

November 2, 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

Last Thursday, October 29, 2009, Toronto's Globe & Mail newspaper included a "Report on Online Investing".

eResearch is proud to be associated with one of Canada's leading on-line trading companies: Scotia iTRADE.

eResearch provides the Scotia iTRADE discount brokerage with our Research Material.

Our research reports are available on the Scotia iTRADE website and sit right alongside the Scotia Capital "Edge" reports, and the primarily computer-driven reports of Thomson Reuters, Sabrient, LLC, and ValuEngine Inc.

On our own [www.eresearch.ca](http://www.eresearch.ca) website, our Research is FREE to anyone who subscribes. All you need is a name and an e-mail address.

## Topic: Online Investing

The on-line discount brokerages have enjoyed a resurgence in trading activity as more and more equity investors return to the trading pits on the back of the continuing substantial recovery in stock prices that has occurred since the March 2009 lows.

eResearch believes that an increasing number of investors are seeking the wealth of information that is available on the internet to source information regarding companies that might be attractive for investment. These investors may have an investment account at a full-service broker but, more likely than not, they have an account with a discount brokerage firm and do their own trading on-line. The increasing sophistication of the internet increases their chances for investment success.

The on-line brokers are competing for the attention of this proliferating body of investors by adding more and more features to their discount services, such as research reports, technical analysis, and portfolio-building tools.

The senior investment dealers, which are owned by the big chartered banks, all have on-line brokerage subsidiaries. They permit their discount operations to have access to the research content that is produced by their full-service subsidiaries, although perhaps not in the same detail. Of course, you have to be a registered client of that investment dealer or its discount broker subsidiary in order to gain access to that research.

The non-bank on-line brokerage companies continue to upgrade research content that is made available to self-directed investors. Commission rates vary, and could depend on clients having a minimum-sized dollar portfolio.

As our "**for your Information**" sidebar states, eResearch is pleased to provide Scotia Capital Inc.'s discount brokerage arm, Scotia iTRADE, with our Research Material. We are the only independent Canadian research provider to do so.

## Bob Weir

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Managing Director, Research Services

## Quick Facts

### 12-Mo. Chart (GMX)



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

**Price  
(Nov. 2/09):  
\$1.65**

**52-Week High-Low:  
\$2.00 - \$0.64**

**Average Daily Volume:  
50-day: 18,700  
200-day: 13,500**

**Shares Outstanding:  
19.2 million**

**Market Capitalization:  
\$31.68 million**

**Year-End:  
December 31**

**Book Value Per Share:  
2007: \$0.82  
2008: \$0.66  
2009 (Jun): \$0.65**

**Symbol:  
TSX: GMX**

## Stock-of-the-Week

### Globex Mining Enterprises Inc. (GMX: TSX)

Globex Mining Enterprises Inc. is a Canadian mining exploration and royalty company with a portfolio of advanced properties comprising gold, copper, zinc, silver, uranium, platinum, palladium, magnesium, molybdenum, lead, iron, nickel, and talc.

The Company's policy is to acquire promising mineral properties, improve them, and then try to do one (or more) of the following: (a) option, (b) joint venture, (c) develop to production, or (d) sell them.

Globex holds interests in about 63 mineral exploration projects, comprising more than 90 properties, with ownership interests ranging from 50% to 100%, with the bulk being 100%, and located primarily in the Abitibi-Greenstone Belt of northern Quebec-Ontario, but also in Nova Scotia and the United States.

Globex also holds royalty interests in 17 properties that it has optioned to third parties.

Globex has a number of strengths that makes its shares attractive to investors: (1) The Company owns all of its properties, equipment, and head office. (2) It spreads its operating risk and reduces its costs by optioning property interests in return for royalty payments. (3) Its operating strategy minimizes capex requirements and share dilution (only 19 million shares issued in 22 years). (4) The Company operates only in established mining camps. (5) It has good liquidity with about \$4 million of cash and marketable securities and no debt. (6) Its small number of shares outstanding substantially increases the Company's equity leverage.

Globex, like all junior mining companies, equally has significant challenges: (1) In order to option its designated properties to gain royalty payments, it must find suitable joint-venture partners. (2) As such, the Company has become highly dependent on its JV partners to advance its projects. (3) There is always the uncertainty of being able to arrange project financing. (4) The operations of Globex are highly dependent on one person: the President and CEO, Jack Stoch.

###

**New eResearch  
Material Since  
October 26/09:**

**1. Initiating Reports**

None

**2. Update Reports  
and Bulletins**

[Alexandria  
Minerals Corp.](#)  
**10/30/2009**

[Marathon PGM](#)  
**10/28/2009**

[Royal Roads Corp.](#)  
**10/28/2009**

[Globex Mining](#)  
**10/28/2009**

[Nebu Resources](#)  
**10/27/2009**

[Rocmec Mining Inc](#)  
**10/27/2009**

[Antioquia Gold Inc.](#)  
**10/27/2009**

[Britannica Res.](#)  
**10/27/2009**

**3. Analyst Articles**

**On-Line Mining Conf.  
(10/28/2009)**

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 October 26 – October 30, 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.

**International Road Dynamics Inc. (\$0.99 - October 26, 2009; IRD-TSX) ....**

International Road Dynamics has been awarded a C\$1 million contract renewal by the Oklahoma Department of Transportation to operate and maintain new and existing traffic monitoring systems at up to 100 locations statewide. The Company had earlier (October 21) announced that PAT Traffic LTDA., its subsidiary in Santiago, Chile, had been awarded a \$3.6 million contract by Direccion Nacional de Vialidad, MOP Chile for the maintenance and service of IRDPAT Automated Truck Weigh Stations installed by International Road Dynamics since 1980.

**Royal Roads Corp. (\$0.08 - October 27, 2009; RRO-TSX-V) ....**

Royal Roads has completed the final two holes of the Company's five-hole, 4,268-metre diamond drilling program at the former Buchans Mining Camp in central Newfoundland. The program has been testing targets generated by Titan 24 geophysical surveys. The Company has initiated additional field programs on the Buchans project (line-cutting and Induced Polarization surveys), including the undeveloped Lundberg zone and the former Oriental mine.

**SEMAFO (\$3.38 - October 27, 2009; SMF-TSX) ....**

SEMAFO announced the most recent drilling results from the Mana Mine in Burkina Faso. The results include the best-ever intercept from Mana (5.24 g/t gold over 57.8 metres). The exploration program, which began in April 2009, had drilled 29,309 metres by October 21 (holes WDC80-WDC160), and is continuing. Assay results have been received up to hole WDC146. The drill program has confirmed the NE at-depth high-grade extension of the Wona zone. SEMAFO also announced that the Company's Q3/09 results would be released on November 9, and that it would host a conference call on November 10 at 10:00 a.m. (ET).

**Augen Gold Corp. (\$0.075 - October 29, 2009; GLD-TSX-V) ....**

Augen Gold announced the closing of the first \$315,000 of a previously announced non-brokered private placement of up to \$1,000,000. A total of 3,150,000 Series B units were sold in the first closing. A Series B unit comprises one common share and one common share purchase warrant.

**The Consumers' Waterheater Income Fund (\$4.14 - October 29, 2009; CWL.UN-TSX) ....**

The Fund reported its financial results for the three months ended September 30, 2009. Total revenues were \$46.1 million for Q3/09 compared with \$45.4 million in Q3/08. EBITDA and net earnings, however, were down substantially, with Q3/09 EBITDA at \$24 million compared with \$36.9 million in Q3/09 and net earnings at a loss of \$6 million versus \$8.3 million.

## 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@ereseach.ca](mailto:bweir@ereseach.ca).

"Research is the  
bedrock underpinning  
all capital markets"

## Monthly Top Ten

(Includes Company reports only)

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

1. Mosquito Consolidated Gold Mines, Bulletin/Update Oct 8
2. Marathon PGM Corporation, Perspective, October 15
3. Bank of Nova Scotia, Technicalities, October 5
4. Wavefront Technology Solutions, Initiating/Update, Apr. 1/Oct. 9
5. Rocmec Mining Inc. Update, October 1
6. Augen Gold Corp. StockPotentials, Perspective, October 14
7. Antioquia Gold Inc., Update, October 9
8. Alexandria Minerals Corporation, Initiating Report, June 26
9. Oromin Explorations Inc., Perspective, October 8
10. Nebu Resources Inc., StockPotentials, October 2

## Bi-Weekly Top Five

(Excludes Clarion weekly newsletter)

The top five downloads from [www.ereseach.ca](http://www.ereseach.ca) since October 16, 2009:

1. Antioquia Gold Inc., Perspective, October 19
2. Market Breadth (Stock Market Timing) October 26
3. Antioquia Gold Inc., Perspective, October 27
4. Rocmec Mining Inc. Update, October 27
5. Globex Mining Enterprises Inc., Update, October 28

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