

Stock Pick of the Week #21 January 15/2010 AD

This week's Pick is Silvercorp. It trades on the TSX as SVM.TO and on the NYSE as SVM.

It last traded on the TSX at 7.09.

Silvercorp is a silver producer at four mines in China with very high silver grades. The company is doing so well, it pays a dividend.

For more information please visit: www.silvercorp.ca



Featured is the daily bar chart for SVM.TO. Price is rising in a bullish channel and the supporting indicators are at support levels (green lines). The 50D is in positive alignment to the 200D (green oval). Price had become overbought in November, but has since corrected.

Here is a review of our previous picks.

#1 CPQ.V (CPQRF) at 2.01; Bought 08/13/09 sold 11/19/09 at 3.45, profit = 110%

#2 CGC.TO (CGLD.BB), Bought 08/20/09 at 0.60; sold 11/4/09 at 0.94, profit = 36%

#3 SVM.TO (SVM) Bought 08/27/09 at 3.74, sold 10/20/09 at 5.98, profit = 60%.

#4 SCP.TO (SCPZF) at 3.10; last traded at 4.51.

#5 FCG, bought 09/10/09 at 14.88; sold 10/20/09 at 18.69, profit = 25%.
#6 MAG.TO (MVG) bought 09/17/09 at 5.55, sold 12/02/09 at 7.48, profit = 35%
#7 ARZ.TO (AZK) at 4.60, last traded at 4.75.
#8 IPT.V (ISVLF), at 0.88, last traded at 1.29.
#9 RUN.V (RFXRF) at 0.22, last traded at 0.17.
#10 KCL.TO (KCLOF) at 2.74, last traded at 2.77.
#11 GPD.TO (GPRXF) at 0.59, last traded at 0.70.
#12 GBG.TO (GBG) at 1.71, last traded at 1.96.
#13 PGF/UN.TO (PGH) at 10.26, last traded at 10.80.
#14 CHE/UN.TO (CGIFF) bought 11/12/09 at 9.12, sold 01/11/10 at 12.48; Pr = 36%
#15 GAS.TO (CYMF) at 4.97, last traded at 5.32.
#16 GOZ.V (GREXF) at 0.50c, last traded at 0.53.
#17 AOG/UN.TO (BAOGF) at 4.60, last traded at 4.77
#18 GDXJ at 26.14; last traded at 27.62
#19 SBT/UN.TO (SVRZF) at 12.92; last traded at 12.55
#20 MAG.TO (MVG), at 6.58, last traded at 7.05

6 Picks have been sold at profits ranging between 25% to 110%, all within 3 months of purchase. 12 Picks are up and 2 are still available at or below the starting price where we first listed the stock.

The success ratio is 18 to 2.

Subscribers are notified as soon as we take a profit.

We encourage investors not to 'chase' these picks, but to try to buy them at or below the price at which they were introduced. The goal is to buy low and sell high! As long as the 'pick' remains listed, it is an indication that we still like it, even if it slips below the price at which the stock was listed.

Whenever you buy a stock at its pink listing (the five letter symbols), always be 'price-specific' to avoid a bad fill.

To be notified when we take profits, all you need to do is become a subscriber. (The cost is less than \$1 per week). For details click on 'how to subscribe.'

DISCLAIMER:

Please do your own due diligence. Investing involves taking risks. I am NOT responsible for your trading decisions.

Happy trading!

Peter Degraaf

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