

June 29, 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**

**WE WANT YOUR INPUT!**

We are asking our Subscribers to give us suggestions for companies they would like to have us cover under our two specialized research report formats: *StockPotentials* and **Technicalities**.

Reports on these companies are not issuer-sponsored. They have been 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.

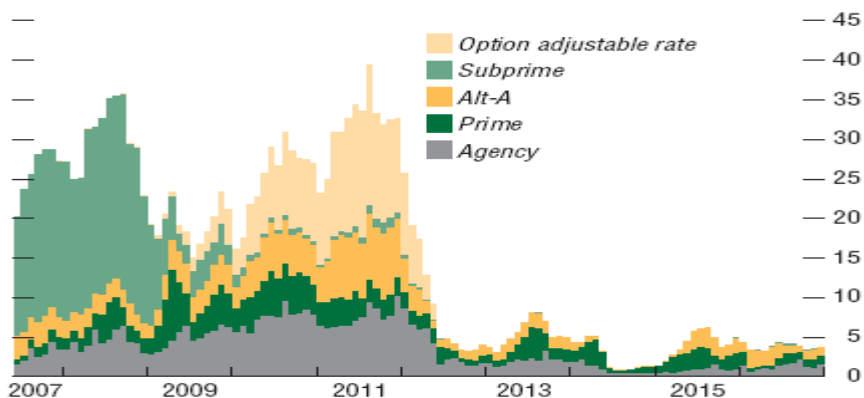
If there are any companies on which you would like eResearch to write about, please let us know.

Send your suggestions to Bob Weir, Managing Director, Research Services: [bweir@eresearch.ca](mailto:bweir@eresearch.ca).

**Topic: U.S. Housing Barometer**

A lot of attention has been given to the woes of the U.S. housing market, and the rationale that a real economic recovery cannot be accomplished in the United States until housing starts and prices bottom out. Despite the May uptick in housing starts in the U.S., most likely for seasonal reasons, i.e., not many foundations are dug in the winter months in the northern part of the country so there is usually a spring splurge, there is still the debilitating continuation of adjustable rate mortgage resets waiting ahead. The number of resets spikes again this summer, but then falls off before going on to a sharper pick-up throughout 2010, culminating in all-time high levels in 2011 before disengaging in 2012.

**Figure 1.7. Monthly Mortgage Rate Resets**  
*(First reset in billions of U.S. dollars)*



Source: Credit Suisse.

Thus, unless mortgage contracts are modified or re-written en masse, or unless there is a sudden and sharp increase in house prices, there is still a lot of pain ahead. Without a stronger housing market there is unlikely to be a recovery in consumer spending and, without that, no real sustained economic recovery. Thus, a return to a bull market does not seem at hand.

**Bob Weir**

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

## Quick Facts

### One-Year Chart



Source: [www.bigcharts.com](http://www.bigcharts.com)

**Closing Price  
(June 26/09):  
\$0.06**

**52-Week High-Low:  
\$0.115 - \$0.02**

**Average Daily Volume:  
50-day: 250,800  
200-day: 161,800**

**Shares Outstanding:  
76.6 million**

**Market Capitalization:  
\$4.60 million**

### Per Share Statistics (As at Jan. 31/2009):

**Cash & Equivalent \$0.04  
Mineral Properties \$0.11  
Equity Book Value \$0.14**

### Multiples

**Price/Cash 1.59x  
Price/Properties 0.53x  
Price/Book Value 0.43x**

**Fiscal Year-End:  
April 30**

**Symbol:  
TSX-V: AZX**

## Stock-of-the-Week

### Alexandria Minerals Corporation (AZX: TSX-V)

Alexandria Minerals Corporation owns a portfolio of high-potential properties located in the Abitibi Greenstone Belt in Ontario and Quebec.

The Company's 25 properties, which are located in five areas, include: the Cadillac Break Property Group, Simcoe East, Quevillon, Matechewan, Gwillim, and Joannes.

The potential for an upgrade in the value of the property portfolio is significant. The Company: (a) expects to obtain an NI 43-101 resource estimate on Cadillac Break within 18 months; and (b) has more than quadrupled the size of the gold zones at the historic Orenada and Sleepy deposits;

Alexandria has good liquidity with over \$2.0 million in cash, \$0.6 million mining refunds to come from the Quebec government; and \$1.6 million due in two years under an option agreement

The Company is planning a cautiously aggressive exploration program over the next 12 months, which will be managed in such a way that it can cope with the current difficult economic conditions. With management's flexible approach, Alexandria is well placed to both enlarge known deposits and discover new deposits.

Endemic to almost all junior mining companies in the current difficult financing market is the ability to manage its cash resources, yet carry out its exploration activities. Alexandria's cash burn rate averaged about \$83,000 a month for the 12 months that ended January 31, 2009. At this monthly rate, which ignores the flexibility that management has to reduce operating expenses, the Company has sufficient cash on hand to cover its existing operating expenses for the next 24 months.

Looking ahead, there could be a positive impact on Alexandria's stock price should the Company be able to: (a) maintain solid liquidity over the next 12 months; and (b) obtain a NI 43-101 compliant technical report on its sizable Cadillac Break gold deposit.

As a junior mining exploration company, all of Alexandria's properties are in early stages of exploration, and none of them, as yet, have obtained a NI 43-101 resource estimate. In this respect, significant capital expenditures are required for the exploration program on the Cadillac Break Property, in the order of \$7.5 million. Raising significant capital in the current environment is a challenge.

**New eResearch  
Material Since  
June 22, 2009:**

**1. Initiating Reports**

[Alexandria Minerals  
Corporation](#)  
06/26/2009

[TransCanada  
Corporation](#)  
06/26/2009

[Changfeng Energy  
Inc.](#)  
06/24/2009

[CanaDream  
Corporation](#)  
06/24/2009

[NaiKun Wind  
Energy Group Inc.](#)  
06/23/2009

[Electrovaya Inc.](#)  
06/22/2009

**2. Update Reports  
and Bulletins**

None

**3. Analyst Articles**

[Pinnacle Digest](#)  
06/22/2009

In addition to these reports and articles, our full complement of research is available at [www.eresearch.ca](http://www.eresearch.ca)

**BriefCase**

*NewsBytes from June 22 – June 26, 2009*

Additional information on the companies featured in NewsBytes may be found at [www.sedar.com](http://www.sedar.com), and at [www.eresearch.ca](http://www.eresearch.ca). For the latest eResearch publications, see sidebar opposite.

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**Canadian Mining (\$0.09 - June 22, 2009; CNG-TSX-V) ....** Canadian Mining has acquired 100% of the 2% net smelter return royalty on its San Bernardo project in the Alamos Mining District, Sonora, Mexico. The buyout of the royalty means that there are now no royalty burdens over this core property by any third parties.

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**North Atlantic Resources Ltd. (\$0.07 - June 23, 2009; NAC-TSX) ....** North Atlantic Resources is proposing to complete an equity private placement that would raise between \$150,000 and \$256,000. The proposed placement consists of a minimum of 1,875,000 units and a maximum of 3,200,000 units, with each unit consisting of one common share and one common share purchase warrant. The proceeds will be used for continued exploration and development of North Atlantic Resources' gold exploration projects in Mali and for general corporate purposes.

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**Royal Roads Corp. (\$0.045 - June 23, 2009; RRO-TSX-V) ....** Royal Roads Corp. has postponed its previously announced diamond drilling program on the Company's Clementine West polymetallic prospect in the Buchans Camp in Newfoundland, because of exceptionally marshy ground conditions on planned drill sites. As a result of this delay, Royal Roads has been able to move forward to July 6 the start date of an initial diamond drill program on prioritized targets at Buchans, that were generated by Titan 24 geophysical surveys.

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**Electrovaya Inc. (\$1.20 - June 23, 2009; EFL-TSX) ....** On the day that Maya Electric launched its first fleet of Maya 300 battery-powered, zero-emission, electric vehicles, Electrovaya announced that its proprietary Lithium Ion SuperPolymer battery pack would power the five-door four-passenger vehicle. Electrovaya's shares jumped 60% on the June 23 news, from \$0.75 to \$1.20, then traded as high as \$1.43 per share on June 24, and closed the week at \$0.96. For more on Electrovaya, see eResearch's June 22, 2009 *StockPotentials* report.

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**Volta Resources Inc. (\$0.23 - June 24, 2009; VTR-TSX) ....** Volta Resources has reported results from the company's recently completed reverse circulation drilling program at the Mamena-Fofora prospect on the Kampti III property in southern Burkina Faso, West Africa. Most holes intersected anomalous gold values greater than 0.25 g/t gold over multiple zones. Volta's next step is to undertake another auger drilling program to infill, refine and extend the Kampti targets in preparation for another round of reverse circulation and diamond drilling.

## 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@ereseach.ca](mailto:bweir@ereseach.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](http://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.ereseach.ca](http://www.ereseach.ca) since June 1, 2009:

1. Weekly Clarion
2. Four-Week Performance
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. NaiKun Wind Energy Group Inc., *StockPotentials*, June 23
7. Marathon PGM Corporation, Information Report, June 10
8. Royal Roads Corp. Bulletin, June 19
9. Bombardier Inc., Technicalities, June 11
10. TransCanada Corporation, Technicalities, June 26

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