

Stock Pick of the Week #51 August 19/2010 AD

Chart courtesy Stockcharts.com

This week's pick is Oceana Gold Corp. The website is www.oceanagold.com

The company is profitably producing gold at three mines in New Zealand and is looking into a fourth mine there. The company also owns a gold-copper project in the Philippines.

Oceana trades on the TSX, ASX and New Zealand stock exchanges under OGC.

On the TSX it closed August 19th at 3.08. First Class subscribers were notified in the Premium Report that went out 0810 August 19th and they moved price up by 2.67% during the day. It is recommended that this stock be bought on pullbacks rather than via 'price chasing'.



Featured is the daily bar chart for OGC.TO. Buying on the part of subscribers to First Class service pushed price up with the resulting breakout above the 50DMA at the blue arrow. The supporting indicators are positive (green lines) and the 50DMA is in positive alignment to the 200DMA (green oval). The target for this breakout is at 4.00.

Here is a review of Picks #1 to #50

#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) bought 09/22/09 at 4.58, sold 08/12/10 at 5.94, profit = 30%

#8 IPT.V (ISVLF), at 0.88, last traded at 0.95

#9 RUN.V (RFXRF) at 0.22, last traded at 0.10

#10 KCL.TO (KCLOF) at 2.74, last traded at 2.87

#11 GPD.TO (GPRXF) at 0.59, last traded at 0.55

#12 GBG.TO (GBG) at 1.71, sold 08/19 at 2.19, profit = 28%

#13 PGF/UN.TO (PGH) at 10.26, last traded at 9.93

(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 2.78

#16 GOZ.TO (GREXF) at 0.50c, last traded at 0.52

#17 AOG/UN.TO (BAOGF) at 4.60, last traded at 4.66

(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 11.64

#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 7.27

(SVM pays a dividend).

#22 R.V (RTRAF) at 1.51; last traded at 1.90

#23 CGC.TO (CGC) at 3.20, last traded at 3.53

#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 2.96

#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 0.90

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

#29 TXG.TO at 0.95 (TORXF), last traded at 1.13 (Name changed from Gleichen Resources, and symbol changed from GRL.TO).

#30 GWY.V at 1.16 (GWYRF), last traded at 0.64

#31 SPM.TO at 0.67 (SMNPF), last traded at 0.68

#32 NGX.TO at 3.11 (NXG), last traded at 3.03

#33 EDV.TO at 2.30 (EDVMF), last traded at 2.12

#34 CZN.TO at 0.44 (CZICF), last traded at 0.43

#35 ECU.TO at 0.70c (ECUXF), last traded at 0.57

#36 CFO.V at 5.04 (CFMSF), last traded at 4.45

#37 CET.TO at 5.24 (CETEF), last traded at 6.37

#38 FVI.TO at 2.10 (FVITF), last traded at 2.24

#39 MAO.V at 3.50 (MAOMF), last traded at 3.97

#40 USA.V at 0.205 (USSIF), last traded at 0.225

#41 VGQ.TO at 7.19 (VGMNF), last traded at 7.39

#42 RUU.V at 0.25 (STZYF), last traded at 0.22

#43 PMT.TO at 5.12 (PMGYF), last traded at 4.97

#44 HBU.TO, at 26.50, last traded at 26.56

#45 PHYS at 11.57, last traded at 11.52

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

#47 GIX.TO at 0.23 (GXEXF), last traded at 0.26

#48 RIC.TO at 4.38 (RIC), last traded at 4.84

#49 NGD.TO at 5.59 (NGD), last traded at 5.94

#50 III.TO at 16.19 (IPMLF), last traded at 15.94

14 Picks have been sold at profits ranging between 10% and 110%, usually within 6 months of purchase. 19 picks are trading above the introductory price and 17 are available at or below the starting price. There are some truly great bargains among these 17, 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 33 to 17.

→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. This bonus usually pays for First Class Service for a year, the first time a subscriber takes advantage of it.

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."

→A better method than using pink sheets is to open an online trading account at TDAmeritrade or Interactive Brokers or Penntrade.

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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