

October 20, 2011

METALS & MINING

Mining & Exploration

Small Cap Prospects

Unless otherwise denoted, all figures shown in US\$; we are using US\$0.95 conversion rate

◆ During the past twenty-four months, Cormark Securities Inc., either on its own or as a syndicate member, participated in the underwriting of securities for these companies and/or participated in and received a fee for the non-brokered placement of these securities.

Supply/Demand Imbalance To Continue:

With industrial consumption for base and specialty metals growing strongly as urbanization trends continue in China and India and as investment demand for precious metals intensifies, new sources of mine supply are unlikely to keep pace with the global demand growth for metals and minerals for the next several years.

Capital To Flow Down The Chain:

With tight market conditions, metal prices are expected to remain high, pending a rebalancing of the markets through supply side growth. In this environment, capital should begin to flow to the next phase of mining projects and companies, specifically, those in the exploration and development stage. These projects need to be developed to rebalance the market.

The Prospects Presented:

The smaller cap prospects outlined in this report have interesting early stage projects well positioned to meet the pending/continuing commodity supply shortfall and potentially create shareholder value in the process.

Base Metals:	Sym.	Pg.	Precious Metals Cont'd	Sym	Pg.
Canadian Zinc	CZN	11	◆ Bellhaven Copper & Gold	BHV	35
CuOro	CUA	13	◆ Dalradian Resources	DNA	37
First Point Minerals	FPX	15	◆ Dunav Resources	DNV	39
INV Metals	INV	17	◆ Edgewater Explorations	EDW	41
Nautilus Minerals	NUS	19	Kaminak Gold	KAM	43
◆ New Hana Copper Mining	HML	21	◆ Kilo Gold	KGL	45
NGEx Resources	NGQ	23	Magellan Minerals	MNM	47
Salazar Resources	SRL	25	Mawson Resources	MAW	49
Sunridge Gold	SGC	27	Merc International	MRK	51
Tirex Resources	TXX	29	Newstrike Capital	NES	53
Zincore Metals	ZNC	31	◆ Oromin Explorations	OLE	55
			◆ Pilot Gold	PLG	57
			◆ Queenston Mining	QMI	59
Precious Metals:	Sym	Pg.	◆ Sandspring Resources	SSP	61
◆ Ampella Mining	AMX	33			

Disclosure statements located at the back and inside back cover

* Riverstone Resources and Gold Canyon have not been removed from our list but we are restricted from publishing an update due to recent financings that Cormark was involved in.

Bellhaven Copper & Gold Inc.

(BHV - \$0.43, TSX-V)

Recommendation: NOT RATED

Target Price: N/A

All figures in C\$ unless otherwise noted

Market Data (MM)

Current Price:	\$0.43		
Basic Sh. O/S	94.2	Market Cap.	\$40.0
FD Sh. O/S	122.3	Float	\$32.0
Mngt., Dir., Insiders	19.0	EV	\$34.1
% of Basic	20%		

Balance Sheet / Resources (MM)

Cash	\$5.9	Working Capital	\$4.9
Total Debt	\$0.0	FYE	12/31
Total Resource, oz	1.00	EV/Total Res.	\$34/oz

Valuation

N/A

Main Property

La Mina	Ownership: 100%
Location:	Colombia
Stage:	Exploration & Resource Development
Deposit:	Gold-copper porphyry
Resource (M&I + Inf):	40.6 MMT @ 0.77 g/t Au (1.0 MMoz) & 0.31% Cu (0.3 MMlbs)

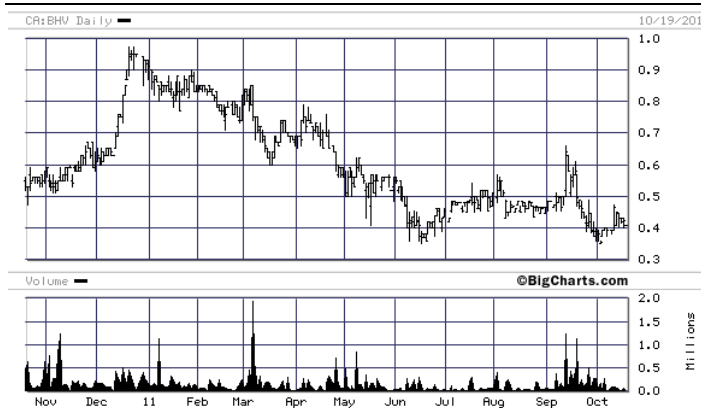
Management

Paul Zweng, Interim CEO & Director: Dr. Zweng has successfully blended a technical and financial background in exploration and mining over the past 25 years. From Feb. 2003 to Sept. 2008, he was the COO and then President/CEO of TSX-listed QGX Ltd, a company with mineral projects in Mongolia.

Julio Benedetti, President & Director: Mr. Benedetti is a central figure in the mining industry of Panama and currently serves as the President of the Panama Chamber of Mines. He is an alumnus of the Colorado School of Mines.

Richard Lyon, COO: Mr. Lyon spent 33 years with Chevron Corporation in key executive and advisory roles. Following this, he was the CEO and Global Projects Director of a privately-held company called Australian-American Energy Company.

Price Chart



Source: Big Charts (Oct. 19, 2011)

Company Profile

Bellhaven is a Canadian based company with the goal of discovering, acquiring, and developing resources in South and Central America. With new management, a new corporate strategy, and several large high quality assets, Bellhaven is primed to build substantial value through the drill bit.

Recent Developments

- On September 13, 2011, Bellhaven announced a maiden 43-101 compliant resource estimate for La Mina Project, establishing an inferred resource of 1.0 MMoz gold (at 0.77 g/t Au) and 0.3 MMlbs Cu (@0.31%).
- On August 2, 2011, Bellhaven announced assay results from three holes into the Middle Zone. Results included 101 m of 0.71 g/t Au from surface.
- On July 5, 2011, Bellhaven reported the appointment of Richard Lyon to the position of Chief Operating Officer, effective immediately.
- On June 28, 2011, Bellhaven announced that it completed its initial drilling campaign at the La Cantera prospect. The company is now preparing for the first 43-101 resource estimate at the project.
- On May 25, 2011, the Company released details of its second hole at Caracucho, Pitaloza, Panama. Results included 50 m of 0.98 g/t gold and 0.46% copper.
- On May 9, 2011, Bellhaven announced assay results from three holes at La Cantera deposit at La Mina. Results included 236 m of 1.04 g/t gold, 230 m of 0.99 g/t gold, and 205 m of 0.91 g/t gold.
- On April 21, 2011, Bellhaven announced that it suspended drilling at its Pitaloza Project in Panama until the concession agreement is worked out. In addition, the Company released assay results from the same project, including 18.29 m of 1.32 g/t gold.
- On April 20, 2011, the Company announced a \$5 MM private placement at a price of \$0.55 per unit (one share plus one half warrant at \$0.80)

Reasons To Watch

Big Projects With Attractive Geology. The Colombian La Mina Project is a higher grade gold-copper porphyry deposit derived from just 1 of 11 prospects within La Mina concessions. The Panama projects are high-sulphidation epithermal gold deposits. Both of these types of deposits hold the potential for large-scale, open-pittable, and low-cost mines.

New Team With New Strategy. Bellhaven has undergone a complete makeover with a new management team. The current interim CEO has a solid track record of helping Canadian junior exploration companies take projects forward, while the new COO has experience building projects around the world.

Potential Catalysts

- Drill Results from La Mina, Colombia – 2011
- Metallurgical test work at La Mina – Q4/11
- Granting of concessions in Panama – early 2012

La Mina, Colombia Project

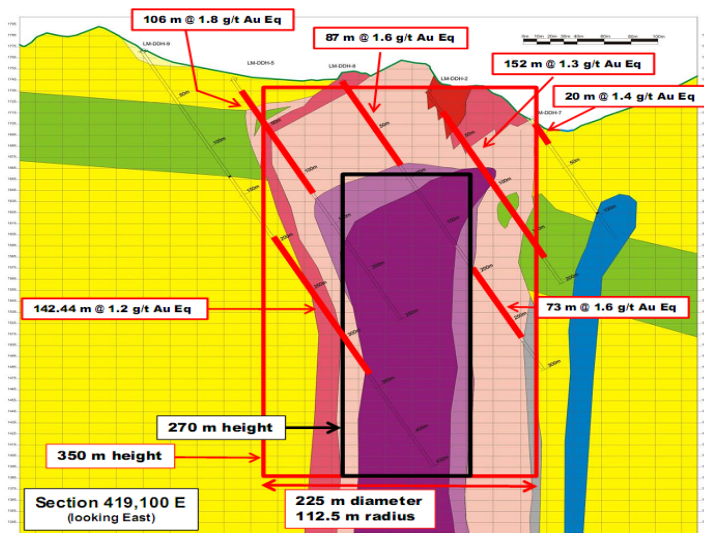
Ownership: 100%

- La Mina is an early-stage porphyry gold-copper project located 45 km southwest of Medellin. La Mina is located in the Middle Cauca volcano-plutonic belt, which is known to host large porphyry gold deposits such as AngloGold's La Colosa (12.9 MMoz at 0.86 g/t Au) and Sunward Resources' Titiribi (2.7 MM oz at 0.50 g/t gold).
- La Mina has a 43-101 compliant inferred resource estimate of 1.0 MMoz gold (at 0.77 g/t Au) and 0.3 MMlbs Cu (@0.31%) from the La Cantera zone.
- La Cantera is 1 of 11 known porphyry prospects at La Mina. The other three prospects include the Middle Zone, El Tanque, and El Limon, located approximately 0.5 and 1 km to the north, respectively.
- La Mina is accessible by paved and dirt road. Water, power, and labour are all readily available.
- The previous owners, a JV between AngloGold and Bema Gold, drilled six holes into the La Cantera porphyry target.
- The most significant intercept to date at La Mina was reported at the end of February 2011, with results of : DDH-16: 205.3 m of 0.91 g/t gold and 0.31% copper, starting at surface, including 98.2 m of 1.62 g/t gold and 0.44% copper (~ 2.40 g/t AuEq).

Drilling Results By Bellhaven

- 142 m of 0.7 g/t gold and 0.29% copper ~ 1.20 AuEq
- 40 m of 1.43 g/t gold and 0.55% copper ~ 2.37 AuEq
- 62.6 m of 0.47 g/t gold and 0.09% copper ~ 0.62 g/t AuEq
- 183 m of 0.2 g/t gold and 0.12% copper ~ 0.41 g/t AuEq

La Mina – La Cantera Section



Source: Bellhaven Copper & Gold Inc.

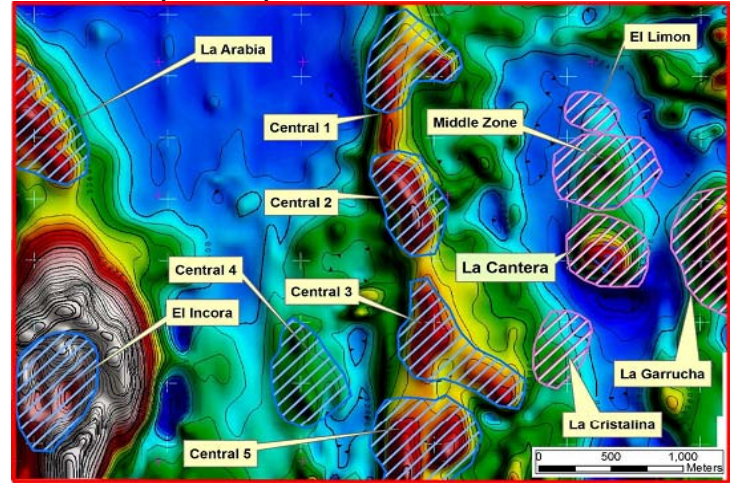
Comparables

The intersections drilled to date are typical in grades and thickness to porphyry systems.

- Caspiche, Chile: 0.46 g/t Au & 0.17% Cu
- Cerro Casale, Chile: 0.51 g/t Au & 0.21% Cu
- Titiribi/Cerro Vetas, Colombia: 0.50 g/t Au & 0.20% Cu
- Conga, Peru: 0.65 g/t Au & 0.26% Cu
- La Colosa, Colombia: 1.0 g/t Au

◆ During the past twenty-four months, Cormark Securities Inc., either on its own or as a syndicate member, participated in the underwriting of securities for Sunward Resources

La Mina Prospects Map



Panama Projects

- Bellhaven controls a belt of high-sulphidation epithermal gold targets in Panama, on the Azuero Peninsula. Over 60% of Peru's total gold production comes from high-sulphidation epithermal gold deposits.

Pitaloza

- The advanced stage Pitaloza project hosts three highly prospective deposits: Bejucosa, Cementerio, and Caracucho.
- Each zone gives indications of dimensions of 25 m x 750 m, to a depth of 200 m.
- High-sulphidation epithermal systems also usually have a feeder zone somewhere at depth, where grades and continuity see substantial increases. While it is very speculative, there is considerable upside on this project.
- The first two drill holes from the Bejucosa high-sulphidation epithermal gold-copper prospect were less impressive than we were hoping. Gold and copper values were low, with the best gold grade consisting of 0.54 g/t over 1.88 m (at 230 m depth).

Azuero Peninsula - Panama



Source: Bellhaven Copper & Gold Inc.

**Disclosure Statements and
Dissemination Policies**

A full list of our disclosure statements as well as our research dissemination policies and procedures can be found on our web-site at: www.cormark.com

Analyst Certification

We, Richard Gray, Cliff Hale-Sanders, Mike Kozak, Rajiv Chail, Rajbir Gill, Graeme Jennings, Joshua Perelman, and Edward Otto, hereby certify that the views expressed in this research report accurately reflect our personal views about the subject company(ies) and its (their) securities. We also certify that we have not been, and will not be receiving direct or indirect compensation in exchange for expressing the specific recommendation(s) in this report.

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