

HIGHLIGHTS AND OBJECTIVES



2005 HIGHLIGHTS*

- .: Successfully launched a pilot-scale test-mining program at the Bolivar mine that is now generating positive cash flow.
- .: Increased Malpaso Mill capacity from 200 to 300 tonnes per day.
- .: Compiled and digitized a geological and technical database for Bolivar to guide exploration and mine development efforts.
- .: Commissioned and received a technical report and resource estimate for Bolivar that meets National Instrument 43-101 standards.
- .: Raised \$4.5 million to advance Bolivar to pre-feasibility study.
- .: Exercise of warrants brings in \$1.3 million.
- .: Recruited key industry professionals with strong technical skills at the management level.

* Change in fiscal year from March to December

2006 OBJECTIVES

- .: Define sufficient resources at Bolivar to commission a feasibility study that will give us the parameters for eventual full-scale production, including construction of an appropriately sized mill on site.
- .: Explore and advance the Promontorio project with internal financial and technical resources, or through joint ventures or partnerships.
- .: Increase the capacity of the Malpaso mill to 600 tonnes per day by the end of the year.
- .: Evaluate, and if warranted, acquire projects with a history of small-scale production in the Sierra Madre mining district.

