

February 8, 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: Gold Price - Temporary Lapse?

Is the recent decline in the price of gold a temporary lapse or a harbinger of a longer-term trend?

Gold prices fell 1.1% in January 2010 as a stronger U.S. dollar curbed demand for the metal that has long been seen as an alternative investment, particularly in times of stress.

The U.S. dollar's rise is mainly attributable to a recent report showing that the U.S. economy grew 5.7% in the last quarter of 2009. We now could be at a cross-roads: has the demand for gold stalled?

Gold futures, in fact, have fallen to US\$1,067 for February delivery and are priced at US\$1,058 one year hence, as against the gold price at the February 6 close of US\$1,066, the lowest it has been in three months.

Short-term, we expect the U.S. dollar will continue to rise, particularly as the euro continues to weaken. The Greek tragedy unfolding could put enormous pressure on other European nations supporting large deficit possibilities. If so, gold could be caught in a conundrum. If the U.S. dollar is considered the only safe haven, gold is likely to tank. If support at US\$900 does not hold, the price could test the October 2008 lows just north of US\$750.

Longer term, President Barak Obama's State of the Union speech on January 27, with its message of continued spending and a focus on health care and climate change, rather than on jobs and the economy, could pressure the U.S. dollar later in 2010. Should the Democrats lose seats in large numbers in the Congressional elections next November, gold prices should recover and move higher as the U.S. dollar declines.

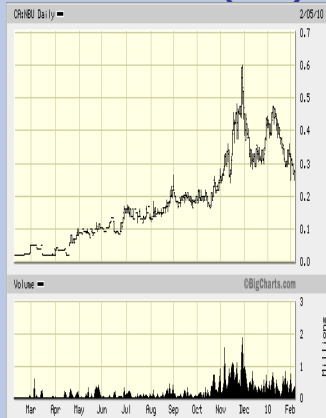
In 2009, the gold price gained 24% as the Federal Reserve's policy of low interest rates continued and added to the downward pressure on the U.S. dollar. For 2010, the price of gold may well depend upon the American administration's response to appeals for fiscal restraint and deficit reduction.

Beverly Brooks

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Chief Economist

Quick Facts

One-Year Chart (NBU)



Source: www.bigcharts.com

Price (Feb. 6/10):

\$0.275

52-Week High-Low:

\$0.60 - \$0.02

Target Price (12 mos.):

\$0.65

Average Daily Volume:

50-day: 477,300

200-day: 283,900

Shares Outstanding:

50.8 million

Market Capitalization:

\$13.97 million

Year-End:

November 30

Book Value Per Share:

2009E: \$0.05

2010E: \$0.06

Symbol: TSX-V: NBU

Stock-of-the-Week

Nebu Resources Inc. (NBU: TSX-V)

Nebu Resources is a junior mining company focused on gold exploration in Ontario. The Company's properties lie in three distinct areas: West Timmins, Burntbush, and Quest Lake. The Timmins West properties have great potential for a large find. They lie on, or in close proximity to, the Porcupine-Destor Fault, host of Lake Shore Gold's 812,000-ounce West Timmins gold deposit and its Thunder Creek high-grade discovery.

Nebu has just acquired a 100% interest in a group of 11 historic patented mining claims in the area of the Company's Timmins West properties. The claims, known as the Morin property, are adjacent to a past-producing gold mine, owned by Goldcorp Inc. and subject to an earn-in agreement with Metals Creek Resources Corp. The acquisition provides Nebu with property adjacent to both the north and south boundaries of the Goldcorp/Metals Creek property, which includes the past-producing Naybob gold mine. The Naybob mine operated between 1932 and 1964, and produced just over 50,000 ounces of gold. Nebu has begun a program of line cutting, and magnetic and induced polarization surveying at Morin, and has plans to begin drill testing of parts of the property within the next two months.

Nebu recently reported assay results from recent drilling at one of its properties in Denton Township in Ontario (in the Timmins West gold area). The properties are adjacent to Lake Shore Gold Corp.'s properties. Nebu's six holes at North Denton were completed in a high-target area. Assay results continue to be encouraging and warrant further drilling in the area, and at depth. Nebu is at an early stage of exploration on the property, and drilling to date has occurred at near-surface depths. Drilling is ongoing, with two rigs in operation.

The Company's shares "took off" in November on heavy trading volume, which has continued since, and reached a high of \$0.60, near our one-year price objective. Although the stock has dropped off, continued good drill results should see the stock challenge its recent highs.

We recommend the shares of Nebu Resources as a Speculative Buy for long-term risk-tolerant investors. Our 12-month Target remains \$0.65 per share.

Additional information on Nebu is provided in the following eResearch reports: Initiating Report of December 14, 2009.

You can view it here ► http://www.eresearch.ca/report/NBU_122109-I.pdf
Perspective of January 4, 2010.

You can view it here ► http://www.eresearch.ca/report/NBU_010410-B.pdf
Perspective of February 2, 2010.

You can view it here ► http://www.eresearch.ca/report/NBU_020210-B.pdf

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**New eResearch
Material Since
January 25/2010:**

1. Initiating Reports

[TECsyst Inc.](#)
01/26/2010

**2. Update Reports
and Bulletins**

[Nebu Resources](#)
02/03/2010

[Wallbridge Mining](#)
01/29/2010

[Globex Mining](#)
01/29/2010

[Integrated Asset
Management Corp.](#)
01/28/2010

[Antioquia Gold Inc](#)
01/25/2010

3. Analyst Articles

[Stock Market
Timing](#)
01/25/2010

[Pinnacle Digest](#)
01/25/2010

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

BriefCase

NewsBytes from January 29 – February 6, 2010

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.

Augen Gold Corp. (\$0.15 - January 29, 2010; GLD-TSX-V) Augen Gold announced the completion of a non-brokered private placement of \$470,000 through the sale of 4,700,000 units at \$0.10 per unit. As a result of this closing, and closings announced in October and December, the Company has completed non-brokered financings for gross proceeds of \$1,500,000. Net proceeds will be used to fund exploration and working capital.

Globex Mining Enterprises Inc. (\$1.50 - February 1, 2010; GMX-TSX/G1M-Frankfurt) Globex reported assay results from surface grab sampling of outcrops and possibly large boulders for rare earth elements at the Company's 100%-owned Turner Falls property in Villedieu Township in Quebec. Fifteen rock samples were analyzed for (among other things) trace elements including rare earths. Globex's February 1, 2010 news release provided tables showing the abundance of rare earth elements in the 15 samples.

SEMAFO (\$4.70 - February 1, 2010; SMF-TSX) SEMAFO announced that a regional exploration program has identified new targets at the Company's Mana mine in Burkina Faso. Auger drilling, conducted in two areas, has produced priority exploration targets with gold in-soil values of up to 1,224 ppb. A follow-up reverse circulation program has been scheduled. Two additional auger rigs are expected to begin drilling on the Mana property within the next few weeks. The exploration program is focused on the advancement of early-stage targets as well as the Wona deep deposits.

Marathon PGM Corporation (\$1.14 - February 1, 2010; MAR-TSX) Marathon PGM announced that resource expansion drilling campaigns are in progress at the Geordie Lake PGM-cu deposit near Marathon, Ontario, and at the Valentine Lake gold project in central Newfoundland. The Geordie Lake drilling consists of a 23-hole program to improve classifications and expand the tonnage and grade of the current resource. Drilling at Valentine Lake comprises a 40-hole program focused on the upper 150 metres of the Leprechaun deposit to evaluate the open-pit potential.

Rocmec Mining Inc. (\$0.07 - February 4, 2010; RMI-TSX) Rocmec has announced preliminary diamond drill results (Hole RS-02-09) from its campaign at the Rocmec 1 gold property at Rouyn-Noranda in Quebec. Four mineralized structures were intercepted in the diamond drill hole, and samples from the mineralized quartz veins returned grades of 7.4 g/t gold over 0.65 metres and 25.97 g/t over 0.25 metres. Also, the Company raised \$655,650 via a flow-through.

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@eresearch.ca.

“Research is the
bedrock underpinning
all capital markets”

Monthly Top Ten

(Includes Company reports only)

The top ten downloads from www.eresearch.ca since January 11, 2009:

1. Antioquia Gold Inc., Perspective, January 25
2. Wallbridge Mining Company Limited, Initiating Report, January 14
3. TECSYS Inc., StockPotentials, January 26
4. Greenock Resources Inc., Initiating Report, December 14
5. Augen Gold Corp., Perspective, January 21
6. Globex Mining Enterprises Inc., Update Report, January 29
7. Marathon PGM Corp., Update Report, January 15
8. Integrated Asset Management Corp., Update Report, January 28
9. Rodinia Minerals Inc., StockPotentials, December 4 and 8
10. Oroco Resource Corp., StockPotentials, January 20

Bi-Weekly Top Five

(Excludes Clarion weekly newsletter)

The top five downloads from www.eresearch.ca since January 25, 2010

1. Antioquia Gold Inc., Perspective, January 25
2. Wallbridge Mining Company Limited, Perspective, January 29
3. TECSYS Inc., StockPotentials, January 26
4. Globex Mining Enterprises Inc., Update Report, January 29
5. Integrated Asset Management Corp., Update Report, January 28