

RESOURCE OPPORTUNITIES

...Discovering value in natural resource stocks

New Pacific Metals (NUX-TSXV)

The following editorial is extracted from the December 2007-2 issue

New Pacific Metals (NUX-TSXV; C\$1.80) is exploring for gold and base metals in China. The company was spun out from Silvercorp, which generated spectacular returns for investors by acquiring a silver exploration prospect in China and quickly turning it into a highly profitable mine. Silvercorp retains a 27% interest in New Pacific and the two companies share some management and geological staff. New Pacific reported encouraging results from its HNK gold-base metal project in Guangdong Province, including 13.5 grams per ton gold over 3.1 meters. Those results led the company to put a second drill rig on the project to expand the drill program. The target is a vein system that also contains significant values of silver, lead and zinc. The company also holds an

extensive property position (813 square kilometers) in central China focused on the Panxi rift, a geological feature that is associated with nickel-platinum as well as copper deposits. Several prospects are being explored. At Jinhe, tunnels are following narrow veins with very high grades of copper and silver. A similar approach was used to explore Silvercorp's project.

New Pacific has C\$15 million of cash. With its high potential exploration projects, the results to date, and the strength and track record of the management team, this company is well positioned to generate big returns as the projects advance.

Shares Outstanding: 31 million
www.newpacificmetals.com

