

June 22, 2009

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

At the beginning of April, eResearch began to publish two kinds of specialized research reports: *StockPotentials* and Technicalities, on a diverse selection of companies.

Reports on these companies are not issuer-sponsored. They are selected by the analyst on the belief they will be of interest to investors.

Reports in the *StockPotentials* category are generally written on companies that have interesting prospects, good share price appreciation potential, but insufficient or nil research coverage.

Reports in the Technicalities category are written on large-cap companies and have a technical perspective.

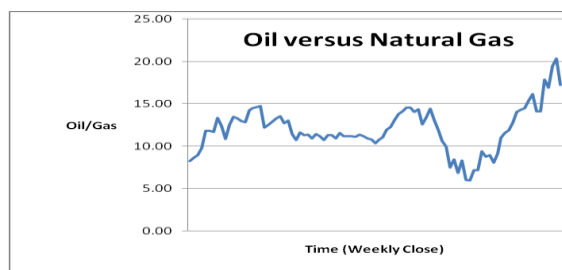
We are now asking our Subscribers to help with the selection process.

If there are any companies on which you would like eResearch to write about, please let us know.

Send your suggestions to Bob Weir, Managing Director, Research Services:
bweir@eresearch.ca.

Topic: Oil Versus Natural Gas

We have been tracking the price of crude oil versus natural gas since May 2007, and have written frequent commentary in this space about the relative pricing relationship between these two commodities. The standard benchmark we use is a ratio of 10:1 oil to natural gas. At our start date, the ratio was 8.22:1, as shown on the graph below. It recently (June 13, 2009) reached a high of 20.35:1. It is currently 17.22:1. The average over the two-plus years is 11.99:1.



Thus, either oil is significantly over-priced, or natural gas is significantly under-priced, or a combination of the two. It is our opinion that the price of crude oil will trade between US\$60-\$80/bbl over the next six months. If the ratio moves back towards the 12 to 1 average, the price of natural gas could trade between US\$5.00-\$6.67/mmbtu. It is currently US\$4.04.

Historically, the price of both natural gas and crude oil tend to pick up beginning in February. Natural gas shows strength until about May, goes through a lull, and usually picks up again in July until November. Crude oil has traditionally done well right through until November.

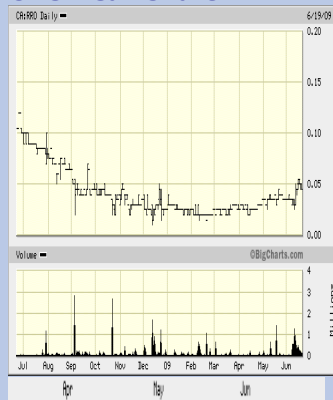
To illustrate the volatility of interest in the potential of a recovery in natural gas, one need only track the Horizons BetaPro NYMEX Natural Gas Bull+ ETF (TSX: HNU). On June 10 it closed at \$5.95. On June 11 it closed at \$6.63. On June 16 it reached a high of \$7.82. That's up 30% in three trading days. We expect this ETF to move higher over the summer months.

Bob Weir

Bob Weir, B.Sc., B.Comm., CFA
Managing Director, Research Services

Quick Facts

One-Year Chart



Source: www.bigcharts.com

**Closing Price
(June 19/09):
\$0.045**

**52-Week High-Low:
\$0.12 - \$0.01**

**Average Daily Volume:
50-day: 226,900
200-day: 177,700**

**Shares Outstanding:
112.13 million**

**Market Capitalization:
\$5.05 million**

**Book Value Per Share:
FY2006: \$0.12
FY2007: \$0.15
FY2008: \$0.13
FY2009: \$0.12E**

**Fiscal Year-End:
December 31**

**Symbol:
TSX-V: RRO**

Stock-of-the-Week

Royal Roads Corp. (RRO: TSX-V)

Royal Roads Corp., is engaged in the exploration of mineral properties in south-central Newfoundland. Following consolidation of Buchans River Ltd. in 2008, Royal Roads has a 100% interest in the famous Buchans base metal camp (“Buchans”). In addition, the Company owns 100% of the Tulks North Property that hosts the Daniels Pond Inc. lead and silver deposit.

Royal Roads announced that its diamond drilling program is scheduled to begin July 6, 2009 on the Clementine West poly-metallic prospect at Buchans. This follow-up program will test for Buchans-style massive sulphide deposits that could be associated with the large stringer- stockwork zone that was identified in 2008, when diamond drilling intersected sulphide stringer-stockwork mineralization over core lengths between 29 and 118 metres. This mineralization is similar to the mineralization seen beneath the former Buchans-Lucky Strike massive sulphide deposit.

The Company’s objective at Buchans is to discover high-grade zinc/lead/copper/silver/gold deposits.

A 50:50 J.V. combines the Company’s Long Range Nickel property with Benton Resources’ Property Lake property to prospect for magmatic nickel sulphide deposits over 222 sq. km. in central Newfoundland.

We continue to recommend the shares of Royal Roads Corp. as a “Speculative Buy” for risk-tolerant investors. In our opinion, the Company’s stock price does not yet reflect the inevitability of the payback of advances (\$2.7 million including interest as of March 31, 2009) made by Royal Roads to Acadian Mining Corporation (which company owns 29% of Royal Roads) and Acadian’s wholly-owned subsidiary, ScoZinc Limited. Acadian Mining’s shareholders approved the second tranche of a \$10 million private placement with Golden River Resources Corporation, with proceeds from this tranche to be used by Acadian Mining for operational overhead, advancement of Acadian’s gold properties, and the discharge of Acadian’s and ScoZinc’s creditors, which includes Royal Roads.

We believe investor uncertainty over the repayment of the Company’s advances was the reason for the decline in its share price to a low of \$0.01 per share in February 2009. The removal of this uncertainty should be bullish for the stock going forward.

**New eResearch
Material Since
June 15, 2009:**

1. Initiating Reports

None

**2. Update Reports,
Bulletins, Analyst
Comments**

[Royal Roads Corp.](#)
06/19/2009

[Anglo-Canadian
Uranium Corp.](#)

06/18/2009

[Integrated Asset
Management Corp.](#)

06/16/2009

[Canadian Mining
Company Inc.](#)

06/15/2009

3. Analyst Articles

[StockResearchPortal](#)

06/16/2009

[Stock Market Timing](#)

06/15/2009

[Pinnacle Digest](#)

06/15/2009

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

BriefCase

NewsBytes from June 15 – June 19, 2009

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.

Vena Resources Inc. (\$0.44 - June 16, 2009; VEM-TSX) Vena Resources has completed a series of extensive geological/geophysical studies at the historic Esquilache silver mine in Puno, Peru. This work was performed in advance of a planned drill program. The Company has received a drill permit for 20 platforms, of which 17 have been constructed, and a drifting permit for 2,000 metres of underground development.

Chai Cha Na Mining (\$0.15 - June 17, 2009; CNN-CNSX) Chai Cha Na Mining announced that a partial Phase 1 exploration program has been conducted on the Gold Summit project in the prolific Bralorne/Goldbridge mining camp in southwestern British Columbia. Chai Cha Na currently controls a 15% interest in the property, and has an option to earn a full 100%. The project is in the historic Bralorne-Pioneer gold camp, where more than four million ounces of gold were produced. Chai Cha Na has applied for necessary permitting to conduct a diamond drill program in order to confirm previous drilling on the property and to investigate other high-priority targets.

Quorum Information Technologies Inc. (\$0.065 - June 17, 2009; QIS-TSX-V) Quorum has issued an update on its operations, highlighting the Company's strong positioning in the automotive dealer management market. A significant portion of Quorum's monthly support revenues is billed through General Motors' electronic billing system. Quorum has confirmed that according to GM's bankruptcy court rulings, the Company's special supplier status means that the Company should not see any interruption in its support or software development payments.

Sage Gold Inc. (\$0.07 - June 17, 2009; SGX-TSX-V) Sage Gold has reported the discovery of nine new gold veins on the Paint Lake property in the Beardmore Geraldton gold camp in Ontario. The new zones represent a significant expansion of the surface gold showings discovered in 2008. Sage will be prospecting for additional veins throughout the summer season.

Wavefront Technology Solutions Inc. (\$0.75 - June 18, 2009; WEE-TSX-V) Wavefront announced that three of Wavefront's Powerwave tools have been deployed on an oil platform off the coast of Long Beach, California. The Company expects that Powerwave, which increases both the water injection rate and oil production, will eventually be used with all water injectors on the platform. Wavefront develops and commercializes innovative technologies and processes for injection and recovery of fluids in the energy and environmental sectors.

Opportunity Knocks

These are challenging times, and we at eResearch are not immune to what is happening all around us. But, we are adapting to this difficult operating environment. In this respect, we need more business development personnel. Anyone with a penchant for sales, please contact us.

Also, having recently become a Limited Market Dealer, our Capital Services division requires someone with financing experience to lead our efforts.

If you are interested in either of the above, I can be reached at bweir@eresearch.ca.

“Research is the
bedrock underpinning
all capital markets”

eResearch's Newest Partners

1. **StockResearchPortal** (“SRP”).

SRP has an impressive investor-information website with an extensive library of data, including linked or referenced economic reports, in-depth industry research, and an impressive collection of company research. SRP is focused solely on the mining and oil & gas sectors. It has an extensive information databank on most of the 1,500-1,600 mining companies, oil & gas production and services companies, and oil & gas income trusts that are quoted on the TSX or TSX Venture exchanges. The SRP website can be accessed at www.stockresearchportal.com.

eResearch Corporation is pleased to provide our Subscribers with the bi-weekly **StockResearchPortal** Newsletter. It features independent and objective experts in gold, silver, base metals, uranium, geology, oil & gas valuation, and equity valuation who each have agreed to write an article sequentially each quarter.

2. **Objective Capital Research Limited**

Objective Capital of London and New York is a dedicated corporate research firm providing institutional-quality research on under-followed small- and mid-cap companies. It focuses on providing widely-distributed, high-quality corporate research coverage of public and private companies, both listed and pre-listed. It is retained by a company to ensure its shareholders, as well as the wider investment community, are provided with an objective view of the company's progress.

eResearch and Objective Capital, two leading providers of issuer-sponsored research, have agreed to collaborate in increasing the awareness of the advantages to small- and mid-cap companies of receiving fair and impartial research coverage.

Monthly Top Ten

The top ten downloads from www.eresearch.ca since June 1, 2009:

1. Four-Week Performance
2. Weekly Clarion
3. StockResearchPortal Mining Article Part 2, June 16
4. StockResearchPortal Mining Article Part 1, June 3
5. Canadian Mining Company Inc., Bulletin, June 15
6. Marathon PGM Corporation, Information Report, June 10
7. Bombardier Inc., Technicalities, June 11
8. the UpTrend.com, Market Breadth, June 1
9. Garson Gold Corp. Bulletin, June 9
10. Vena Resources Inc., *StockPotentials*, June 9

eResearch is registered with the Ontario Securities Commission as a Securities Adviser and as a Limited Market Dealer.