

First Quarter Highlights

- The business combination with Suramina Resources Inc. was completed on April 17, 2009. Through the transaction, the Company acquired an outstanding portfolio of South American copper-gold projects. Suramina's most advanced project was Josemaria which contains a NI 43-101 compliant inferred resource at a 0.3% TCu cut off of 460 million tonnes at 0.39% TCu and 0.30 g/t Au. The Josemaria resource is open in several directions. Other significant projects include Los Helados in Chile a large copper gold system, where drilling in early 2009 hit 762 meters of 0.43% copper and 0.22 g/t gold.
- On July 2, 2009 the Company announced a business combination with Sanu Resources, which holds an excellent portfolio of gold and base metal exploration projects in Africa. Sanu's most advanced project is the Hambok deposit in Eritrea which has an NI 43-101 compliant indicated resources of 10.7 million tonnes grading 0.98% copper, 2.25% zinc, 6.84 g/t silver, 0.20 g/t gold containing 231.1 million pounds of copper, 530.7 million pound of zinc, 2.3 million ounces of silver, 68 thousand ounces of gold. There is an additional inferred resource of 17.0 million tonnes of 0.85% copper, 1.74% zinc, 5.89 g/t silver, 0.19 g/t gold containing, 318.5 million pounds of copper, 652.1 million pounds of zinc, 3.2 million ounces of silver, and 103 thousand ounces of gold. If approved by Sanu shareholders the transaction is expected to close by the end of August, 2009.
- At the Caballo Blanco gold project in Veracruz, Mexico work during the quarter focused on detailed mapping and sampling of five additional target area in the Northern Zone which have received much less exploration to date. Each of these zones is similar in size to the Cerro La Paila target where drilling to date has focused. The results of a follow up drill program targeting extensions of the Cerro La Paila target suggest that higher gold grades correspond to structurally controlled silicified breccia bodies as is common in many high sulphidation gold systems. These features can potentially be identified with geophysical techniques and future drilling will target these potential feeder structures.
- At the Los Helados copper/gold porphyry project located in Chile, deep penetrating geophysics utilizing the MIMDAS system was completed over the project area to better define the mineralization at depth. Results obtained subsequent to the quarter end suggest that the system remains open at depth, to the north, and to west. Further drilling at Los Helados is planned for the 2009/2010 season. Los Helados is part of the Vicuna joint venture in which the Company holds a 60% participating interest and JOGMEC holds a 40% participating interest.
- At the Josemaria copper/gold porphyry deposit, the Company carried out a deep penetrating MIMDAS geophysical survey designed to test for the presence of additional mineralization at depth. The results are currently being interpreted and targets will be followed up in a Jogmec funded drill program expected to start in November, 2009

Looking Forward

- During the second quarter the Company plans further drilling on the Zymo copper-gold project located 40 kilometres west of Smithers in central British Columbia.

- Later in the year the Company will commence a new phase of drilling at the Los Helados copper/gold porphyry project.
- The Company also plans a US\$2 million drill program to test extensions of the Josemaria copper/gold porphyry deposit. This program will be funded by JOGMEC who have the option to earn a 40% interest in Josemaria by spending US\$6.13 million over 3 years.