

NORTEC MINERALS CORP.

TSX-V: NVT / Frankfurt: WMQ

Closing Price (Feb. 1):	\$0.08
52-Week Range:	\$0.38-\$0.075
Shares Outstanding:	136.74 million
Market Cap:	\$10.94 million
Recommendation:	Speculative Buy (No Change)
12-Month Target Price:	\$0.50 (No Change)

PROFILE: Junior mining company with a diverse portfolio of properties in Finland; Labrador, Canada; and Azuay Province, southern Ecuador.



Source: www.bigcharts.com

ACQUIRING KARHJUPUKKA PROPERTY IN FINLAND; and LK PROJECT DRILLING RESULTS

1. Karhujupukka Acquisition

Nortec Minerals Corp. has signed a Memorandum of Understanding (MOU) with Akkerman Exploration B.V. to earn an undivided 80% interest in the *Karhujupukka* property in Finland. The property's minerals include iron (Fe), titanium (Ti), vanadium (V), platinum and palladium (PGE, or Platinum Group Elements), and gold (Au).

Nortec will fund and incur expenditures of €1,500,000 over an earn-in period of four years following the signing of an Option Agreement.

Akkerman filed an application in June 2008 with the Finnish Ministry of Labour and the Economy for 100% of legal and beneficial right, title and interest in and to seven exploration claims (the Karhujupukka property) with a combined surface area of about 600 hectares. The application is still under review.

The MOU gives Nortec the exclusive right to verify and evaluate the data and information made available by Akkerman, as well as to evaluate any other relevant data, plus collect additional data in the field through initial reconnaissance and exploration work on the claims.

Nortec will pay Akkerman 250,000 common shares upon signing of the MOU and receiving TSX Venture approval, and will enter into an Option Agreement when Akkerman has been granted 100% interest in the *Karhujupukka* property by the Finnish authorities.

COMMENT: *When Akkerman will receive notification of the decision on the application is not known.*

In addition, Nortec will issue the following shares to Akkerman:

- 250,000 common shares on the date of signing of the Option Agreement;
- 1,000,000 common shares on the first-year anniversary of the Option Agreement;
- 1,500,000 common shares on the second-year anniversary of the Option Agreement; and
- 2,000,000 common shares on the third-year anniversary of the Option Agreement.

The minimum exploration expenditures for the first 12 months after signing of the Option Agreement are €200,000.

For more details of the MOU, see Nortec's January 30, 2012 news release, available on SEDAR at www.sedar.com.

The Karhujupuuka Project

The *Karhujupukka* project is in northwestern Finland, and is one of the few known magnetite/ilmenite deposits in the country. *Karhujupukka* is 200 kilometres from the Swedish Kiruna iron ore district, with infrastructure and rail connection to the port of Lulea. Mineralization was discovered at *Karhujupukka* by the Geological Survey of Finland (GTK) in 1988.

Work Programs

Nortec and Akkerman are preparing detailed work programs by evaluating all of GTK's work to date, in order to confirm the dimensions of the mineralized Fe/Ti/V zone and the various magnetic anomalies for additional Fe/Ti/V mineralization. To delineate any potential hidden magmatic massive sulphide nickel(Ni)/copper(Cu)/PGE/gold(Au) deposits at depth, air-borne and ground Time-Domain Electromagnetic Surveys are also planned. This will be followed by target drilling, depending on results.

COMMENT: *Nortec is well financed to explore the Seinäjoki, Tammela and Kahujupukka projects. These projects have excellent potential, as well as good infrastructure and access.*

2. LK Drilling Results

On another front, Nortec announced results from the first three holes at the Phase V drilling program on the Company's *Läntinen Koillismaa* (LK) palladium/platinum/gold/copper/nickel (PGE+Au/Cu/Ni) project in north-central Finland. This project is optioned to Finore Mining Inc., which is earning an 80% interest by making payments of \$10.5 million and work expenditures totalling \$10 million over three years.

(The Option Agreement on the LK project was closed on September 21, 2011 with Otterburn Ventures Inc., whose name change to Finore Mining Inc. was effective September 26, 2011.)

Highlights of the LK drilling results include:

Hole HAU11-002: 44.0 metres at 0.80 g/t PGE+Au; 0.28% Cu; 0.19% Ni from 58 metres - including 13.0 metres at 1.15 g/t PGE+Au; 0.38% Cu; 0.27% Ni from 84 metres.

Hole HAU11-004: 5.0 metres at 1.05 g/t PGE+Au; 0.33% Cu; 0.24% Ni from 114 metres.

The drill results extend the known PGE+Au/Cu/Ni mineralization on the *Haukiaho* target, on the southern part of the LK project. A large portion of the 10,000-metre Phase V drill program is designed to target the 3,700-metre strike and down-dip extension of mineralization at *Haukiaho* to upgrade the Inferred Mineral Resource that was estimated as part of the NI 43-101 Technical Report on the LK project, recently submitted to Finore Mining.

For further details on the drilling results, see Nortec's and Finore's January 31, 2011 news releases, available on SEDAR at www.sedar.com. For details on the NI 43-101 Technical Report, see Finore Mining's January 16, 2011 news release, also available on SEDAR.

COMMENT: *The PGE and Au mineralization at Haukiaho appears to be associated with significant Cu and Ni values. Another two kilometres of strike are still to be drill tested at Haukiaho.*

THE COMPANY

Nortec Minerals is a junior mining company with a diverse portfolio of properties: (1) across Finland; (2) in Labrador, Canada; and (3) in Azuay Province, southern Ecuador.

The Company's strategy is to acquire: (a) properties located in low political risk countries with supportive governments, well established mining laws, and excellent infrastructure; and (b) previously explored properties in mining districts with existing exploration data-sets, providing greater potential for discovery.

Nortec's current focus is on its Finnish properties, exploring for base and precious metals, rare earth elements (REE), and lithium, with particular concentration on the *Läntinen Koillismaa (LK)*, *Tammela*, and *Seinäjäjoki* projects.

For more on Nortec, see eResearch's March 4, 2010 *Initiating Report* and subsequent reports, available at: <http://www.eresearch.ca/profile.asp?companyID=564>.

RECOMMENDATION AND TARGET PRICE

We are maintaining our Speculative Buy Recommendation along with our Target Price of \$0.50 per share.

RATINGS HISTORY

Date	Report Type	Recommendation	Stock Price	Target Price
March 4, 2010	Initiating	Speculative	\$0.10	\$0.24
April 19, 2010	Perspective	No Change	\$0.165	No Change
September 9, 2010	Perspective	No Change	\$0.14	No Change
December 23, 2010	Information Report	N/A	\$0.19	N/A
February 24, 2011	Perspective	N/A	\$0.36	N/A
March 25, 2011	Update Report	Speculative	\$0.30	\$0.50 (Increased)
April 1, 2011	Perspective	No Change	\$0.29	No Change
July 28, 2011	Perspective	No Change	\$0.25	No Change
August 16, 2011	Update Report	No Change	\$0.19	No Change
August 31, 2011	Perspective	No Change	\$0.19	No Change
February 2, 2012	Perspective	No Change	\$0.08	No Change

eRESEARCH CORPORATION

eResearch Analysts:

Bob Weir, B.Sc., B. Comm., CFA

Analyst Affirmation: I, Bob Weir, hereby state that, at the time of issuance of this research report, I do not own, directly or indirectly, shares of Nortec Minerals Corp.

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