioquia Gold Inc., *Perspective*, December 9
10. QHR Technologies Inc., *Initiating Report*, December 16

Bi-Weekly Top Five

(Excludes Clarion weekly newsletter)

The top five downloads from www.eresearch.ca since December 21, 2009

1. Nebu Resources Inc., *Initiating Report*, December 21
2. C-COM Satellite Systems Inc. *StockPotentials*, July 20
3. Rodinia Minerals Inc., *StockPotentials*, December 4 and 8
4. Antioquia Gold Inc., *Perspective*, December 9
5. Grandview Gold Inc., *Initiating Report*, October 17, 2007

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