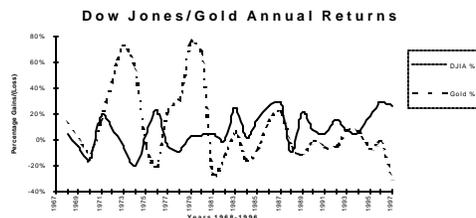




# Gold

## & Technology Stocks



Weekly Hotline Message

(Now in our 25<sup>th</sup> Year)

December 14, 2007

New Gold Share Recommendation

### Moneta Porcupine Mines Inc.



**Business:** Exploring and developing three gold properties in the Porcupine and Golden Highway gold camps near Timmins, Ontario

Traded TSX Venture:	ME
Shares outstanding:	88,205,610
Price 12/14/07:	US\$0.177
Market Cap:	US\$15.6 Million
Historical Gold Resource:	624,000 oz.
Progress Rating:	"C"
Telephone:	705-264-2296
Web Site:	<a href="http://www.monetaporcupine.com">www.monetaporcupine.com</a>

Moneta Porcupine Mines (ME) is a name those of us "senior" gold share investors may remember from the last great gold bull market. In fact, ME was one of a relatively few gold producers back in those days. On the basis of prior work by Barrick, the company's **Golden Highway Property** has an estimated 3.25 million tonnes averaging 6 grams of gold per tonne or 0.192 oz/ton. That's good for an estimated 624,000 ounces of gold with very substantial exploration potential.

Moneta has a total of 10 properties in its portfolio. However, it is actively exploring and developing three of these properties at this time. In addition to the Golden Highway, it is actively involved in the **Windjammer North** and **Windjammer South** projects. Collectively known as "**The Windjammer Project**," ME acquired Newmont's 50% interest in this property only in November of this year, in exchange for 4.38 million ME shares.

During the 1980s, Noranda did some drilling on this property, at which time it identified widespread gold mineralization in a number of zones. No follow-up work has taken place since then, but on December 14<sup>th</sup>, Moneta announced it is beginning a winter drill program on Windjammer South for the purpose of generating comparative geological information from past Noranda work and to infill historical data. Moneta intends to complete a 43-101 compliant resource estimate of historically defined gold mineralization on Windjammer South. Since Moneta has not published this historical number, we are guessing it was never made public in the past by Noranda, as is typical of larger mining firms. We will seek to verify that and if there is a quotable number we will pass it on to you subsequently. In any event, we would expect "x" gold ounces of additional resource from the Windjammer project in addition to the 624,000 historical ounces already existing from the Golden Highway Project. ME expects to work toward

---

gaining an NI 43-101 technical report to define a resource estimate in the near term. In addition, the company expects to expand the deposit by drilling into targets that have recently been established by way of 3-D modeling, ground magnetics, and IP geophysical surveys.

A third property of priority for ME is the **Michaud Property**, also a 50% holding. Here, some 1,200 meters of drilling was completed in February of 2007. Some of the better results were 3.1 grams/tonne over 1.2 meters and 7.5 grams over 0.5 meters within a zone of 2.1 grams per tonne over 5.9 meters. Earlier in 2005, before ME acquired the property, multiple gold zones were intersected on the **55 Zone** including 11.2 grams/tonne over 1.7 meters, 5.8 grams/tonne over 7.4 meters, 10.9 grams/tonne over 2.0 meters, and 9.0 grams/tonne over 5.9 meters. With these kinds of drill results early in the game, the Michaud Property would appear to have very good exploration potential, especially given the fact that the Michaud Joint Venture now controls 4 kilometers of favorable geology.

## MANAGEMENT

Kevin L. Snook, P.Eng., President & CEO. **Mr. Snook became President of the company in January 2006. Prior to that he was a director for a number of years. Mr. Snook is also Chairman of Geoinformatics Exploration Inc., a geo-science based minerals exploration company.**

Mr. Snook has over 20 years of wide ranging corporate finance and mergers & acquisitions experience in Canada, the United States and internationally. He has completed dozens of public equity, debt and tax-exempt debt issues and M&A transactions in his career, totaling several billion dollars. In addition, he has been instrumental in founding, managing and building several entrepreneurial companies. He also worked internationally for five years in the oil field service industry with Schlumberger Ltd., the world's leading oil field services firm, in Europe, the Middle East and Africa.

Mr. Snook was a Managing Director at Deloitte Corporate Finance Canada in Toronto, Ontario, which is the corporate finance arm of Deloitte & Touche from 1998 to 2004. He is active primarily in mergers and acquisitions and private placement advisory services.

Prior to joining Deloitte, Mr. Snook was Managing Director, Investments with Yorkbridge Capital, a US\$70 million private equity investment fund in Toronto, where he originated and managed direct private equity investments. He also served as a vice-president at Lancaster Financial, an independent merchant banking firm and mergers and acquisitions boutique in Toronto with \$140 million in equity capital. Mr. Snook was also a vice-president with a major bracket U.S. investment-banking firm in New York in its corporate finance and mergers and acquisitions groups for almost five years.

Mr. Snook co-founded and served as the first President of AirBoss of America Corp. (originally IATCO Industries Inc.), a public company traded on the Toronto Stock Exchange, which has grown to over \$200 million in annual sales.

Mr. Snook holds an MBA degree from Columbia University in New York, a Masters degree in Systems Engineering from Carleton University and a Bachelor of Engineering degree and has a professional engineering designation in the Province of Ontario.

**Rod C. Whyte, Chairman and Director** – Provides some much-needed capabilities on the promotional side of the business. Mr. Whyte is a well-known personality in both the mining and broader natural resources communities for over 30 years. An Australian expatriate who has been based in London since 1971, his background includes work as a stockbroker and in media work relating to resource company financing. Mr. Whyte has co-founded several companies in mining, oil/gas and timber. He is chairman of the Association of Mining Analysts in 1980 (when gold scaled to its peak). In addition to being a director of ME, Mr. Whyte is President of Mining Communications Ltd. (The organizer of Mines & Money, August Capital and East/West Timber (An integrated Russian timber company)

## The Bottom Line

What we see here is a company with a miniscule market cap of well under \$20 million, despite a historical resource of 624,000 ounces of gold plus very substantial upside potential. Assuming the NI 43-101 resource comes in close to Barrick's estimate of 624,000 ounces on the Golden Highway Project, combined with this company's hiring a well-regarded IR firm to help make its story known, this could, in our view, quickly take this stock to a double from its current price. But of course, longer term, we have bigger things in mind than a double for ME, given all its exploration potential. If you can buy this stock at under \$0.20 or \$0.25, we think it represents a bargain-basement deal. Of course we don't mean to insinuate that this is not a high risk/high return proposition, and as such, we would especially like to suggest you follow our constant recommendation that you not allocate more than 5% of your portfolio to this or any other one stock. If you do that and ME is successful in building up ounces in the ground, this junior gold mining firm should provide a good portfolio sweetener without your risking the longer-term portfolio growth.

**J Taylor's Gold & Technology Stocks (JTGTS)**, is published monthly as a copyright publication of **Taylor Hard Money Advisors, Inc. (THMA)**, Tel.: (718) 457-1426. Website: [www.miningstocks.com](http://www.miningstocks.com). THMA provides investment ideas solely on a paid subscription basis. Companies are selected for presentation in JTGTS strictly on their merits as perceived by THMA. No fee is charged to the company for inclusion. The currency used in this publication is the U.S. dollar unless otherwise noted. The material contained herein is solely for information purposes. Readers are encouraged to conduct their own research and due diligence, and/or obtain professional advice. The information contained herein is based on sources, which the publisher believes to be reliable, but is not guaranteed to be accurate, and does not purport to be a complete statement or summary of the available information. Any opinions expressed are subject to change without notice. The editor, his family and associates and THMA are not responsible for errors or omissions. They may from time to time have a position in the securities of the companies mentioned herein. No statement or expression of any opinions contained in this report constitutes an offer to buy or sell the shares of the company mentioned above. Under copyright law, and upon their request companies mentioned in JTGTS, from time to time pay THMA a fee of \$500 per page for the right to reprint articles that are otherwise restricted solely for the benefit of paid subscribers to JTGTS.

### To Subscribe to J Taylor's Gold & Technology Stocks Visit:

<http://www.miningstocks.com/select/gold>

Receive J Taylor's Gold & Technology Stocks monthly newsletter and weekly email messages for one year at \$159, two years at \$264 or three years at \$360 (rates apply to the US and Canada). For foreign postal delivery add 25% to regular prices.

**Return to:** PO Box 770871, Woodside, NY 11377, USA.

Toll Free: 1-800-715-8426, Phone or Fax: 718-457-1426, E-mail: [questions@miningstocks.com](mailto:questions@miningstocks.com)

(Make Check Payable in US\$ to Taylor Hard Money Advisors, Inc.)

**Please Select Subscription: 1 Year US\$159.00    2 Years US\$264.00    3 Years US\$360.00**

Name .....

Address .....

City ..... State/Prov. .... Zip/Postal Code .....

Telephone ..... Fax .....

Primary E-mail: [.....]

Secondary E-Mail: [.....]

Check     Visa     MasterCard     Discover

Card Number [.....] Exp. ....

Signature ..... 3-digit Code [.....] (Last 3 digits of the number found on the back of your credit card, below your signature)