

Feb. 5/07 → WOLVERINE

Presentations

Xuzhou Coal Meetings

① William Boden - First Coal Corp. (+ Michael Hunter) - Fluent Chinese → Brute
Hunter + Jumbor Ridge

- private (30% - mgt / 70% individuals)
- > 80k ha - lease application (~130 km long)
- close to rail/roads
- "substantial damage + good grade"

a) Goodrich Central-South - "substantial damage + good grade"

→ Commence mining (Subj. to financing) - 2 yrs!
Demitting sub. 03-2007
Small mine

total about 600M surf. + w/g

15-30 day wait for ship to get into Westshore Terminal - Roberts Bank

b) South Cirque - objective = 130 Mt - surface resource
 (est. by CNF) - 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

Balcanit Surv. Study - Q2-2007
 → req. 5th #

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
 - Port - 150 km closer than SE coalfield

Res. 300Mt
 Pct. 8 - 10 Mt/yr (start 2012)
 ~55% of expected
 \$1.5B - 1980s cost of town (tumbler ridge) + port + rail

MINES
 ① Wolverine (July 26/06) - spent ~\$300M Cdn - Perry Creek

② Dillon - PCI coal (closed 06) - 1.38 Mt prod. (~80,000 t/yr)

③ Brute - PCI - in prod. (850kt/yr) Entire res. ~ 22.5 Mt

EB Hermann w/g @ Perry CK plus - Betanuit Surv. Partnership

2.5-3 Mt/yr over next 15 yrs.
 Full rate → 2 Mt/yr. (ie. ~10 yrs life)