

August 23, 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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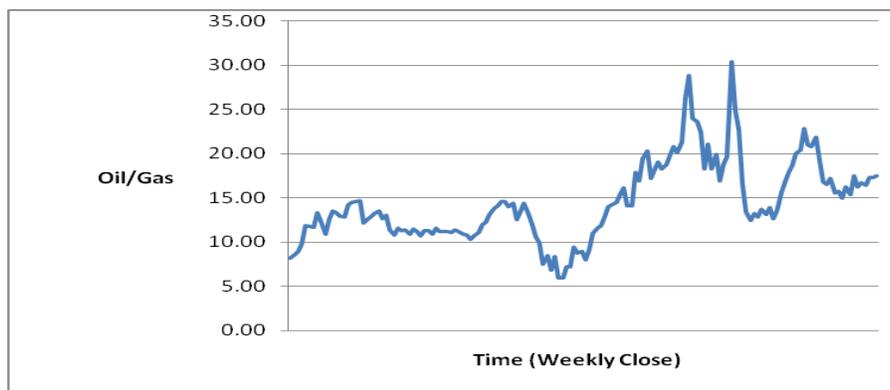
## Topic: Oil Versus Natural Gas

It has been almost four months, just after the BP blow-out, since we last looked at our graph that tracks the price of crude oil versus that of natural gas. We started our weekly tracking in May 2007 and, since then, the average ratio over this time has been, oil:gas, 14.48:1. Since the March 2009 market lows, the average ratio has been 17.94:1. The ratio currently (August 20, 2010) is 17.53:1.

The average price of oil since May 2007 is US\$80.73/bbl and, since March 2009, it is US\$71.50/bbl. The figures for natural gas are US\$6.06/mmcf and US\$4.12/mmcf. Current prices are US\$73.46/bbl and US\$4.19/mmcf.

The harsh winter of 2009/2010 caused above-average gas consumption (55% of U.S. homes use natural gas for heating), with storage levels returning to normal just before the onslaught of the hot summer months, which likely reduced them again. The outlook for natural gas is now dependent upon a pick-up in industrial demand and the severity of the coming winter. The rest of the hurricane season remains the wild card (i.e., it could knock out some production, which would send prices higher).

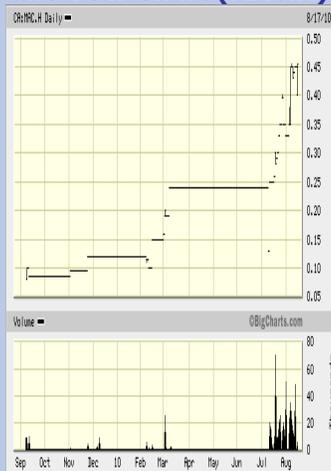
As we enter the fall months, natural gas usage may slow, but stocks will be looking ahead. Any evidence of an improvement in industrial consumption could react positively on natural gas prices and give natural gas stocks a lift.



**Bob Weir**, CFA, Managing Director, Research Services

## Quick Facts

### One Year Chart (MAC.H)



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

**Price (Aug. 20/10):**  
**\$0.455**

**52-Week High-Low:**  
**\$0.455 - \$0.08**

**Average Daily Volume:**  
**50-day: 11,100**

**Shares Outstanding:**  
**17.775 million**

**Market Capitalization:**  
**\$8.09 million**

**Year-End:**  
**June 30**

**Symbol: TSX-V: MAC.H**

**Website: None**

## Stock-of-the-Week

### TheMAC Resources Group Limited (MAC.H: TSX-V)

TheMAC Resources Group Limited is a Canadian-based junior exploration company focused on the 100%-optioned Copper Flat property, a former-producing copper-molybdenum-gold-silver mine, with substantial infrastructure in place, and located in the Las Animas Mining District in south-central New Mexico, USA.

In March 2010, TheMAC entered into agreement with Mercator Gold Plc to acquire 100% of Mercator's interest in Copper Flat. Mercator, through its U.S. subsidiary, holds the right to acquire the Copper Flat property under an option and purchase agreement that TheMAC will assume.

The Copper Flat property consists of 1,590 hectares of fee simple lands and patented mining claims in the Las Animas Mining District, Sierra County, in south-central New Mexico. The property is located approximately 150 miles south of Albuquerque, New Mexico and approximately 20 miles southwest of the town of Truth or Consequences, New Mexico, from which access is by 24 miles of paved highway and 3 miles of all-weather gravel road.

The Copper Flat property is a porphyry copper-molybdenum-gold-silver deposit located in an area that is typical of the Laramide porphyry copper deposits in the southwestern United States, but differs significantly in that the majority of the economic mineralization and contained metals occurs within the breccias pipe. It is best described as an alkali Cu-Au mineralized breccias pipe, associated with, and genetically linked to, an alkali porphyry system.

In early 2010, Mercator expended in excess of US\$1 million on the property to confirm and verify historic reserves and evaluate the economics of the project at current industry costs. The program included a 1,500-meter drill program, geo-technical sampling, permit initiation and engineering reviews, and land payments. This is in addition to the 35,000 meters of drilling and thousands of assays done by previous owners, all of which are still available.

A NI 43-101 technical report provided a resource estimate of 107 million tons, Indicated, containing 645 million lbs of 0.3% copper and 21 million lbs of 0.01% molybdenum. Historical reserves of gold and silver, not compliant under current guidelines, will be included in a forth-coming NI 43-101 report.

Additional information on TheMAC Resources is provided on our website:  
<http://www.eresearch.ca/profile.asp?companyID=590>

**New eResearch  
Material Since  
August 13, 2010:**

**1. Initiating Reports**

[TheMAC Resources  
Group Limited](#)  
**08/13/2010**

**2. Update Reports  
and Bulletins**

[Warnex Inc.](#)  
**08/20/2010**

[Golden Dory  
Resources Corp.](#)  
**08/17/2010**

[Antioquia Gold](#)  
**08/13/2010**

**3. Analyst Articles**

[Stock Market  
Timing](#)  
**08/17/2010**

[O B Research,  
2011-Year of Gold](#)  
**08/13/2010**

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 16 – August 20, 2010*

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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**CO<sub>2</sub> Solution Inc. (\$0.18 - August 13, 2010; CST:TSX-V) ....** CO<sub>2</sub> Solution Inc. and Codexis, Inc. made the first joint public presentation on their program to develop carbon capture technology to reduce pollution from coal-fired plants. The presentation was made at the 4<sup>th</sup> annual Carbon Capture and Sequestration Business summit in Washington, D.C.

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**SLAM Exploration Ltd. (\$0.12 - August 16, 2010; SXL:TSX-V) ....** (1) SLAM Exploration announced a non-brokered private placement of 2,500,000 units at a price of \$0.11 per unit for proceeds of \$275,000. A unit consists of one common share and one purchase warrant, with each warrant entitling the holder to acquire one non-flow-through common share at \$0.15 for a period of 24 months.

(2) SLAM has published the final gold results from drilling on the Company's wholly-owned Reserve Creek project in the Fort Hope area of Ontario. All three holes intersected mineralized iron formation and volcanics with visible gold. This includes a mineralized core interval grading 16.45 g/t gold over 16.85 metres, with individual samples up to 274 g/t gold over 0.5 metre in the deepest hole. SLAM plans to return to Reserve Creek with a follow-up drilling program.

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**Advanced Explorations Inc. (\$0.175 - August 18, 2010; AXI:TSX-V/AE6-Frankfurt) ....** Advanced Explorations has entered into an option agreement with Alaskan-based 7<sup>th</sup> Sea Holdings Company to either purchase for cash, shares, or a combination of both, or earn up to 100% interest in, 7<sup>th</sup> Sea's wholly-owned iron sands Alaskan claims and 25-kilometre area of interest.

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**Aberdeen International Inc. (\$0.40 - August 18, 2010; AAB:TSX) ....** Aberdeen International reported that the value of the Company's investment portfolio for Q2/F2011 (ended July 31, 2010) was about \$60.0 million (including a cash balance of \$3.9 million) or \$0.69 per share (not including the value of gold royalties), compared with \$0.80 per share for Q1/F2011 (April 30, 2010).

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**Golden Dory Resources Corp. (\$0.07 - August 19, 2010; GDR:TSX-V) ....** Golden Dory has begun preparations for a Phase 1 drilling program scheduled to begin this fall at the Pequop South property in northeast Nevada. Drill targets have been identified, and the permitting process has begun. The Pequop South property is under option from AuEx Ventures Inc.

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## 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).

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bedrock underpinning  
all capital markets”

## Monthly Top Ten

(Includes reports and articles only)

The top ten downloads from [www.ereseach.ca](http://www.ereseach.ca) since July 26, 2010:

1. SLAM Exploration Ltd., Perspective, July 28
2. Clarion, August 9 (Wheat) and August 16 (Baltic Dry Index)
3. Burcon NutraScience Corporation, **StockPotentials**, July 29
4. InvestmentU, Analyst Article, Soaring Wheat Prices, August 12
5. Wallbridge Mining Company Limited, Perspective, July 28
6. Stream Oil & Gas Ltd., Perspective, July 29
7. OB-Research, Gold Article, August 13
8. Sea Breeze Power Corp., Perspective, August 3
9. Potash Corp. of Saskatchewan, **Technicalities** Update, August 12
10. Antioquia Gold Inc., Perspective, August 13

## Bi-Weekly Top Five

(Includes reports and articles only)

The top five downloads from [www.ereseach.ca](http://www.ereseach.ca) since August 9, 2010

1. Antioquia Gold Inc., Perspective, August 13
2. Potash Corp. of Saskatchewan, **Technicalities** Update, August 12
3. Burcon NutraScience Corporation, **StockPotentials**, July 29
4. Aptilon Corporation, **StockPotentials**, August 10
5. Golden Dory Resources Corp., Perspective, August 17