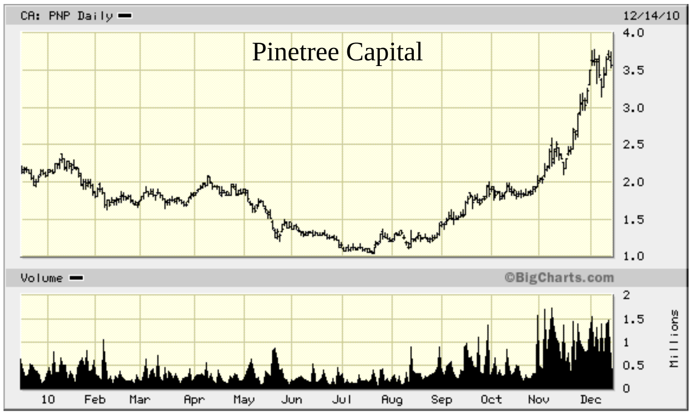
DAVID PESCOD'S STOCKTALK

Late Edition

e-mail: debbie.lewis@canaccord.com e-mail: david.pescod@canaccord.com

December 14, 2010



PINETREE CAPITAL	**(T-PNP)**	**$3.49**	**-0.19**
BROWNSTONE VENTURES	**(V-BWN)**	**$0.82**	**n/c**
GOLD CANYON RES.	**(V-GCU)**	**$2.37**	**+0.17**
U308 CORP.	**(V-UWE)**	**$0.80**	**+0.03**

It's the time of year for catching people and their predictions and finding out what the heck they expect for the coming year. Trying to catch up with *Sheldon Inwentash* of *Pinetree Capital* is difficult as the man seems to be on the road all the time and even when he's on the road, he is also the phone all the time!

When we finally caught up with Sheldon, he notes that he expects a big year in 2011 for virtually all commodities.

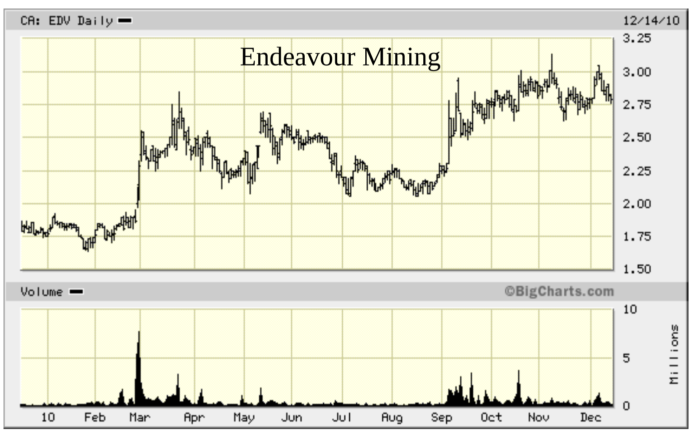
As far as his top three picks for 2011, he picks one oil stock, one gold stock and one uranium stock.

Interestingly, the oil stock is *Brownstone Ventures*, one of the stocks that *Scott Koyich* has also mentioned as a favorite pick for their assets down in Colombia which has been a great place to be for oil and gas companies and also in the Mediterranean.

In the gold sector, *Gold Canyon* is his pick and Gold Canyon has been announcing some rather dramatic results such as 132 m of 2.3 g/t on their drilling program. Yet another hole intercepted 108 m of 1.75 g/t. This is all on their Springpole gold project in the Red Lake Mining camp of Ontario.

In the uranium sector one stock that has already had a bit of a run, but Inwentash expects more from it and that's *U308 Corp*.

David Pescod T: 780.408.1750 Debbie Lewis T: 780.408.1748 Fax: 780.408.1501



KEEGAN RESOURCES	**(T-KGN)**	**$8.93 +0.03**
OREZONE GOLD	**(T-ORE)**	**$3.89 -0.01**
ENDEAVOUR MINING	**(T-EDV)**	**$2.74 -0.08**

Mining analyst *Nicholas Campbell* is off to Hawaii shortly, so before his mind gets on Mai Tai's and other such things, it was time to ask him the question of the season. If you could buy only one stock…

Campbell has been extremely helpful to us over the last 18 months with some amazing picks in the mining sector. Although one has to admit that sector has been generous in the last couple of months. It was way back in a bet with *Dave Coffin* that Campbell told us to go with *Keegan Resources*. Keegan did outperform *East Asia (EAS)*, but both have done quite well.

Just in the last few days Campbell has upped his target on Keegan Resources to $14.25 because the resource of their Esaase gold project has been boosted to 3.2 million ounces of indicated resource and an additional 1.6 million ounces of inferred gold.

Campbell writes, "With this resource expansion at Esaase, Keegan is now reflecting a market value of C$84/oz compared with the junior average market value of C$159/oz."

He was telling us to pick to *Orezone Gold* when we made a similar bet with brother Eric Coffin of the Hard Rock Analyst and came up with absolutely spectacular results as Orezone became a 4-bagger. It will be interesting to see what deep-drilling on that project can do for its stock.

But we corner Campbell with this question, for the coming year knowing that the markets have been quite generous, what would you pick for your one story? He goes with something actually seemingly dowdy and that's *Endeavour Mining*.

He writes in a recent report, "We continue to value the shares of Endeavour Mining based on a discounted cash flow valuation of its Youga gold mine (5%, Burkina Faso), Agbaou gold project (10%, Cote d'Ivoire) and Finkolo gold project (10%, Mali). Our peak gold price estimate of NAVPS (US$1500/oz Au) for Endeavour Mining has increased to C$5.54, up from C$5.45 previously."

Nicholas is expecting Endeavour to use some of its financial resources ($187 million in cash and $100 million in an acquisition facility) to make a major purchase shortly.

***Disclosure*: Keegan Resources, Orezone Gold, Endeavour Mining** and **East Asia Minerals:** Canaccord Genuity covers these stocks and has a Speculative Buy rating on them. (Speculative buy: Stocks bear significantly higher risk that typically cannot be valued by normal fundamental criteria. Investments in the stock may result in material loss.)
Canaccord has recently led a financing for **Orezone Gold.**

DEB'S DITTY:

Dear Santa:

Is it too late to negotiate?