



Morning Note

21 September 2012

Markets

World Markets		+ / -	%
Dow Jones	13,597	19	0.1
NASDAQ	3,176	-7	-0.2
S & P 500	1,460	-1	-0.1
FTSE 100	5,855	-34	-0.6
Nikkei 225	9,087	-145	-1.6
Hang Seng	20,591	-251	-1.2
ASX All Ords	4,420	-21	-0.5

Currencies		+ / -	%
\$/US\$	1.044	-0.00	-0.01
\$/Yen	78.240	0.00	0.00
GBP/\$A	1.554	0.00	0.03
Euro/\$US	1.298	0.00	0.05

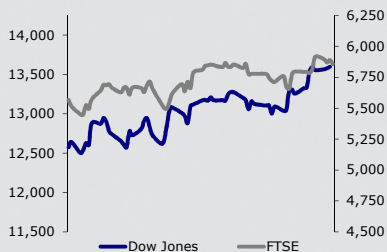
Energy		+ / -	%
WTI (US\$/bbl)	91.87	-0.11	-0.1
Henry Hub (US\$/mcf)	2.76	0.02	0.7
UxC Uranium (US\$/lb)	47.00	-1.00	-2.1

Bulks		+ / -	%
Fines -62% CFR (US\$/t)	109.10	-0.40	-0.4
Freight (US\$/t)	7.00	-0.20	-2.8
Thermal Coal FOB (US\$/t)	87.45	1.05	1.2

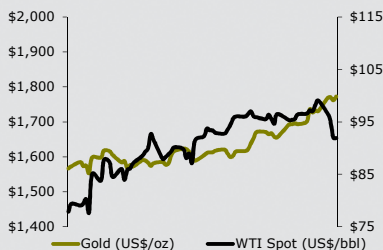
Precious Metals (Bloomberg)		+ / -	%
Gold (US\$/oz)	1,768.5	-1.20	-0.1
Platinum (US\$/oz)	1,627.5	-0.50	-0.0
Silver (US\$/oz)	34.6	-0.07	-0.2

LME, Cash		+ / -	%
Aluminium (US\$/t)	2,098	-28.25	-1.3
Copper (US\$/t)	8,263	-77.00	-0.9
Lead (US\$/t)	2,265	-4.75	-0.2
Nickel (US\$/t)	17,855	137.50	0.8
Tin (US\$/t)	20,585	-822.00	-3.8
Zinc (US\$/t)	2,085	-9.75	-0.5

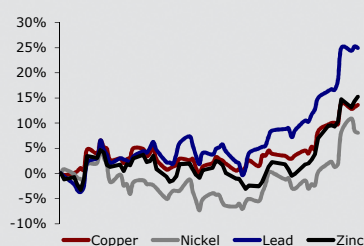
International Markets (3 Month)



Gold v Oil (3 Month)



Base Metals (Rebased) (3 Month)



Stocks struggled to advance Thursday, as weak economic data put the global rally on hold. The Dow advanced 18.9 points, or 0.14%, to 13596.9, posting its third consecutive gain. The blue chips have climbed 4.2% over the past two weeks, as the Federal Reserve, European Central Bank and Bank of Japan have announced stimulus measures.

The S&P fell 0.8 point, or 0.05%, to 1460.3, and the Nasdaq gave up 6.7 points, or 0.2%, to 3175.9. Stocks fell in early Thursday trading, as China posted weak economic data and U.S. jobless claims were higher than expected. But indexes reclaimed most of the lost ground.

Base metals were mostly in the red with tin closing down 3.8% at US\$20,585/t and aluminium down 1.3% to US\$2,098/t. Gold and WTI crude were flat at US\$1,768.5/oz and US\$91.87/bbl respectively. The AUD is buying US\$1.044 and local share price index futures are up 30 points at 4,417.

Venturex (VXR) – Gold hints in Brazil

Base Metals developer, Venturex Resources has announced an update on its exploration program, currently underway in Brazil. The Company, through its wholly owned subsidiary CMG Mineração Ltda have completed a initial six-hole diamond drilling program at the Nova Canaã Project, located in central-northern Mato Grosso, Brazil.

This program has identified structures that are viable for hosting gold mineralisation, including zones of alteration and brecciation consistent with hydrothermal gold systems. The Nova Canaã project is part of consistent three kilometre geochemical gold anomaly coincident with interpreted regional structures and several quartz vein outcrops.

Drillhole 12NCD004 intersected a seven meter zone hosting disseminated visible gold, galena and pyrite mineralisation. Whilst assays are pending, this is a positive indicator and supports follow up exploration. Drill samples have been submitted to the laboratory with assay results expected in late September.

Location of Venturex's Brazil assets



Source: VXR

Exploration at Venturex's Whim Creek and Sulphur Springs Projects in Australia is also underway with drilling results expected in coming weeks. Together with Company's Feasibility Study due at the End of September, there will be a string of news flow to come.

Argonaut rates VXR as a Speculative Buy with a \$0.14 price target.

**Contact Details****Research:****Ian Christie**

Director, Industrial Research
+61 8 9224 6872

Troy Irvin

Director, Metals & Mining Research
+61 8 9224 6871

Adam Miethke

Director, Metals & Mining Research
+61 8 9224 6806

Patrick Chang

Analyst
+61 8 9224 6835

Emily Reilly

Analyst
+61 8 9224 6809

Chris Jiang

Analyst
+852 3557 4804

Institutional Sales - Perth:**Chris Wippl**

Head of Sales & Research
+61 8 9224 6875

John Santul

Consultant, Sales & Research
+61 8 9224 6859

Damian Rooney

Senior Institutional Dealer
+61 8 9224 6862

Ben Willoughby

Institutional Dealer
+61 8 9224 6876

Bryan Johnson

Institutional Dealer
+61 8 9224 6834

Institutional Sales - Hong Kong:**Travis Smithson**

Managing Director - Asia
+852 9832 0852

Angus McGeoch

Institutional Research Sales
+852 6623 8935

Will Robbins

Institutional Research Sales
+852 6383 1926

Corporate and Private Client Sales:**Glen Colgan**

Executive Director, Desk Manager
+61 8 9224 6874

Kevin Johnson

Executive Director, Corporate Stockbroking
+61 8 9224 6880

James McGlew

Executive Director, Corporate Stockbroking
+61 8 9224 6866

Simon Lyons

Director, Private Clients
+61 8 9224 6881

Geoff Barnesby-Johnson

Senior Dealer, Corporate Stockbroking
+61 8 9224 6854

Andrew Venn

Senior Dealer, Corporate Stockbroking
+61 8 9224 6865

Cameron Fraser

Dealer, Private Clients
+61 8 9224 6851

Rob Healy

Dealer, Private Clients
+61 8 9224 6873

Ben Rattigan

Dealer, Private Clients
+61 8 9224 6824

Important Disclosure

In May 2012 Argonaut acted as Corporate Advisor to VXR on the Capital Raising of \$11M and will earn fees commensurate with those services. Argonaut has previously acted for VXR and has earned fees commensurate with those services. Argonaut holds or controls 61,105,617 VXR shares.

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