

**Financial Summary**

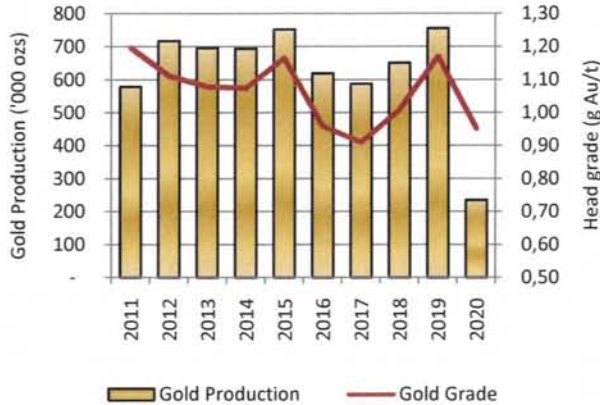
**Market Price Assumptions**

- Gold (US\$/oz)	775
- Silver (US\$/oz)	10
- Crude oil (US\$/bbl)	70,00
- Exchange rate (C\$/US\$)	1,18

**Proven & Probable Reserves**

- Ore tonnes (Mt)	183,3
- Au Grade (g/t)	1,07
- Au ozs ('000)	6 283

**Metal Production**



**Recoverable by-product (silver)**

- Ore tonnes (Mt)	183,3
- Ag Grade (g/t)	1,68
- Ag ozs ('000)	9 928

**Metal Recoveries**

- Avg. Gold Recovery	85,9%
- Avg. Silver Recovery	69,3%

**Metal Production**

- Au Production (k ozs)	5 397
- Ag Production (k ozs)	6 880
- Mine life (yrs)	9,1
- Avg. Au Prod. (k ozs/yr)	591
- Avg. Ag Prod. (k ozs/yr)	753

**Operating Costs**

	<u>US\$/t milled</u>	<u>US\$/oz</u>
- Mining	3,73	126,72
- Processing	4,96	168,49
- Transport & Refining	0,09	2,94
- General & Admin.	0,65	22,08
- Total Cash Costs	<b>9,43</b>	<b>320,23</b>
- Royalties	0,33	11,11
- Silver credits	(0,38)	(12,75)
- Total Direct Costs	<b>9,38</b>	<b>318,59</b>

**Hedging**

- % Spot Market	100%
- % Forwards	0%
- % Put Protection	0%
- % Gold Loan	0%

Avg. Realized Price (US\$/oz) 775,00

Total Project Capital Cost	788 872
Past Project Expenditures (up to Sept 08)	82 015
Going Forward (Oct 08) Project Capital	706 857

**Sources of Funds (k US\$)**

	<u>Capital</u>
- Cash	90 100
- New Equity/Debt	584 261
- Cat Finance Facility	83 250
- (less) Cat Lease Payments	(19 115)
- Gold Loan	-
Total	738 495

**Uses of Funds (k US\$)**

	<u>Capital</u>
- Construction Capital	706 857
- Working Capital	22 982
- Financing Fees	8 655
Total	738 495

**Debt/Equity**

	<u>k US\$</u>	<u>%</u>
- Debt	64 134	8,7%
- Equity	674 361	91,3%

**Debt Ratio Analysis**

	<u>Min</u>
Debt Service Cover Ratio	9,48
Loan Life Cover Ratio	12,66
Project Life Cover Ratio	19,40

**Project Valuation (k US\$)**

	<u>Before Tax</u>	<u>After Tax</u>
NPV 0%	1 655 194	1 232 960
NPV 5%	1 001 411	730 718
IRR	28,8%	25,1%