

## Stock Pick of the week August 5<sup>th</sup> 2010 AD (#49)

This week's pick is New Gold Inc. The stock trades on the TSX under the symbol NGD.TO and on the AMEX under NGD.

The company is producing gold at two mines in Mexico and owns gold properties in British Columbia, Chile and Australia. For more information please visit the website:

[www.newgold.com](http://www.newgold.com)

The stock last traded at 5.59. Our First Class Subscribers were able to buy the stock at 5.24 this morning, as they were notified of the Stock Pick of the Week in the Thursday Morning alert.

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Featured is the daily bar chart for NGD.TO. The uptrend is well defined. The RSI and MACD are positive. The 50DMA is in positive alignment to the 200DMA (green oval). Price has just broken out from congestion.

Here is a review of Picks #1 to #48

#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; Bought 09/03/09, sold 02/02/10 at 4.48, profit 1.38 = 44%.

#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 5.30

#8 IPT.V (ISVLF), at 0.88, last traded at 0.97

#9 RUN.V (RFXRF) at 0.22, last traded at 0.085

#10 KCL.TO (KCLOF) at 2.74, last traded at 2.72

#11 GPD.TO (GPRXF) at 0.59, last traded at 0.51

#12 GBG.TO (GBG) at 1.71, last traded at 1.79

#13 PGF/UN.TO (PGH) at 10.26, last traded at 9.95

(PGF/UN.TO pays a dividend).

#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 3.14

#16 GOZ.TO (GREXF) at 0.50c, last traded at 0.57

#17 AOG/UN.TO (BAOGF) at 4.60, last traded at 4.80

(AOG/UN.TO pays a dividend).

#18 GDJ at 26.14; bought Dec 11/2009, sold May 12 at 30.89, Profit = 18%.

#19 SBT/UN.TO (SVRZF) at 12.92; last traded at 11.32

#20 MAG.TO (MVG), at 6.58, sold at 7.24, 03/08/10. Profit = 0.66 = 10%

#21 SVM.TO (SVM), at 7.09; last traded at 7.07

(SVM pays a dividend).

#22 R.V (RTRAF) at 1.51; last traded at 1.80

#23 CGC.TO (CGC) at 3.20, last traded at 3.84

#24 SGR.V (SGRCF) bought Feb 4/2010 at 3.27, sold May 12 at 4.89, profit = 49%.

#25 RES.V at 3.45, (RRLMF), last traded at 2.97

#26 VGQ.TO (VGMNF), bought Feb 18 at 5.45, sold March 19 at 5.98, profit = 10%

#27 BGM.V at 0.92c (BGMZF), last traded at 0.78

#28 FR.TO at 3.41 (FRMSF), bought Mar 2<sup>nd</sup>, sold June 17 at 4.48, profit = 31%.

#29 TXG.TO at 0.95 (TORXF), last traded at 1.03 (Name changed from Gleichen Resources, and symbol changed from GRL.TO).

#30 GWY.V at 1.16 (GWYRF), last traded at 0.80

#31 SPM.TO at 0.67 (SMNPF), last traded at 0.70

#32 NGX.TO at 3.11 (NXG), last traded at 2.97

#33 EDV.TO at 2.30 (EDVMF), last traded at 2.25

#34 CZN.TO at 0.44 (CZICF), last traded at 0.44

#35 ECU.TO at 0.70c (ECUXF), last traded at 0.60

#36 CFO.V at 5.04 (CFMSF), last traded at 4.56

#37 CET.TO at 5.24 (CETEF), last traded at 5.97

#38 FVI.TO at 2.10 (FVITF), last traded at 2.18

#39 MAO.V at 3.50 (MAOMF), last traded at 3.40

#40 USA.V at 0.205 (USSIF), last traded at 0.215

#41 VGQ.TO at 7.19 (VGMNF), last traded at 7.70

#42 RUU.V at 0.25 (STZYF), last traded at 0.25

#43 PMT.TO at 5.12 (PMGYF), last traded at 5.15

#44 HBU.TO, at 26.50, last traded at 25.15

#45 PHYS at 11.57, last traded at 11.19

#46 AGQ.V at 0.12, last traded at 0.14

#47 GIX.TO at 0.23 (GXEXF), last traded at 0.22

#48 RIC.TO at 4.38 (RIC), last traded at 4.45

12 Picks have been sold at profits ranging between 10% and 110%, all within 5 months of purchase. 16 picks are trading above the introductory price and 20 are available at or below the starting price. There are some truly great bargains among these 20, due to the recent correction in the HUI index of gold and silver stocks.

**To make a profit and 'sell high' we must first 'buy low'.**

The success ratio (winners versus 'waiting to be winners'), is 28 to 20.

→Subscribers are notified as soon as we take a profit, and subscribers to First Class Service receive a one day 'heads up' whenever a stock is added to this listing.

We encourage investors not to 'chase' these picks, but to try to buy them at or below the price at which they were introduced. **As long as a 'pick' remains part of this list, it is an indication that we still like it, even if it slips below the price at which the stock was first listed.**

Whenever you buy a stock at its pink listing (the five letter symbol), always be 'price-specific' with your order to avoid ending up with a 'bad fill'. The recommended procedure for buying or selling 'pink sheet stocks' is explained at the bottom of an article on the website titled: "The making of a successful investor."

To be notified when we take profits, all you need to do is become a subscriber. (The cost is less than \$2 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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