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Niogold Mining Corporation Update

TSX:NOX

OTCQX:NOXGF

Niogold Mining Corporation is a Canadian gold exploration company founded in 2003. The company's properties are located in the Cadillac, Malartic and Val d'or mining camps in the Abitibi district of Quebec. Most mining investors are aware that the Abitibi region has an eighty year history of gold production with over 45 million ounces of gold production through 2013. Today the region continues to be one of the most productive gold mining areas in North America.

Last May, we initiated coverage on Niogold, symbols "TSX:NOX" and "OTCQX:NOXGF." Our analysis suggested that price weakness in Niogold provided an opportunity for investors. We believed that the price weakness in Niogold was an opportunity to accumulate the shares while they were "on sale" at .21 cents. The fact is that many Canadian exploration companies such as Niogold are often quite undervalued as we believe that gold bullion should soon be minimally in the \$1400 range. We do expect that in 2015.

Our analysis still suggests that a major bottom in gold and in many gold stocks is being completed. Our analysis consists of fundamental, technical and just as importantly cyclical analysis. It is worth noting that two months after our May 2014 Canadianmineanalysis.com report, Osisko Royalties group invested \$4,900,000 in Niogold adding to their already held position of Niogold now representing a 19.5% ownership. Osisko paid .35 cents a share which was a 65% premium over the cash price for Niogold. That investment lent support to our analysis suggesting that Niogold was undervalued. The three year price range has seen a high of .50 cents and a low of .055 cents. When the stock sunk to the low at below .08 cents, there was almost no shares available for purchase.

It makes no sense to us to think that a \$4,900,000 investment at .35 cents a share was made with expected appreciation in value of, let's say for example, .20 cents or so to .55 cents. Our analysis suggests that the target price could be eighty cents to one dollar or more. We also note that since last July, many mining stocks have made their price lows and have appreciated substantially. We also see many stocks with few offerings of size on the stock market screens. In our opinion, the bull market in mining stocks is set for exceptional upside.

Niogold has a 130 square kilometer land package including its Marban Block with 43-101 resources of over 2,100,000 ounces of gold. As always, the price of gold bullion is the key factor. As is the normal strategy with junior exploration companies, Niogold's exploration should continue to add to the resource base since there is substantial further potential in Niogold's total land package. Niogold's mining neighbors include seven producing gold mines including Agnico-Eagle, Osisko and Richmond.

The company is currently engaged in a 50,000 meters drill program for 2015. The company's exploration focus over the last four years has been its 100% owned Marban Block project. Since its

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inception in 2004, over \$27 million has been spent on exploration with another 50,000 meters of drilling budgeted for 2015. Extensive drilling is the focus for 2015.

Down the road! On the Marban gold deposit, Niogold will test to evaluate the potential for carbon leaching for a heap leach operation. While it has not been done in the Abitibi before, there is potential that it could be successful. If so, production costs would drop dramatically. Results should be completed later this year.

The Stock: Who owns it? Osisko Gold Royalties owns 19.5% of Niogold shares; a US based fund owns approximately 18% of the shares. Niogold's officers and directors own 6% with other "friendlies and close associates" holding an additional 14%. Worth noting, a Canadian mining executive with an exceptional history of mining success owns approximately 4% of the shares. Niogold's management and directors include people of superb repute and success in the mining industry.

The most important factor in the success of a mining company is the management. The recent appointment of Robert Wares as president who had tremendous success in bringing the nearby Osisko mine into successful production is a superb addition to Niogold. Several years ago I was in the area of the Osisko mine construction and I had my doubts about its success; I was wrong. Mr. Wares was a main ingredient in its success as he did a superb job. As important to Osisko's success was Sean Roosen who recently joined Niogold as CEO. Both gentlemen bring talent and successful mining history to Niogold.

Niogold is in the right location and with over \$4,400,000 in working capital, no debt, an aggressive drilling program and already impressive resources. We will continue to monitor Niogold closely as our analysis indicates that the current weakness in gold bullion will not continue although another move down is always possible. For Niogold investors, the test is still in patience, not in judgment. Our analysis suggests that Niogold merits attention for risk oriented gold investors. No guarantees, but patient accumulation could prove successful here.