

**April 11, 2011**

*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**

For those of our readers who enjoy our newsletters, articles, and research reports, we would love to hear from you.

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### **Topic: Government Action**

Investors are not the only group to benefit from rising commodity prices. Governments around the world are also getting into the act, and not always in a positive way for the market. Perhaps the most prominent current event of note is the ouster of the CEO of Vale SA. Enormous pressure was applied to Vale's Board of Directors to remove Roger Agnelli because the Brazilian Government was unhappy that, under his leadership, over the past two years, Vale did not invest enough in the country, particularly, in steel production.

This is just the latest in a series of battles between governments and mining companies on how best to profit from a country's natural resources. Some countries, including Australia and Chile, are increasing resource taxes as a way to get more from miners, particularly as prices soar for commodities such as copper, coal, and iron ore, as well as increased demand from rapidly-industrializing nations like China.

The rising incidence of nationalism, and higher taxes/royalties are discouraging investment, since many mining companies are increasingly reluctant to make sizable monetary commitments to fund large projects.

The problem is escalating around the globe. For a while now, Central and South American countries have been increasing government control over their domestic natural resources: Venezuela, Brazil, Bolivia, Ecuador, and Panama have all intervened and/or changed the rules. South Africa, Zambia, Colombia, and Australia all announced their intentions to raise mining and metals taxes. Zimbabwe went one step further and ordered Anglo Platinum to cede majority ownership to Zimbabweans.

Canada is not without its interjections. The Canadian government thwarted plans by BHP Billiton to acquire Potash Corp. of Saskatchewan. Canada's National Energy Board requires oil drillers in the Canadian Arctic to be able to drill a relief well immediately if there is a blow-out. The Province of Alberta has proposed new environmental rules regarding certain oil sands leases, some of which are currently active.

Increasing government interference inevitably leads to a curtailing or cut-back in projects, which lowers supply and raises prices. Not good.

*Bob Weir*, CFA, and Managing Director, Research Services

## Quick Facts

### One Year Chart (URA)



Source: [www.bigcharts.com](http://www.bigcharts.com)

**Price (April 11/11):**

**\$0.22**

**52-Week High-Low:**

**\$0.39 - \$0.065**

**Average Daily Volume:**

**188,100**

**Shares Outstanding:**

**51.77 million**

**Market Capitalization:**

**\$11.4 million**

**Year-End:**

**July 31**

**Symbol: TSX-V: URA**

**Website:**

[www.anglocanex.com](http://www.anglocanex.com)

## Stock-of-the-Week

### Anglo-Canadian Uranium Corp. (URA: TSX-V)

Anglo-Canadian Uranium Corp. is focused on exploration for copper, gold, and uranium on its 16 properties.

Over the past year, the Company has engineered a shift in emphasis from uranium exploration to a concerted focus on its Princeton copper-gold property that is strategically located adjacent to the highly-acclaimed “Super Pit” of Copper Mountain Mining Corporation.

With a mid-2011 start-up of production at Copper Mountain’s 5 billion pound copper resource project that is expected to produce more than 100 million pounds of copper annually, the shares of Anglo-Canadian should benefit from the increased investor attention that should accrue to the area.

Further investor interest in Anglo-Canadian would be generated by any success with the Company’s own drill bit associated with its 5,000-metre drill program that is now in progress at Princeton.

Financing for the continuation of exploration at Princeton and other properties in 2011 should not be a problem and, in large part, could come from the exercise of in-the-money options and warrants that are expiring over the next six months.

Given the Company’s successful track record in fund-raising, a NI 43-101 resource estimate for Princeton is realistic in 2012-2013.

As a junior mining exploration company, Anglo-Canadian is not without its risks. None of the Company’s properties, as of now, has a NI 43-101 resource estimate. To obtain a resource estimate for Princeton and continue exploring other projects, the Company needs to raise up to \$3 million in 2011-2013. The future of the Company’s projects depends, in particular, on the prices of copper, gold, and uranium.

We are maintaining our Speculative Buy rating and raising our Target Price from \$0.25 to \$0.40. We are setting the Target Price for six months. The shares should be considered only by risk-tolerant investors.

Additional information on Anglo-Canadian Uranium Corp. is provided at:

[http://www.eresearch.ca/report/URA\\_040411-U.pdf](http://www.eresearch.ca/report/URA_040411-U.pdf)

**New eResearch  
Material Since  
April 4, 2011:**

**1. Initiating Reports**

NONE

**2. Update Reports  
and Bulletins**

[SPDR Gold Trust  
ETF](#)  
04/06/2011

[SLAM Exploration](#)  
04/06/2011

[Anglo-Canadian  
Uranium Corp.](#)  
04/04/2011

**3. Analyst Articles**

[Stock Market  
Timing](#)  
04/04/2011

[Analyst Article:  
Gold Leap](#)  
04/06/2011

In addition to these reports and articles, our full complement of research is available at [www.eresearch.ca](http://www.eresearch.ca)

**BriefCase**

*NewsBytes from April 1 – April 8, 2011*

Additional information on the companies featured in NewsBytes may be found at [www.sedar.com](http://www.sedar.com), and at [www.eresearch.ca](http://www.eresearch.ca).

For the latest eResearch publications, see sidebar opposite.

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**BlueRush Media Group Corp. (\$0.145 - April 1, 2011; BTV-TSX-V) ....** BlueRush has filed unaudited results for the three- and six-month periods ended January 31, 2011. Net income was \$146,700 in the quarter compared with \$117,277 a year earlier, and \$266,027 for the six months compared with \$258,053. EPS were unchanged from the previous year for both the quarter and six months, at \$0.004 and \$0.008 respectively.

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**Cadillac Ventures Inc. (\$0.175 - April 5, 2011; CDC-TSX-V) ....** Assays have confirmed the extension of mineralization at Cadillac's Thierry Mine project, east of the known deposit along strike. The Company has now successfully extended the known deposit along strike to both the east and the west.

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**Claude Resources Inc. (\$2.68 - April 6, 2011; CRJ-TSX) ....** Claude has entered into an agreement for the issuance of 20,000,000 its common shares on a bought-deal basis, at \$2.50 per share for gross proceeds of \$50,000,000. If an over-allotment option is exercised in full, aggregate gross proceeds would be \$57,500,000.

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**Cardia Bioplastics Limited (\$0.015 - April 7, 2011; CNN-ASX (Australian) ....** Stella Films, a Melbourne-based manufacturer, is using Cardia Bioplastics' *Cardia BioHybrid*<sup>TM</sup> patented technology for its recently-released range of sustainable film. The new range of films will be shown at a trade fair in Geneva, Switzerland starting April 12, 2011. The *Cardia BioHybrid*<sup>TM</sup> technology combines renewable thermoplastics with polyolefin material to reduce dependence on finite oil resources and reduce carbon footprint.

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**Amerix Precious Metals Corporation (\$0.085 - April 7, 2011) ....** Amerix shareholders approved a special resolution authorizing the Board to consolidate the common shares of the Company on the basis of one new common share for every three old common shares, and the Board subsequently confirmed Amerix's intention to proceed with the consolidation.

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## Opportunity Knocks

At the present time, eResearch has no positions available.

If you are interested in learning more about eResearch, please contact Bob Weir at the following: [bweir@eresearch.ca](mailto:bweir@eresearch.ca).

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## Monthly Top Ten

(Includes reports and articles only)

The top ten downloads from [www.eresearch.ca](http://www.eresearch.ca) since March 14, 2011:

1. Analyst Articles (4), Nuclear Situation, March 15, 15, 16 and 29
2. Golden Band Resources Inc., **StockPotentials**, March 22
3. SLAM Exploration Ltd., Perspective, April 6
4. Analyst Article, Gold Leap, April 6
5. SPDR Gold Trust ETF (GLD), Update Report, April 6
6. Adex Mining Inc., Update Report, March 4/March 8
7. Nortec Minerals Corp., Update Report, March 25
8. Microbix Biosystems Inc., **StockPotentials**, March 9
9. Aldershot Resources Ltd., Perspective, March 15
10. Plutonic Power Corporation, **StockPotentials** Perspective, March 14

## Bi-Weekly Top Five

(Includes reports and articles only)

The top five downloads from [www.eresearch.ca](http://www.eresearch.ca) since March 28, 2011

1. SLAM Exploration Ltd., Perspective, April 6
2. Analyst Articles (4), Nuclear Situation, March 15, 15, 16 and 29
3. Golden Band Resources Inc., **StockPotentials**, March 22
4. Analyst Article, Gold Leap, April 6
5. SPDR Gold Trust ETF (GLD), Update Report, April 6