

Presentations

Xuzhou Coal Meetings

Feb. 5/07 → Goodrich Central South  
→ South Cirque

① William Boden - First Coal Corp. (+ Michael Hunter) - fluent Chinese → South Cirque  
- private (30% - Mgt / 70% individuals)  
- > 80k ha - lease application (~130km long)  
- close to rail/roads  
- ppt. pres.

a) Goodrich Central-South - "substantial damage + good grade"  
→ commence mining (sub. to financing) - 2 yrs!  
- total about 130 Mt surface resource

b) South Cirque - objective = 130 Mt surface resource  
(est. by Enf Canada) - drilling in progress

→ "Ideal stage to join with partner"  
→ preparing for production → "inv. equity + JV oppor"  
- very enthusiastic re- Chinese technology + investment opp.

- + w/g opportunities!  
- importance of strip ratio to extend mine life

Balcount Study - Q2-2007  
Feas. Study #  
→ req. sig

12-30 day wait for ship to get into Westshore Terminal - Roberts Bank

② Koble Koornhof - Pine Valley Coal - sep: Handout  
(ex-geologist)

Reason for stopping? - "yield in the washing plant" (ie. PCI vs coking transition)

Orig. Cap. Cost ~ \$18M (Cdn)

80-85% yield

③ Paul Brent - Western Can. Coal - ppt. pres.  
- 300 employees  
- raised close to \$400m over last 4 yrs.  
NE Coal - Rail: 10-20 Mt/yr - add. capacity  
- Part - 150 km closer than SE coalfield

Res. 300mt  
PCI - 10 Mt/yr (start 2011/2012)  
55% of 75% expected  
\$1.5B - 1980s cost of town (tumbler ridge ~3500 pp) + port + rail

MINES  
① Wolverine (July 26/06) - spent ~\$300m Cdn - Perry Creek - already shipped ~600kt potential  
② Dillon - PCI coal (closed old '04) - 1.38 Mt prod. (~80,000 t/yr) 2.5-3 Mt/yr over next 15 yrs.  
③ Brule - PCI - in prod. (850kt/yr) Entire res. ~ 22.5 Mt Full rate → 2 Mt/yr. (ie. ~10 yrs life)  
EB Hermann w/g @ Perry Cr plus - Belcount spin partnership