

GMP Securities

September 22, 2011

SUBJECT: Denver Gold Summary Comments

Highlighted Equities

G (George Albino) - Focus on expansion, low cost structure, low capex per ounce and best balance sheet – tied that all back into financial terms indicating company had greatest flexibility to boost divi's. Pointed out some new drill results at Cerro Negro (how does 11m [true width] at 111 g/t gold grab you?) on new structures. Indicated are looking for final ruling on El Morro early next year (currently working on optimization – a bunch of upside there). Indicated that fixes at Peñasquito (HPGR and tailings/water) on time/on budget and that 2012 is a full production year. Gave (positive) development updates for Cerro Negro, Eléonore, Cochenour.

K (George Albino) Not much new – drawing attention to recent exploration success at Tasiast and the potential to add materially to resource. Focus on adding more high-grade so the production drop currently expected after about year 5, can be deferred. Drew attention to valuation focusing on ounces (annual and total resource) versus EV – shows well on those metrics. Point out that when expansion complete 2015/16 Tasiast will likely be the largest pure gold producing mine in the world.

OSK (Andrew Mikitchook) - The Canadian Malarctic mine is currently ramping-up and on schedule for full capacity by year-end 2011. At Hammond Reef in Ontario, an EIA is being finalized and a feasibility study is expected by the summer of 2012. An inferred resource update is also pending. Re-rating of the company should be expected as mine performance is stabilized and Hammond Reef is advanced to the feasibility stage.

THO (Craig West) - ***very positive update. making great progress on site (portals & ug development, site access, equipment shop). Exploration results have been positive; we see potential for a material increase in resources when updated early in the new year. Note they will be starting drilling from underground later this year. On permitting, potential to get this soon and could kick off major construction effort as soon as Q4 THIS year. Worst case expect permitting by May'12 (unch). Leading candidate Perez holding up Escobal as an example of successful foreign investment.

SMF (Andrew Mikitchook) - The company has been delivering consistent operating performance and achieving internal growth from its existing assets – SEMAFO's return on capital has been averaging 20%. During the presentation management indicated they are using a 20% minimum return on capital hurdle rate to evaluate acquisitions – the market should continue to reward this strong growth and careful acquisition strategy.

VGZ (Craig West - not covered) - ****Positive. Post out tour of Mt. Todd a few weeks ago, meetings with the entire management team, and the company's presentation here at Denver Gold, we have become quite excited about Vista Gold. Focusing on a brownfield restart, with demonstrated resource growth and significant remaining exploration upside, we think the stock looks mispriced and see very good value at current levels.

Other Key Equities:

ABX - Talked about sector valuations (along lines of our thesis re quant involvement) – showed ABX's operating leverage (impressive) – reiterated company is world's largest gold producers and will mainly grow in gold and gold-copper. Lengthy discussion of new Cortez area discovery (including bringing VP Expl. up to talk). Some people were a little surprised at the depth and that the deposit is refractory.

NEM - Lots of talk about dividend (see our email of Monday morning for details) – very clearly and explicitly staking out position of company that will return most cash to investors. In terms of 7mm oz/yr goal they did not provide new data per se, but gave a graphic showing the ramp. I (and others judging by q&a) still have heartburn over some of what they include (e.g. Cerro Quilish in Peru, Meriam in Suriname), or how much additional production they forecast (e.g. Aussie expansion, Long Canyon).

SLW - **good presentation. Some emphasis on it's two flagship silver streams, Penasquito & Pascua Lama, which are major contributors to expected growth from 23Moz to +40Moz over the next 4 years. Focus on SLW vs. ETFs as investment vehicles, clearly targeting generalist fund flows seeking silver exposure. Spoke about dividends and good capacity for meaningful dividend growth - but will be slow steady growth, nothing quick or unsustainable. Asked about acquisitions, Randy stated there are times in the cycle when acquisitions make sense (given valuations), and times when building a war chest make sense - right now they are building a war chest.

YRI - again, talked about growth projects. Reiterated that's Mercedes will come on line ~6mos ahead of plan. Other dev projects are on track. Also reiterated that their growth plans are fully funded from cash on hand and opcf. Made a few comments re acquisitions; they are looking, would continue to focus on the Americas.

IMG - **good presentation/update. recapped strategy and highlights progress (v. different company than it was a year ago). Emphasized benefits of growth through brownfield expansion (we would agree). \$0.5 -\$1.0B in opcf per year (@\$1200-1800/oz gold) and lots of cash (\$1.7B at Q2 end). "will not do anything stupid" with the cash, prefers smaller bold on acquisitions, dislikes 'transformative' acquisitions. Will find partner (20%) and possibly IPO a piece (25%) of Niobec to demonstrate value.

NGD - *good update. Presentation focused on growth projects; differentiating factor is that all 3 of NGD's dev. projects are fully funded. Spent some time on the Blackwater resource update from earlier this week - this has been a great acquisition for New Gold.

FNV - emphasizing 3 differentiating characteristics 1) growth - 2011 revenues +70% yr-over-yr, 2) low risk - unmatched diversification, limited exposure to cost inflation, no capital cost exposure, 3) YIELD - 1.1% now, up 60% in 2011, significant liquidity \$570m & cash generation +\$350mm in 2011 so there is significant room for further growth.

ANV - **good update. key focus, as we would expect, was on the development plans for Hycroft. Potential to double production within the next 2 years with the heap leach expansion, and then effectively double again with startup of the mill in 2015. Talked about costs being Negative once the mill starts and huge silver credits kick in. Limited discussion on Hasbrouck or other earlier stage assets (ran out of time).

AGI - talked about the new high grade mill being installed at Mulatos - benefit in H1'12. Also starting to stack on new leach pad expansion so could see some increased production rates in Q4 this year. Excited about Turkish assets - we continue to believe permitting is a key hurdle. Zero comments on the Grayd acquisition, right next door. strategy recap

SSO - *good presentation. long story short: Pirquitas working very well now, will hit 8moz guidance for this year and maintain 8-10moz run rate for long term. With throughput up, and better by-product zinc production, getting costs under control. With \$700mm liquidity, now focusing more on their major development projects like Pitarilla (could see some positive news on this one).

CEE - construction for the Stage 4 expansion is expected to start in Q4 for Q1 2013 commissioning; long lead time items have been ordered. The \$255mm capex for Stage 4 and \$10-\$15mm for underground development will be sourced from operating cash flow. Growth from Sukari expansions, mining license growth (away from Sukari Hill with 2 rigs) and from the Arabian-Nubian Shield. Q3 as first full quarter with production from underground. Blasting issues experienced in Q2 and July overcome, operations improved since.

NSU - The company expects to declare a second dividend later in 2011. Future growth is expected from mining of deposits found on current company holdings (Harena, North-West and Hangingwall copper zones) as well as from acquisitions. Q3 operations thus far have been in line with those of previous quarters.

PVG - **good clear presentation. straightforward explanation of corporate strategy. Focused on the Brucejack high-grade. Drilling 70,000m program this year, targeting growth & upgrade of the high-grade estimate (currently 0.9Moz M&I and 1.9Moz inferred). Also now talking about potential for an "integrated" open-pit, underground development scenario for Brucejack (would be a bigger 3.2Moz M&I plus 4.5Moz inferred resource). Key catalyst is a resource update in Q4, kick off of high-grade and "integrated" PEA's.

R - **good presentation - market concerns addressed. started by addressing recent decline in share price. reiterated strong community support. Significant ramped up 2011 exploration program, 172,000m / 11 rigs (only did 108,000m in 2010). Highlighting upside beyond the last feasibility study - lots of ore grade material below the \$950/oz pit shell. A full permitting schedule (beyond what was press released earlier this week) will be available within weeks. We continue to believe this stock has been over penalized and presents good value at current levels.

OGC – Management continues to guide for 600,000oz/yr by 2016. Evaluating expanding the 3.5mtpa design capacity of Didipio to 5mtpa once in production. Capex for Stage I is \$185mm with \$30mm committed to date. A feasibility study on Stage 2 will commence at the end of 2012, once Stage I is in production. At Macraes in New Zealand, evaluating the possibility of constructing a super-pit utilizing due to the low power costs. A feasibility study is scheduled for 2012 that will evaluate mining of lower (less than 1g/t) material.

ITH - First major presentation by new CEO Jim Komadina (ex- AngloGold / Goldfields). Spent time arguing low risk nature of the project (mostly due to location w/i Alaska). More of a development/operations focus than on exploration geology - good to see, an important transition has taken place. 2011PEA outlined a 91,000tpd operation producing 664Koz per year at \$557/oz costs on average in the first 5 years. Reserves support a 23yr mine life. \$1.6B initial capex, \$0.59B sustaining capex LOM. Clearly very levered to gold; PEA 5%NAV is \$2.0B @ \$1200/oz gold, +\$4.5B @ \$1600/oz gold.

RMX - **very good presentation. Well received message focused first on new partners AEM & FNV which help provide validation of project value and upside potential. Briefly discussed deposit and did good job comparing with others in Red Lake. No longer comparing with Gold Eagle (we were happy to see). Spent more time on progress being made advancing the project, both with infill exploration drilling

and with early development activities (ug drifting, power supply, tailings prep, final permitting).

AR - not much new; but was a good update. Reiterated that once a construction decision is made, La Colorada could come on line very quickly; will make that decision once resources grow thru 750koz (we expect this will happen - resource update is pending, running a touch late and now expected early Q4). Pete did make some positive comments on the El Castillo sulphides, potential to grow beyond the current 1.5moz resource; met test work results expected before end of Sept.

PDL - currently in advanced discussions to raise \$75-100mm of secured debt. Potential to add to mine plan – Cowboy, Sherriff and Outlaw zones can be accessed laterally from levels at the Offset zone. Shaft being will initially operate at a 3,500tpd capacity expanding to 5,500tpd. Also indicated that the shaft is being sized for a 7,000tpd capacity for further expansions. Targeting 100,000oz/yr production from its Quebec gold assets; the projects are all within trucking distance of a central mill with spare capacity.

ORE - Highlighted management's 15 year track record in Burkina Faso, previously with the Essakane deposit later sold to IAMGold. Current program is focused on completing additional drilling at Bomboré to increase continuity and reduce oxide strip ratios – expect to go to 5-6 pit shells from 27 currently. Potential to offset portion of Bomboré capex through sale of the 67% stake Niger Uranium assets.

SAS - Currently ramping up to a production goal of 100,000oz per year at \$800/oz. Substantial discussion of exploration potential: in proximity to existing operations, on earlier stage properties (Garrison Creek, Stroud project) as well as within the company's 120km long under-explored land package.