

August 31, 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**.

These company reports are not issuer-sponsored, and have been selected by the analyst on the belief they could be of interest.

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

**Technicalities** reports are written on large-cap companies with a technical perspective.

If there are 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: Caution Ahead**

We are now entering that part of the year that has, traditionally, been the softest for the market: September and October. After the enormous run-up since the March lows, as shown in the S&P/TSX Composite Index below, we think it is definitely time to take a breather.



As we stated in our August 10 Clarion, there have been certain sectors of the market that have participated substantially in the impressive market advance that has taken place over the last six months:

Financials	up 86%
Information Technology	up 52%
Industrials	up 50%
Energy	up 41%

At the same time, there have been notable laggards:

Consumer Staples	up 6%
Telecommunications	up 10%
Utilities	up 14%

We recommend taking profits on gains and staying with a substantial amount of cash over the next two months. However, if you have to stay invested, we recommend cycling out of the first group and into the second, on a selective basis.

**Bob Weir**

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

## Quick Facts

### 12-Mo. Chart (AGD)



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

### Closing Price (August 28/09):

**\$0.25**

### 52-Week High-Low:

**\$0.30 - \$0.025**

### Average Daily Volume:

**50-day: 76,000**

**200-day: 38,200**

### Shares Outstanding:

**26.15 million**

### Market Capitalization:

**\$6.54 million**

### Salient Statistics (P.S.): (Year-End March 31/09)

**Earnings: \$(0.03)**

**Cash Flow: \$(0.03)**

**Book: \$0.06**

**Capex \$0.07**

### Year-End:

**March 31**

### Symbol:

**TSX-V: AGD**

## Stock-of-the-Week

### Antioquia Gold Inc. (AGD: TSX-V)

Antioquia Gold Inc. is a mineral exploration company focused on exploring for precious metals and other minerals in Colombia. The Company's primary venture is its Cisneros gold project, which is located 70 kilometers northeast of Medellin, the principal city in the Department of Antioquia.

The Cisneros Gold Property has a resource estimate that was internally generated and based on rock samples with no drilling and no NI 43-101 technical report. This estimate indicated approximately 430,000 oz of gold on a small portion of the Property. Antioquia has spent approximately \$1.7 million to date on exploration of the Cisneros Gold Property and is ready to start a 3,000-metre drill program by the end of August 2009. This drill program is a first step towards generating NI 43-101 compliant resource estimates on the Cisneros Gold Property.

Antioquia is in the process of acquiring IGTER Ltda., a Colombian consulting firm that has been offering geology and mining expertise and personnel to both national and international companies over the past four years. Antioquia stands to benefit considerably from the acquisition of IGTER: (1) It enhances the Company's ability to supply its ready and experienced work-force; (2) IGTER currently owns several mining properties and has options on additional properties that are included in the purchase; (3) Antioquia will have access to a large portfolio of gold properties in Colombia that IGTER holds the titles to on behalf of a multi-national gold mining company with which a Letter of Intent has been signed that defines the strategic alliance between the parties and the terms to acquire the properties consisting of over one million hectares; and (4) No cash expenditures will be required to acquire any holdings from the multi-national company, which will be allowed to have a back-in right of 60% under specified conditions.

eResearch has calculated the Intrinsic Value of Antioquia to be between \$0.60 and \$0.75 per share and, as such, has set a 12 months' Target Price of \$0.65. With positive drill results, Antioquia could emulate Ventana Gold Corp., which is also active in Colombia. Ventana has been announcing favourable drill results on its La Bodega property since early 2009 and, as a result, its stock price rose from \$0.04 per share last November to a high of \$6.30 in June.

We rate the shares of Antioquia Gold as a Speculative Buy and recommend purchase to risk-tolerant investors.

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**New eResearch  
Material Since  
August 18, 2009:**

**1. Initiating Reports**

[Waseco Resources  
Inc.](#)  
8/18/2009

**2. Update Reports  
and Bulletins**

[CanaDream  
Corporation](#)  
8/26/2009

[Marathon PGM  
Corporation](#)  
8/21/2009

[Canadian Mining  
Company Inc.](#)  
8/19/2009

**3. Analyst Articles**

[Pinnacle Digest](#)  
8/26/2009

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 August 18 – August 28, 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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**Anglo-Canadian Uranium Corp. (\$0.11 - August 18, 2009; URA-TSX-V) ....** Anglo-Canadian Uranium has completed the first-phase exploration program on the Company's newly-acquired claims near Princeton, British Columbia. The claims (a total of 28 units) are immediately south-southeast of the Copper Mountain pits. The assay results, to be reported as soon as they are available, will help determine phase two of Anglo-Canadian's exploration program.

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**Changfeng Energy Inc. (\$0.43 - August 20, 2009; CFY-TSX-V) ....** Changfeng Energy Inc. has reported financial results for Q2/09 (ended June 30). Revenues, at \$3,742,368, were up 26% over the same period last year. The gross profit margin for Q2/09 was 62% compared with 54% in Q2/08. Net income for the second quarter was \$128,304 (\$0.002 per share) versus \$1,537 (\$0.00 per share) in the same period last year. Changfeng's compressed natural gas (CNG) project in Changsa, Hunan Province, continues to advance, with construction of the first CNG station underway and an additional two stations undergoing the final government approval process.

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**Mosquito Consolidated Gold Mines Limited (\$0.73 - August 21, 2009; MSQ-TSX-V) ....** The Board of Directors of Mosquito Consolidated Gold Mines Limited has adopted a shareholder rights plan, which will be presented for ratification by the Company's shareholders at the next annual meeting (last calendar quarter of 2009). The term of the plan is three years, subject to re-approval by the shareholders at the 2012 annual meeting.

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**Petaquilla Minerals Ltd. (\$0.49 - August 24, 2009; PTQ-TSX) ....** Petaquilla Minerals Ltd. has completed a voluntary stock option cancellation program. Under the terms of the program, options to acquire an aggregate 3,245,080 common shares were unconditionally and voluntarily surrendered for cancellation by all of the directors and officers of the Company. Following the cancellation, 5,280,773 options are outstanding, with exercise prices ranging from \$0.26 to \$2.49.

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**NaiKun Wind Energy Group Inc. (\$0.54 - August 25, 2009; NKW-TSX-V) ....** NaiKun Wind Energy Group has provided an update to shareholders based on an announcement from BC Hydro on the "Clean Power Call". BC Hydro said it expects to award electricity purchase agreements for successful Clean Power Call participants in autumn 2009, and that it would be assessing the status of First Nations consultations to determine whether the participants have conducted adequate consultation on their power sale proposals.

## 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. We are fortunate in recently adding a new face to our Business Development Group. However, we are interested in adding one more to the 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@ereseach.ca](mailto:bweir@ereseach.ca).

"Research is the  
bedrock underpinning  
all capital markets"

## Monthly Top Ten

The top ten downloads from [www.ereseach.ca](http://www.ereseach.ca) since August 1, 2009:

1. Weekly Clarion
2. Antioquia Gold Inc., Initiating Report, August 14
3. Brookfield Asset Management Inc., Technicalities, August 6
4. Pinnacle Digest Interview with Mark Leibovit, August 2
5. Electrovaya Inc., StockPotentials, Perspective, August 7
6. International Road Dynamics Inc., StockPotentials, August 6
7. Marathon PGM Corporation, Perspective, August 21
8. Seaclyff Construction Corp., StockPotentials, Perspective, Aug. 14
9. Waseco Resources Inc., StockPotentials, August 18
10. K-Bro Linen Income Fund, StockPotentials, August 4

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