

Pick of the week #7

This week's pick is Aurizon Gold at 4.60

Trades on the TSX as ARZ.TO and on the AMEX as AZK.

Aurizon is a profitable gold producer in Quebec.

The company produces gold at Casa Berardi in Quebec, one of the most favorable mining areas on the planet. The expected output for 2009 is 150,000 - 155,000 ounces at a cash cost of \$405 US/oz.

As of June 1st Aurizon had 118 million dollars available for further exploration at Casa Berardi as well as the Joanna protect also in Quebec. At Joanne a pre-feasibility study is underway.

A third project is Kipawa, also in Quebec. At Kipawa gold has been found along with a number of REEs.



The chart pattern is positive. Price has broken out above both moving averages and both of these are rising. Price ran into resistance at the 5.50 level and has since pulled back, looking for support at the moving averages. Today, September 24th price produced an upside reversal and closed above the moving averages again. Once price closes above

5.50 the trend will turn very bullish. As long as price stays in the blue rising channel, the monthly rate of increase is 6.5%.

Please do not chase this stock. Buy it at your price and if it shoots up, wait for a pullback. If you miss a 'pick of the week', there'll be another one next week. Two of our previous picks are still available at the 'pick' price.

Following is a review of previous picks:

Pick #1 CPQ.V at 2.01; last traded at 2.33.

Pick #2 CGC.TO at 0.69; (trades in the US as CGLD.BB); last traded at 0.69.

Pick #3 SVM.TO at 3.74; (trades in the US as SVM); last traded at 4.66.

Pick #4 SCP.TO at 3.10; last traded at 3.10.

Pick #5 FCG at 14.88; last traded at 16.33.

Pick #6 MAG.TO at 5.55 (trades in the US as MVG); last traded at 5.89

Four are up and two are unchanged.

DISCLAIMER:

Please do your own due diligence. There are risks in investing. I am NOT responsible for your trading decisions.

Happy trading!

Peter Degraaf