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Award Winning Mining Analyst Presents a Compelling Case for Being Long Metanor
"In our newsletter we have companies we call "A" progress companies - those are companies that are in production ... quite frankly given the current price of your shares I think there's a real good chance we could see a double in your share price..."

Source: Jay Taylor

Greg Thompson
Precious Metals Review

Mining Analyst Jay Taylor Keen on Metanor

Metanor Resources Inc. (TSX-V: MTO) is a new, debt free, unhedged, gold producer in mining friendly Quebec. Metanor's 100% owned 1,200 (upgradeable capacity) TPD mill in Desmaraisville (Val d'Or) is now being scaled into full production. Production in 2008 should conservatively come in at 25K oz of gold and ramp up from there to 65k oz in 2009. Ore extract is coming from their 100% open pit operation on their Barry gold deposit (located approximately 100 km southeast of the mill). This exciting mining venture is the subject of a recently published private newsletter by mining expert Jay Taylor.

In the Q1 2008 Jay Taylor's Gold and Technology Stocks Newsletter he initiated a "Buy Recommendation" to his clientele/readership for Metanor Resources Inc. (MTO.V). Jay Taylor followed up with an in-person interview with the management of Metanor, of which a full transcript of that interview may be viewed on Page 2 of this publication or alternately you may read the transcript in [html](#)...

"We are working right now to crank the mill up to 750 tonnes a day, that should be done by the end of April/early May – this year. And by next fall, October, the mill will run 1200 tonnes a day"

Analyst, Jay Taylor: *And your grade is 7 to 9 grams per tonne. So I guess the economics work alright, what is the cost per tonne?*

Ghislain Morin, President MTO: *Right now the cash cost is \$310 per ounce.*

Analyst, Jay Taylor: *So if you have rock that's worth, you know – carrying a 1/3 of an ounce or thereabout of gold – then it can work pretty good, especially at \$900 gold...*

"The interesting thing too is the open pit mine you can prove ounces fairly quickly. So, I would say to investors that this is a story of production, exploration, and potentially building up ounces which will also add value to your share price I think. I think this is certainly a very exciting story." ...See Full Transcript Copy on Page 2



The intrinsic value of MTO.V is an outstanding opportunity for investors getting involved now and certainly justifies a significant upside share price adjustment. Their gold milling facility has a replacement value of \$100M+ and sits geographically as the only mill located within 200 km in a gold rich district that possesses resources exceeding 1.5M oz. MTO has a readily expandable resource base (current combined total is ~1M oz Au); 300,000 ounces on the Bachelor Lake Property, 450,000 on the Dubuisson Property, 100,000 (historic) ounces on the Hewfran Property, and ~200,000 oz on the presently ever expanding resource of the Barry deposit which they are currently mining and continue exploring.

Source: <http://www.miningmarketwatch.net/mto.htm>

NY Spot Close Mar 31, 2008; Gold: \$880.00, Silver: \$16.71

Transcript of Resource Channel interview between Jay Taylor (Analyst and Editor of Jay Taylor's Gold and Technology Stocks Newsletter) and Ghislain Morin, President & COO of Metanor Resources Inc (TSX-V: MTO) and also with Ronald Perry, Treasurer & Director

Transcript Source, Video:

<http://www.resourceschannel.com/programplay.asp?show=FacetheAnalyst-GhislainMorinandRonaldPerry>

Source, Audio only: <http://progressive.playstream.com/radiofn/progressive/jtMTOinterview.mp3>

Analyst, Jay Taylor: I'm Jay Taylor, I'm the editor at Jay Taylor's Gold and Technology Stocks Newsletter and I'm here today with Ghislain (Jessie) Morin, he's the President and the Chief Operating Officer of Metanor Resources and also with Ronald Perry who is the Treasurer and a Director of the company and I believe both these gentlemen are Directors of Metanor Resources. I met you in Vancouver a couple of weeks ago at the Gold Show. I was introduced to your story and found out that you were a new producer, with some very exciting exploration potential and you're selling at a pretty low price and I said "well gee", this is the story I need to tell my subscribers". So, we actually put you on as a "Buy - Recommendation" a couple of weeks ago and it is a very exciting story, but I'm hoping that we can share it now with our viewers so would you just sort of give us an overview of your company, your prospects, your objectives for the company going forward the next year two, three years?

Ghislain Morin, President MTO: Okay, well Metanor was formed in 2001, right here in Val d'Or, first of all we had to raise private money - we call it "love money"; everyone in Val d'Or became Metanor investors. We started with the Dubuisson Property which is located right here in downtown Val d'Or. We did 15,000 thousand meters of diamond drilling on it and came out under the instruments of 43-101 at 460,000 ounces, all categories of resources - measured, indicated and inferred. What's nice about this property is that its located right next to gold producer Agnico-Eagle Mines Limited (NYSE: AEM) - they are spending a couple of a hundred million dollars right now - we're right next to them - down the road we might come back to that one. But - after doing all that work on that Dubuisson Property... we had a few meetings and looked at what would be the cap ex on that one - to try to put that property into production - it was [would have been] big money and big dilution for the company, so we looked around at what could be much more interesting for us in terms of production - After looking around, we found Bachelor Lake Mine which was a good property and also infrastructure was sitting on it already. After discussing with the past owners, we discussed the price of it and we bought it out. And then we did another 15,000 meters of diamond drilling underground after pumping the shaft to be back in operation. After that we came up with three hundred thousand ounces underground, under 43-101 - good grades - so we just keep going.

Analyst, Jay Taylor: So you'll have 300,000 ounces on the Bachelor Lake Property and 450... on the Dubuisson Property, so you're already 750,000 ounces between the two.

Ghislain Morin, President MTO: Yes, and on the Bachelor Lake Property - there is another property right beside which we call the "Hewfran Property" belonged to AUR Resources. So during the time that Bachelor Lake Mines was in operation AUR Resources did a lot of exploration on the Hewfran property using the same underground infrastructures. They found out like ~100,000 ounces - so we bought that one also. Actually Bachelor Lake was only half a mine - in the past year - buying Hewfran property right beside became 100% of a real mine. So right now the plan is to keep diamond drilling on the ground on the Hewfran site to increase the ounces. Then we're going to have to sink a shaft by a 1000ft and get the underground developed and get that ready to go. But down the road - even having that, it was kind of hard to raise all the money to put it into production, because we are talking here 18-20 months work before it would be ready for production. So we decided to look around, what could give us some early cash-flow. - We found out the Barry Deposit belonged to Murgor Resources - which was open-pit deposit - we made them an offer - we put the deal all together and then we looked at what was possible to be done doing short runs - we started to get the metallurgy done on that and we found out it was really ready to go - that's what were doing right now ... right now - we started production two weeks ago, having all the camps set on the Barry site and also on the Bachelor Lake Site - we refurbished the mill; we did spend close to 5.8 million dollars into the mill and right now we're ready to go and so far we have over 35,000 tonnes crushed - sitting on the Bachelor Lake site ready to feed the mill ready - the mill is turning 24 hours a day right now and we also have about the same amount of ore sitting at the Barry site. What makes the Barry site very interesting - to start with, when we bought it from Murgor, many studies had been on it by other companies and they all thought that it was a flat deposit. So what makes Barry very interesting now, after doing the first blast on it we looked at it and thought "that could not be flat" - that's one of the reasons why we bought it - So today we're sure that's not a flat deposit - it dips 65 to 70 degrees down, not much diamond drilling has been done under that. Right now the pit will be down 25meters and we believe strongly that it can keep going down. Last summer we did a lot of exploration work on it by removing a lot of overburden around the pit, and we took a lot of channel samples, and so far that pit is extending sideways and on strike lines.

Ronald Perry, Treasurer, and Director MTO: It's a pleasant surprise - in a way that its really turning out to be a world class

- I think potentially world class deposit – expanding along strike - open at depth –it’s dipping at 65 degrees...

Analyst, Jay Taylor: Holes down yet? [on Barry]

Ghislain Morin, President MTO: We haven’t put any holes down yet, but just doing some surface exploration - now we’re quite sure where that deposit is going.

Analyst, Jay Taylor: Okay could you get us an idea what grades you’re ...

Ghislain Morin, President MTO: Yes, when we did our study - we did the study on 4.3 g/t with a width of eighteen, twenty meters. Right now the pit is 50 meters wide and the grades are ranging between 7 and 9 grams per tonne. So it’s quite interesting - and in the channel sampling, the ore stops in the clay - so it means we have to remove more over burden to find out where that thing is going.

Ronald Perry, Treasurer, and Director MTO: We are actually 100 feet outside the pit already on channel sampling and we’re ending in gold ... we are very pleased with this purchase.

Analyst, Jay Taylor: So are you now in production from both properties or just...

Ghislain Morin, President MTO: No just on the Barry Property.

Analyst, Jay Taylor: And your Barry Property is I believe 110 Kilometers on a private road going to Bachelor Lake.

Ronald Perry, Treasurer, and Director MTO: Being on a private road we can haul 50 tonnes a load versus if we’re on the provincial roads, we would probably do under twenty five. So management was very smart in putting a crusher on site at Barry so we take the large stones - crush them on site so we can add smaller stones and transport them, so we are transporting 50 tonnes. Management always thinks on its feet; cost conscious all the time, as Ghislain said “it a 110 kilometers, eventually it was supposed to be 130, but we found a horse shoe in the road so we built our own bridge and ... management had quotes of half a million dollars and they found it and got it in for well under \$150,000 - so they’re always thinking of how to get their things on time on budget - which is very good.

Ghislain Morin, President MTO: And so far we really got lucky on equipment, also because we own all the equipment for the pit.

Analyst, Jay Taylor: You own it, clear and free now – no debts?

Ghislain Morin, President MTO: No debt at all - we still have six million dollars in the bank - we just finalized five million dollars equity last week. And also, as everyone knows, I think its one of the best places to invest in exploration in Canada. We have got tax rebates from the Quebec government that’s great.

Analyst, Jay Taylor: You have a very pro-mining environment [in Quebec] not only on the part of Government but on the part of the people as well here.

Ghislain Morin, President MTO: Exactly.

Analyst, Jay Taylor: Do you have any infrastructure issues at all? - I mean - you're in production so obviously it is a very positive thing...

Ghislain Morin, President MTO: When we did the first study to produce - the infrastructure that we have on site right now – we would have to start with at least 100 million dollars – so it’s a really timing issue – that mill is just like brand-new right now [No infrastructure issues].

Analyst, Jay Taylor: You’re moving material about 100 kilometers I think you said?

Ghislain Morin, President MTO: Yes [110].

Analyst, Jay Taylor: And your grade is 7 to 9 grams per tonne. So I guess the economics work alright, what is the cost per tonne?

Ghislain Morin, President MTO: Right now the cost \$310 per ounce [cash cost].

Analyst, Jay Taylor: What was the cost to transport the material?

Ghislain Morin, President MTO: We're paying seventeen dollars per tonne.

Analyst, Jay Taylor: So if you have got rock that's worth, you know – carrying a 1/3 of an ounce or thereabout of gold – then it can work pretty good, especially at \$900 gold.

Ghislain Morin, President MTO: And in the mill - the first study, we were supposed to have like 35 people running that mill - and after making it automatic – we computerized the mill actually and we are now running that mill with 12 men instead of 35, so it brought the cost down again.

Analyst, Jay Taylor: I'm sorry, I think I interrupted you a minute ago, you said that your costs are about what per ounce?

Ghislain Morin, President MTO: \$310 per ounce [cash cost], and might go down again.

Analyst, Jay Taylor: It could go down again?

Ghislain Morin, President MTO: Yes, because we have higher grades - you know, there's some savings of [with] the mill...

Analyst, Jay Taylor: And economy of scale at all?

Ghislain Morin, President MTO: Right now we are doing 550 tonnes a day and we are working right now to crank the mill up to 750 tonnes a day, that should be done by the end of April/early May – this year. And by next fall, October, the mill will run 1200 tonnes a day.

Analyst, Jay Taylor: 1200 tonnes a day?

Ghislain Morin, President MTO: Yes.

Analyst, Jay Taylor: And you have enough mill feed to feed that?

Ghislain Morin, President MTO: Absolutely, because Just the Barry pit - when we first bought it, we thought we would have 18-24 months feed with that pit and right now we are talking more five years than two years!

Ronald Perry, Treasurer, and Director MTO: And possibly more as we keep drilling the property.

Ghislain Morin, President MTO: It keeps going.

Analyst, Jay Taylor: A lot of times the companies like to drill out a deposits before they start to mine it, is there is any danger that you might mine it in a way that would make it more difficult to get to the ore in the future?

Ghislain Morin, President MTO: That's one of the reasons why we did all that surface exploration – we are doing all those channel samples -and they give us good ideas of what could be on the ground - Like 15, 25, 30 meters deep. And right now we have two rigs just arrived on site, they arrived within the last two weeks, and we're going to start a big diamond drill program on the Barry site in the next couple of weeks from now.

Analyst, Jay Taylor: So you could be conceivably adding ounces – you don't have a resource really at Barry.

Ghislain Morin, President MTO: Oh Yes, there is over 200,000 ounces. If we would do the recalculation on it today, it would be double I would say (educated guess).

Analyst, Jay Taylor: Yes, of course when you do it, you will do it in accordance with 43-101, and then you will report it. So you have a pretty energetic drill program there now.

Ghislain Morin, President MTO: Yes... right now its' time to do between 15,000 - 20,000 meters from now until next December.

Analyst, Jay Taylor: Relatively shallow holes... open pit targets – So you should be able to prove up those ounces pretty quickly I would guess if you can get the assays back.

Ronald Perry, Treasurer, and Director MTO: We don't have any problems - that's a good point - for a small company our size, management... Serge and Jessie (Ghislain) decided to put their own lab in. We have a half a million dollar lab; we can do atomic absorption and fire assays. So we don't have or wait to find out whether or where we are going to drill for the next target, we get the instant results and we can plan - management can react very quickly.

Analyst, Jay Taylor: Management has that internal information, but that's not something you'll necessarily go out to with the markets.

Ghislain Morin, President MTO: We have to reconfirm them to be able to report them, but at least it helps us to know where we're going.

Analyst, Jay Taylor: Exactly, it allows you to plan and know where to put the next drill hole down.

Ghislain Morin, President MTO: And I think that is very important for us.

Analyst, Jay Taylor: I think it is very important because – yes the time aspect, because you have to wait for six months, a lot of times the labs are backed up many months and you have to wait and can't do your next drill program until you get the information, so that's really important.

Ghislain Morin, President MTO: We are so happy with it [Barry Deposit] because it was only 35-40,000 ounces. After removing all that overburden on top of it, right now I think we do have over fifteen hundred fifty foot lengths and it keeps going, that's unbelievable.

Ronald Perry, Treasurer, and Director MTO: And we went back and we purchased more property so we own Barry-1, Barry-2, so we have a lot of land ... and we also bought the Nelligan property which we own 70% of.

Ghislain Morin, President MTO: Just the Barry alone, it's 6,500 acres - which is quite big.

Analyst, Jay Taylor: So your main focus right now there is the Barry and the Bachelor Lake Properties, that's where you really focus, that's where your production is coming from. You mentioned the Nelligan, could you tell us a little about that?

Ghislain Morin, President MTO: Yes. Nelligan is located 4 kilometers from the Bachelor Lake Mill and so far we can see all the ore crop on surface. We took samples on it so far and the grade is unbelievable. So it deserves a good diamond drill exploration program. We will start doing that in the springtime. We are going to remove overburden, diamond drilling, and see what could be the potential of it. But what made us enter on that project is because of the location of it. Because Bachelor Lake Mines, and in between the Nelligan property, it use to be a base metal mine called Coniagis Mines, and that mine has been operation for 7 – 10 years and they were mining high grade zinc and silver. There was an anomaly on that property and when we look at the anomaly on the Nelligan property – I would say ten times bigger – never been drilled, its virgin – so we do not know what is there, but it is very interesting.

Analyst, Jay Taylor: It is very interesting, you have several other properties too, those are sort of your primary properties. You have a number of other properties, if you'd talk very briefly about those perhaps and what your plans are, do you plan to possibly joint venture in some of those out to some other companies.

Ghislain Morin, President MTO: Yes we do have Opinaca property located not too far from Éléonore (belongs to Goldcorp today - used to be Virginia Mines) and located about 8 kilometers from where they are, that one we plan to make a joint venture on that one also. We also have the Wahnapeite Property located in Sudbury, right near Nickel Rim South big discovery – this property is cobalt-nickel-gold deposit and lead. So this property deserves a good diamond drill program or it might be a joint venture on it also.

Ronald Perry, Treasurer, and Director MTO: It's so close to the Nickel Rim head frame that people think the head frame is on our property [LAUGHING] yeah.

Ghislain Morin, President MTO: But, our business plan right now is to concentrate on Bachelor Lake [and surrounding mining camp]. And right now - I think it's important to say so because that's exactly happened with the Barry Deposit - that was a part of our business plan - surrounding all that mining camp, and when we look at what has been done in the last 25 – 30 years there is a potential of 1.5 million ounces which have been found by small junior companies all around, and those deposits are too small to justify to build a mill.

Analyst, Jay Taylor: On their own, they could be mined through someone else's mill, possibly through yours. [Note: Metanor's Bachelor Lake sits geographically as the only mill located within 200 km]

Ghislain Morin, President MTO: The key of Metanor is to buy them out one by one, after looking at the quality of the resource. So far we did it with Barry, we are looking at something else right now and we trust I think it could be possible to add to ounces more than what we have right now.

Analyst, Jay Taylor: Okay well this begs the question then, you are talking about sizing up your mill to 1,700 tonnes a day I think?

Ghislain Morin, President MTO: 1,200. By the end of April [2008] we'll be 750, next fall by October – middle of October we'll be running 1,200 tonnes a day.

Analyst, Jay Taylor: Okay so that sort of begs the question I'm thinking all these different deposits, you have considerable upside potential, probably more at your existing mine.

Ghislain Morin, President MTO: Just looking at the Bachelor Lake Mines for example. Where we did our diamond drill programs on the ground. We did 15,000 meters and there's one reason why we have stop drilling because we are missing space to keep going -the angle was not going to be right if we were to keep going on it. So right now we have to sink a shaft and keep the last level for explorations if we are to keep going on it. That Bachelor Lake Mine has a potential for over a million ounces – for sure.

Analyst, Jay Taylor: A potentially very deep deposit I would imagine.

Ghislain Morin, President MTO: All deposits around here are as deep as 5 – 6 – 7,000 feet.

Analyst, Jay Taylor: Exactly, and now you have the capability, technically, to go very deep as Agnico-Eagle is doing on their property. So I guess we need to ask you a little about your management team, could you just tell us a little bit more about yourselves, both of you, and then maybe you could give us an idea of the rest of your management team.

Ghislain Morin, President MTO: Well right now the management team together has over 200 years experience in mining, which I think is quite important for what we are doing right now. Just myself, I've been working in the mining for the last 30 years. First of all I worked for BHP Biliton Development, I worked for Noranda for a few years, and then I came to work to myself - having my own company. I did almost all of the mills around here in this area in Val d'Or; I did the Doyon Mill which belonged in those days to Lac Minerals and Cambior and then I started the Mill at Gearndain which was, I think... 1,800 tonnes a day mill. I put up the mill AUR Resources which was 4,500 metric tonnes a day. I did the mill at Breakwater Mills on the other side of Lebel de Quevillon. And I did other jobs also in the mining industry, so I know quite a bit about one and I worked underground as a miner also. So I'm kind of home in that kind of trade. Ron I can let you talk about yourself.

Ronald Perry, Treasurer, and Director MTO: Well, myself, my background is a chartered accountant I met Jessie and Serge Roy, the CEO, about three years ago and was very intrigued by what they wanted to do. They wanted to build and have a sustainable business plan and that's what appealed to me. So I became an investor and then about a year ago the gentleman asked me to come on the Board of Directors and now I'm Director as well as Treasurer of the Company and I'm very pleased with what management has done today because we're building the company with sustainable growth and they're very cost conscious and they are looking for cash flow and that's why we are going into production.

Analyst, Jay Taylor: So Jessie you are in the operations part of the business. What about the exploration, because you are in exploration company, not only a production company.

Ghislain Morin, President MTO: Yes we do have a good geologist who is the director of explorations and he has over 35 years in explorations, who did work from many big companies also and worked also for juniors – so he knows very well what we are doing – that's Andre Tremblay - and so far when we do talk with Andre, who is very conservative geologist, and when we look at the Barry Deposit he says in thirty-something years of experience it's the first time in his life he has been working on a project which is that good. He is very impressed.

Analyst, Jay Taylor: So he is very excited.

Ghislain Morin, President MTO: Oh very excited.

Ronald Perry, Treasurer, and Director MTO: He can't wait to get the diamond drilling program going on that.

Ghislain Morin, President MTO: The other big issue at Metanor was the key people to operate all of this.

Analyst, Jay Taylor: Oh exactly, there is a shortage of people these days, so you have the mining people in place.

Ghislain Morin, President MTO: I knew many people who working with other mining companies around here and one of them who was one of the directors of them which IAMGold, Cambior in the past, he came to work with us as a general manager and a big crew of them came with him - so we had the main people to start to work with.

Ronald Perry, Treasurer, and Director MTO: Claude Imbeau is really a seasoned professional with many years of experience...

Ghislain Morin, President MTO: In the order of 35 – 40 year of experience in the mining industry of underground and surface operating.

Analyst, Jay Taylor: Very important, so you had money in the bank, you're producing. How much do you think you can produce? How much gold do you think you might be able to produce?

Ghislain Morin, President MTO: We like to be low profile on that, we don't want to say things that won't happen, so right now we're now saying to everyone were going to do 25,000 ounces, maybe up to 35,000 ounces [this start-up year] - and it could be better than that but we'll see down the road what is going to happen.

Analyst, Jay Taylor: Very good, so if we're looking at \$300 costs, roughly \$900 gold, you should have some good positive cash flows from even 25,000 ounces that could help to build up your cash position and any ideas, maybe some of that to buy some of these other things - gold projects.

Ghislain Morin, President MTO: It will help us to buy some more projects surrounding the Bachelor Lake Mine Camp and also using a piece of that money to do more explorations you know and we'd like to stop the dilution.

Analyst, Jay Taylor: Sure - well you have how many shares out now?

Ronald Perry, Treasurer, and Director MTO: 66,000,000 and change and we're in the process of doing 5 million dollars at a dollar(Raymond James) and change so we'll be maybe 71 million shares.

Analyst, Jay Taylor: Share price is more or less...?

Ronald Perry, Treasurer, and Director MTO: 98, 90 cents right now [early Feb 2008].

Analyst, Jay Taylor: So you're about \$50M market cap right now?

Ronald Perry, Treasurer, and Director MTO: We're not even covering the infrastructure, which is as Jessie said about 100 to 120 million and we have no debt.

Analyst, Jay Taylor: This is a situation - I think you just explained why I like this story when I heard it in Vancouver. Certainly if you're able to go into production and have lots of upside potential and I think you do from what I understand about the Barry Property especially. We have, in our newsletter, we have companies we call "A" progress companies - those are companies that are in production and we have then "B" project companies which are companies which have an ore body and some economic studies done but not yet in production and then we have C and D companies which are further away from production and we like to say that the B, C and D companies we need to see a double in their stock over the next year, over the next year, that's the justification for keeping them in our newsletter . Companies that are in production, as yours are, we don't demand such performance and quite frankly given the current price of your shares I think there's a real good chance we could see a double in your share price and I might also add that the gold shares have been very weak, they have not participated in this most recent move in gold from 700 to \$900. So I think you gentlemen, the shareholders ought to be very pleased going forward. If you are able to execute your business plan, if you can produce 25, 35,000 ounces, really the first year you're in production, and do it profitably and build up cash and I think this is a very good story. I'm very pleased that we have it in our newsletter and I really wish you guys all the best, is there anything else that we might want to add before we conclude.

Ghislain Morin, President MTO: Well again, I think this is going to be a great year for Metanor, especially with the Barry Deposit, with that big exploration program, we believe that Barry property has a potential to have more than 1 million ounces – for sure – just on Barry. So down the road after analysing that diamond drilling program, we believe that we might be going to have to look at it again because it might deserve a mill on its own.

Analyst, Jay Taylor: And not have to haul it.

Ghislain Morin, President MTO: Exactly. By the time we are going to have all those calculations done, we are going to be

close to being ready to get the underground [at Bachelor Lake Mine] mined out. We have got to be ready to be in operations from underground at the Bachelor lake Mine and the mill will be big enough, capable, to process all that ore. So down the road it could be two mines ongoing quite easily.

Analyst, Jay Taylor: Well, the interesting thing too is the open pit mine you can prove up ounces fairly quickly. So, I would say to investors that this is a story of production, exploration, and potentially building up ounces which will also add value to your share price I think. I think this is certainly a very exciting story.

Ghislain Morin, President MTO: A good issue I think we should talk about, that's the negotiations that we had with the Cree Nation. Very important, we are located on their land and business wise talking, it is going very well with them. This year there will be over 100 young guys that will be 18 years old so we are working on a training program at Bachelor Lake for them.

Analyst, Jay Taylor: For mining, and they will feel part of your Company very much.

Ghislain Morin, President MTO: Right now it is nice to have an open pit, because we only need 15 to 16 men to get all kinds of tonnage at it.

Analyst, Jay Taylor: So now if you can train them to do underground work. ... A very valuable resource because mining personnel are very hard to come by these days. That's a very wise move, forward looking view on management's part.

Ghislain Morin, President MTO: And they are close by; only 25 KM from the mine site.

Ronald Perry, Treasurer, and Director MTO: And the other thing is we need a sustainable business plan, as well as Jessie says, I mean we may be in the position to have two mills but then don't forget we still have 1.5 million of guaranteed exploration, there's other people that are always looking for gold, we know who it is, and it is just a question of negotiations and the economics justify that they'll be bought.

Analyst, Jay Taylor: I think it is a very compelling story, I thank you gentlemen for sharing that with our viewers and I wish you all the very best.

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