

RESOURCE OPPORTUNITIES

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Romios Gold/Copper Canyon

(RG-TSXV; CPY-TSXV)

The following is extracted from the April 2007-2 Issue

Romios Gold (RG-TSXV; C\$0.65) announced its intention to merge with **Copper Canyon Resources** (CPY-TSXV). Both companies hold property near the huge Galore Creek deposit, which is about to be developed by NovaGold. Under the proposed agreement, Copper Canyon shareholders would receive 1.5 shares in New Romios for each Copper Canyon share and Romios Gold shareholders will receive 1.0 share in New Romios for each Romios Gold share currently held.

The Copper Canyon deposit, which is part of the Galore Creek project, contains over 2.86 million ounces of gold, 37.9 million ounces of silver and 1.16 billion pounds of copper. NovaGold can earn an 80% interest in the Copper Canyon deposit by funding a feasibility study. Romios's properties in the Galore Creek area have an initial inferred resource of 200,000 ounces of gold,

291,000 ounces of silver and 6.7 million pounds of copper. Most of the Romios property has yet to be explored. Last September, Barrick Gold purchased Pioneer Metals for \$52 million. Pioneer has a property near Galore Creek and Barrick was attempting to acquire NovaGold. The Pioneer property has no resource, yet the amount paid was similar to the amount effectively being paid by Romios for a company with a significant deposit.

The merger, likely to conclude in late September, will result in a company with a substantial resource and an outstanding exploration land package. The Romios share price came down from its recent high on the news, but over time should reflect the improved visibility of the larger company and results of exploration, which will continue aggressively over the summer.

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