

2010 Top Picks List



January 12, 2010

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Highlighting Our Best 10 in 2010

- **Ten equities (from five sectors) that we expect will outperform in 2010.** Supported by expectations for strength in commodity prices, we recommend ten equities with potential to outperform the Canadian benchmark indices.
- **Presenting this year's Top Picks.** Selected from our research list of 100+ stocks, across sectors including Agriculture, Energy, Mining, Technology and Special Situations.

Sector	Company	Symbol	Price	Target	Rating
Ag/Special Sits.	Hemisphere GPS	HEM-T	\$1.02	\$2.50	Strong Buy
Energy/Energy Services	Bellatrix Exploration	BXE-T	\$3.71	\$4.50	Strong Buy
	Essential Energy Services	ESN.UN-T	\$1.16	\$2.00	Strong Buy
	Second Wave Petroleum	SCS-V	\$1.91	\$2.75	Strong Buy
	Sterling Resources	SLG-V	\$1.98	\$3.40	Strong Buy
Mining	Anatolia Minerals Development	ANO-T	\$3.65	\$5.00	Buy
	Copper Mountain Mining	CUM-T	\$2.34	\$3.50	Strong Buy
	Kirkland Lake Gold	KGI-T, KGI-AIM	\$8.98	\$16.00	Strong Buy
	Taseko Mines	TKO-T, TGB-AMEX	\$4.47	\$5.25	Buy
Technology	Wi-LAN	WIN-T	\$2.99	\$3.70	Strong Buy

Source: Wellington West Capital Markets

- **2009 was particularly fruitful for small-cap stocks.** After difficult '08, TSX Small Cap & Venture indices climbed an impressive 59% and 67%, respectively, v. 33% rise of S&P TSX Composite.
- **Surpassing relevant indices, our 2009 Top Picks returned an avg. 99%.** AGT-T (+239%), LSG-T (+213%), SGR-V (+181%) were our top three performers as five of our nine top picks beat the best of comparative indices.

Investment Summary and Outlook

Ten equities from five sectors of the WWCN coverage list have been selected for potential relative return outperformance in 2010. The stocks were chosen from the 103 equities currently under Wellington West Capital Markets research coverage, and will be measured against their benchmark indices in the coming year.

Our Top Picks for 2009 averaged a 98.5% total return, performance that exceeded all three of the benchmark indices. The total return of the 2009 Top Picks compared to an average total return of 67.3% for the S&P TSX Venture index, 59.4% for the S&P/TSX Small Cap index, and 32.8% for the S&P TSX Composite index, over the same period.

Top Picks for 2010 – Levered to Commodities

We have identified ten stocks for total return relative outperformance in 2010, with a strong bias to resource-based equities. Our top ideas for 2010 intrinsically expect continued strength in global commodity prices given that nine of the 10 stocks we identify are commodity price driven. Specifically we have chosen one agriculture-related stock (grain prices are key), four energy/energy services stocks (levered to crude oil and natural gas prices) and four mining stocks (exposure to both base and precious metal prices). With this background we submit that the vast majority of our Top 10 picks are rather “torquey” in the context of a robust commodity price environment. Admittedly this choice of market exposure in our Top Picks opens the door to material downside for investors should global markets re-enter a period of significant price deflation. The ten stocks for 2010, which we believe offer the best prospects (among our coverage list of stocks) for total return relative outperformance, are listed below and further discussed on pages 5 through 14.

Agriculture/Special Situations

Hemisphere GPS Inc. (HEM-T) Strong Buy, \$2.50 target

Energy/Energy Services

Essential Energy Services Trust (ESN.UN-T) Strong Buy, \$2.00 target

Bellatrix Exploration Ltd. (BXE-T) Strong Buy, \$4.50 target

Second Wave Petroleum Inc. (SCS-V) Strong Buy, \$2.75 target

Sterling Resources Ltd. (SLG-V) Strong Buy, \$3.40 target

Mining

Anatolia Minerals Development Ltd. (ANO-T) Buy, \$5.00 target

Copper Mountain Mining Corp. (CUM-T) Strong Buy, \$3.50 target

Kirkland Lake Gold Inc. (KGI-T, KGI-AIM) Strong Buy, \$16.00 target

Taseko Mines Ltd. (TKO-T, TGB-AMEX) Buy, \$5.25 target

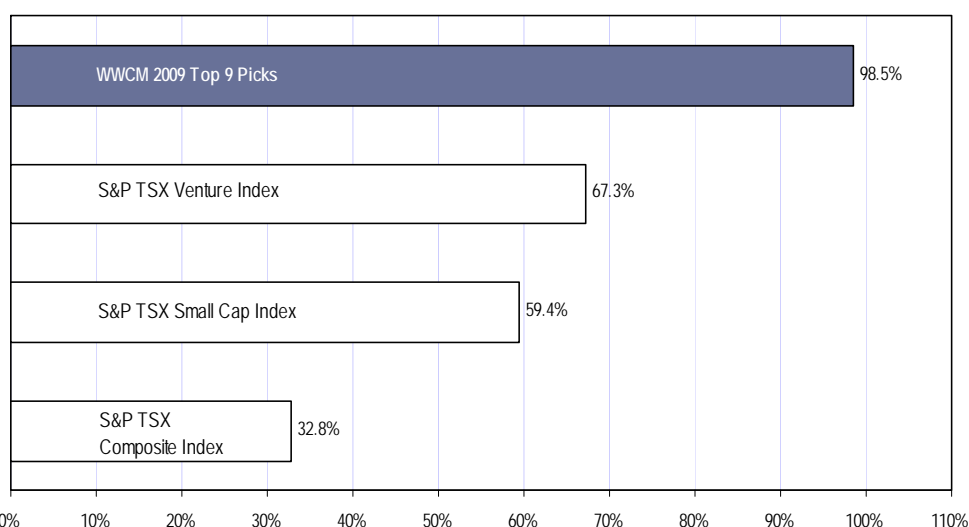
Technology

Wi-LAN Inc. (WIN-T) Strong Buy, \$3.70 target

2009 – Strong Rally for Small Cap Investing

Our 2009 Top Picks posted a 99% average (unweighted) total return, beating a 67% same-period return of the TSX Venture index, a 59% return of the S&P/TSX Small Cap index, and a 33% return of the S&P/TSX Composite (Exhibit 1). Our best nine ideas from last year generated a 98.5% average unweighted total return in what was one of the more volatile years on record (though arguably tame compared to 2008) for equity investors. Both the equity and index returns were total returns calculated on the capital appreciation plus dividends/distributions paid from the market close of January 9, 2009 (i.e. the day before the Top Picks report was published) to December 31, 2009. Of note, 2009 saw a return to investor confidence in the smaller capitalization, often more volatile and less liquid stocks. This trend was clearly demonstrated by the marked outperformance of the TSX Venture and Small Cap indices versus the S&P Composite index. The resource-heavy Venture index did particularly well in 2009 after being hard hit the prior year, also reflecting resurgence in global commodity prices.

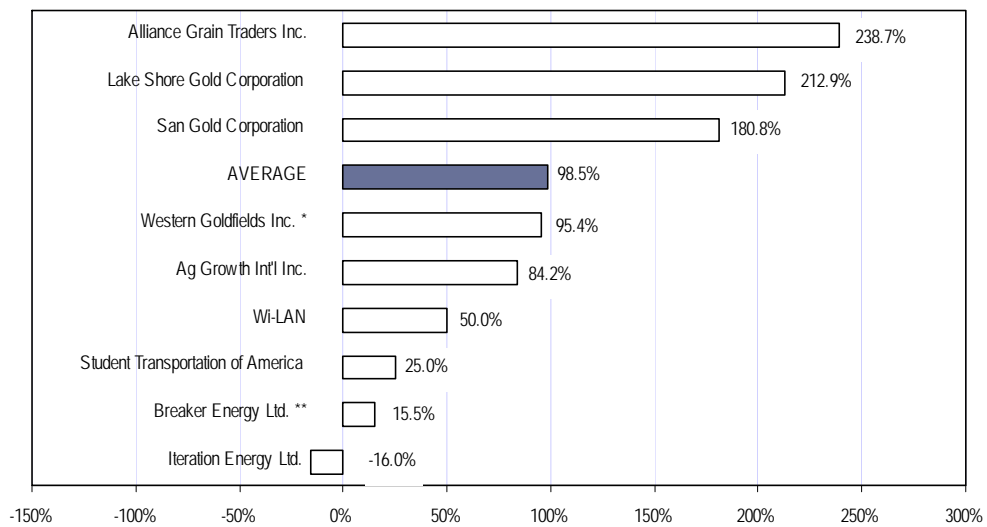
Exhibit 1: 2009 Top Picks – WWCM Outperformed Canadian Benchmark Small-cap Indices and the Larger-cap TSX Composite Index



Note: Returns calculated for the period Jan. 9, 2009 to Dec. 31, 2009.

Source: Bloomberg, Wellington West Capital Markets

Exhibit 2: An Agriculture-based Stock was Our Best Performer in 2009



Note: Returns calculated for the period Jan. 9, 2009 to Dec. 31, 2009.

* Western Goldfields acquired by New Gold on Jun 05, 2009 (1 NGD share + \$0.01 cash per WGI share). Closing price is NGD Dec 31/09 + \$0.01 cash.

** Breaker Energy acquired by NAL Oil & Gas Trust Dec 18, 2009 (0.475 NAL units per 1 WAV share); closing price is pro-rata NAL Dec 31/09.

Source: Bloomberg, Wellington West Capital Markets

Hemisphere GPS Inc. (HEM-T, C\$1.02)

Recommendation: Strong Buy

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January 12, 2010

All values in US\$ unless otherwise noted.

Current Price	C\$1.02
Target Price (12-Month)	C\$2.50
Target Return	145%

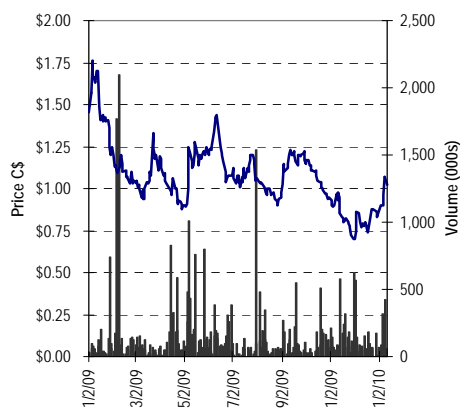
Changes

	Old	New
EPS F09E	(\$0.11)	Unchanged
EPS F10E	\$0.01	Unchanged
EPS F11E	\$0.12	Unchanged
Recommendation	Strong Buy	Unchanged
Target	C\$2.50	Unchanged

Company Profile

Hemisphere GPS Inc. ("Hemisphere GPS") designs, develops and manufactures precision GPS devices for a variety of commercial and industrial applications, including aerial/ground agricultural and marine guidance. Hemisphere is based in Calgary, AB with operational facilities in Western Canada and the United States.

Price Chart



Source: Thomson One

Poised to Rally in an Improving Grain Price Environment

- Leading precision-Ag equipment fabricator with an eye to growth.**
 Developing sales channels into China and now India, coupled with new product launches, suggest strong sales growth potential in coming years.
- Signs of recovery in farmer sentiment – positive for equip. demand.**
 We believe farmers are feeling more hopeful v. '09 owing to higher grain prices, which should revitalize (somewhat) discretionary spend on GPS.
- Compelling valuation – trades at 7.4x F11E P/E v. peers at 18.1x.**
 While we do not envision meaningful EPS till F11, we contend HEM could re-rate upward well before, as signs of robust growth unfold in F10.
- C\$2.50 target implies reasonable 20x F11E P/E.**
 Attractive g.m. model (50%+) plus Asia growth optionality offers high-torque stock to investors with eye toward improving Ag fundamentals.

Financial Summary

Shares Out (M, f.d.)	55.6	52-Week Range (C\$)	\$1.76 - \$0.70
Market Cap (M)	C\$ 57	Avg Daily Volume	139,430
Market Float (M)	C\$ 50	Fiscal Year End	Dec
Net Debt (M) US\$	(\$7.9)	Tangible BV/Unit	\$0.64

	2008	2009E	2010E	2011E
Revenue (M)	\$72.7	\$50.8	\$66.5	\$86.0
EPS (f.d.)	\$0.11	(\$0.11)	\$0.01	\$0.12
Price/EPS	8.0x	NMF	76.5x	7.4x
EBITDA (M)	\$8.8	(\$3.0)	\$3.7	\$10.1
EV/EBITDA	4.9x	(14.6x)	11.6x	4.3x

EPS (adj.)	Q1	Q2	Q3	Q4
2008	\$0.11 A	\$0.06 A	(\$0.00) A	(\$0.04) A
2009	\$0.03 A	(\$0.01) A	(\$0.07) A	(\$0.07) E
2010	\$0.05 E	\$0.03 E	(\$0.03) E	(\$0.04) E
2011	\$0.09 E	\$0.07 E	(\$0.01) E	(\$0.02) E

Source: Company reports, WWCM

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Bellatrix Exploration Ltd. (BXE-T, \$3.71)

Recommendation: Strong Buy

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WELLINGTON WEST
Capital Markets Inc.

January 12, 2010

All values in C\$ unless otherwise noted.

Current Price	\$3.71
Target Price (12-Month)	\$4.50
Implied Capital Gain	21%

Changes

	Old	New
Production '10E boe/d	7,697	Unch.
CFPS (FD) 2010E	\$0.63	Unch.
Production '11E boe/d	9,880	Unch.
CFPS (FD) 2011E	\$1.00	Unch.
Recommendation	Strong Buy	Unch.
Target Price	\$4.50	Unch.

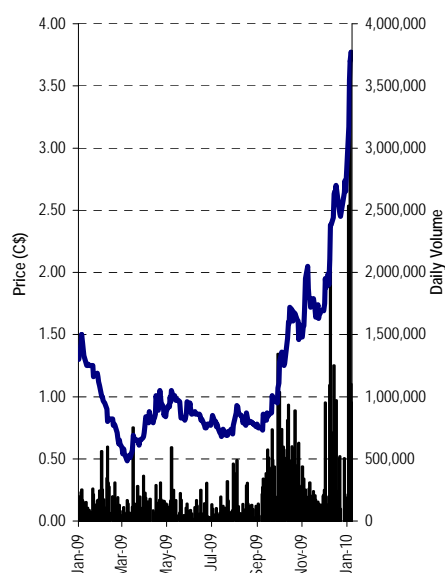
Company Profile

Bellatrix Exploration Ltd. (BXE-T) is an emerging oil and gas company operating in Western Canada. Bellatrix, led by a new management team, stems from the conversion of True Energy Trust into a corporation (November 2009). BXE is targeting a 12+ well horizontal program on their 81 net Cardium sections in 2010. The company has 2P reserves of 26.1 mmboc and exit 2009 guidance of ~7,000 boe/d.

An Emerging Midcap & Bright Rising "Star" in the Cardium & Notikewin

- **Deep resource play inventory in emerging Cardium and Notikewin**
BXE holds large 268,000 net acres of undeveloped land & has identified 200 net risked Cardium oil & 50 net (1 well/sec) Notikewin gas locations.
- **Recent well tests top expectations, highlights BXE acreage potential**
First Cardium hztl well on prod'n at 300+ bopd while recent Notikewin hztl well tested a screaming 10+ mmcf/d gas & 50 bbls/mcf condensate.
- **Cardium/Notikewin activity ramping; expect ~\$85mm '10 capex plan**
BXE set to drill min. 12.3 net oil, & 3.3 net gas (liquids rich) wells on \$40mm '10 plan; upon equity raise close, expect activity levels to double.
- **Trading at discount to Cardium peers on key valuation metrics**
BXE trades at 7.1x '10E EV/DACF vs. peers at 8.0x; recent \$45mm equity raise provides financial flexibility to accelerate plans.

Price Chart



Source: Thomson One

Financial Summary

Shares 2010E O/S (mm, FD TSM)	79.7	52-Week Trading Range	\$0.49-\$3.77	
Market Capitalization (C\$m)	\$296	Average Weekly Volume	1,266,536	
Net Debt - 2010E (C\$m)	\$88	Market Float (\$mm)	\$293	
Enterprise Value (C\$m)	\$383	NAV/share - 2010E	\$3.98	
Forecasts	2008	2009E	2010E	2011E
Production (boe/d)	11,867	8,457	7,697	9,880
% gas	63%	67%	74%	68%
Modeled WTI Oil Price (US\$/bbl)	\$99.64	\$60.28	\$74.00	\$77.00
Modeled AECO Gas Price (C\$/mcf)	\$7.77	\$4.56	\$6.50	\$6.60
Oil & Gas Revenues (C\$m)	\$265.4	\$108.0	\$125.5	\$171.0
Cashflow (C\$m)	\$75.3	\$34.7	\$50.0	\$79.6
Net Debt / Cashflow	2.9x	2.8x	1.8x	0.8x
Capex (C\$m)	\$42.8	\$3.6	\$39.6	\$58.0
EPS (FD TSM)	(\$0.25)	(\$1.51)	(\$0.19)	(\$0.10)
CFPS (FD TSM)	\$0.95	\$0.44	\$0.63	\$1.00
Valuation	2008	2009E	2010E	2011E
2P NPV10 per share (incl. net debt)	\$4.52	\$3.48	\$3.98	\$4.90
Recycle Ratio (1P)	0.2x	0.7x	1.3x	1.7x
EV/DACF		9.3x	7.1x	4.3x
EV/BOE/d (per unit production)		\$45,333	\$49,810	\$38,803
P/E		n/m	n/m	n/m
Target EV/DACF		10.5x	8.2x	5.3x

Source: Company reports, WWCM

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Essential Energy Services (ESN.UN-T, \$1.16)

Recommendation: Strong Buy

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All values in C\$ unless otherwise noted.

Current Price	\$1.16
Target Price (12-Month)	\$2.00
Distribution/Yield	n/a
Target Return (incl. yield)	72%

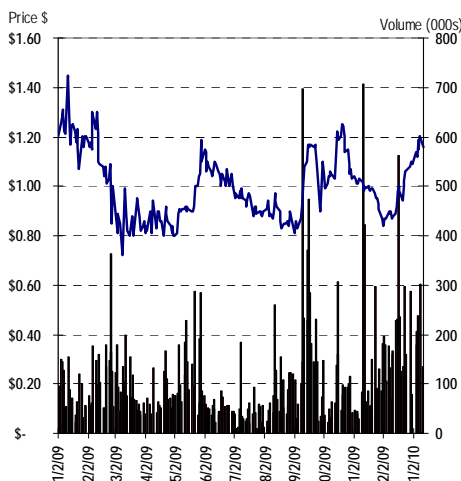
Changes

	Old	New
CFPU 2010E	\$0.35	Unchanged
EPU 2010E	\$0.00	Unchanged
CFPU 2011E	\$0.43	Unchanged
EPU 2011E	\$0.08	Unchanged
Recommendation	Strong Buy	Unchanged
Target Price	\$2.00	Unchanged

Company Profile

Essential Energy Services Trust (ESN.UN) operates a diversified fleet of oilfield services including the sixth largest service rig fleet in Canada with 51 service rigs, 29 coil tubing rigs, 23 rod rigs, 14 e-line units, 6 slickline units, as well as rentals and multi-stage frac packing. ESN.UN is the result of a merger of Essential & Builders in April 2008. ESN.UN's clean balance sheet and suite of 'core' service offerings suggest the firm is well positioned to weather the oilfield downturn and emerge with strength.

Price Chart



Source: Thomson ONE

Essential Exposure to Rising Demand for Oilfield Services

- Energy services likely to experience significant rebound in 2010.**
 After a 60% fall off in N.A. drilling rigs, expected gas supply reduction in 2010 should spur a higher gas quote and a rebound in service spending.
- Service rig sub-sector poised to outperform expectations.**
 26% of Canada's service rigs have been decommissioned in past 10 wks; lowered industry capacity sets stage for pricing power in remaining rigs.
- Large, modern asset base poised to capitalize on growing demand.**
 ESN.UN operates the 5th largest service rig fleet in Canada (and largest public co dominated by service rig revenue) with 51 operating rigs.
- Deep value company on the cusp of ramping EBITDA; Strong Buy.**
 Currently trading at 0.5x P/B, 0.36x EV/replacement cost, & 2.3x 2010E EV/EBITDA; \$2 target represents just 3.4x our new 2011E EV/EBITDA.

Financial Summary

Total Shrs O/S (mm)	59.9	52-Week Trading Range	\$1.45 - \$0.72
Market Capitalization (mm)	\$69	Average Weekly Volume	520,833
Net Debt 2010E (mm)	-\$22	Market Float (mm)	\$62
Enterprise Value (mm)	\$47	Net Book Value/Shr.**	\$2.43

Forecasts	2008	2009E	2010E	2011E
Total Revenue (\$mm)	\$127.9	\$111.9	\$141.1	\$162.4
EBITDA (\$mm)	\$17.2	\$9.3	\$20.6	\$24.9
Cash Flow Per Unit (CFPU)	\$0.30	\$0.16	\$0.35	\$0.43
Distributions Per Unit (DPU)	\$0.36	\$0.05	\$0.00	\$0.00
Payout Ratio	122%	34%	0%	0%
Earnings Per Unit (EPU)	(\$0.36)	(\$0.14)	(\$0.00)	\$0.08
Valuation				
EV/EBITDA (x)	3.4x	6.5x	2.3x	1.3x
Forecast Yield	31.0%	4.6%	0.0%	0.0%
Target EV/EBITDA	6.4x	11.9x	4.7x	3.4x

**NBV/sh Includes \$0.15 per share of goodwill and intangibles

Source: Company Reports, WWCM

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Second Wave Petroleum Inc. (SCS-V, \$1.91)

Recommendation: Strong Buy

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All values in C\$ unless otherwise noted.

Current Price (intra-day)	\$1.91
Target Price (12-Month)	\$2.75
Target Return	44%

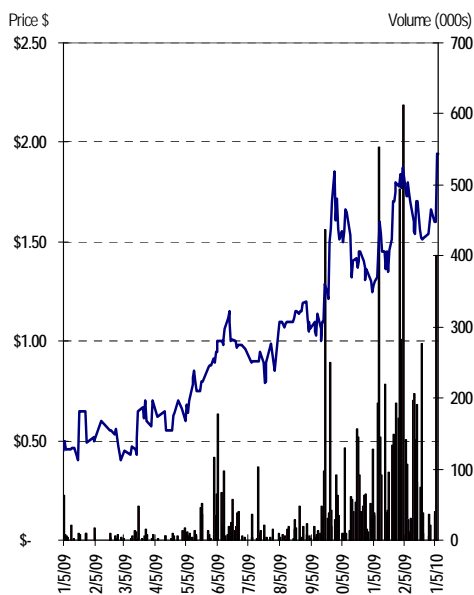
Changes

	Old	New
Production '10E boe/d	1,845	Unch.
CFPS (FD) 2010E	\$0.24	Unch.
Production '11E boe/d	3,000	Unch.
CFPS (FD) 2011E	\$0.40	Unch.
Recommendation	Strong Buy	Unch.
Target Price	\$2.75	Unch.

Company Profile

Second Wave Petroleum (SCS) is a Calgary based junior oil & gas exploration & development company. Core assets are located across Alberta and Saskatchewan, typically within company controlled, large resource projects. By design, SCS has a balanced portfolio of development drilling and medium risk exploration plays, with ownership in over 100,000 net undeveloped acres of land, ~2/3rds of which are in the Judy Creek area of West Central Alberta.

Price Chart



Source: Thomson One

Pioneering Development of the Massive Pekisko Resources Trend

- Regional mapping underpins huge resource potential at Judy Creek**
 SCS controls 100+ sections of lands centered over the Pekisko reef trend; preliminary OOIP estimates are +750 million barrels.
- Initial well performance pointing to strong well economics**
 Horizontal wells costing ~\$1.3mm to drill and complete may yield +175,000 bbls recoverable reserves and +70% IRRs.
- Predictable growth in production and reserves from known pools**
 Drilling program for delineated F & G pools likely to grow corp. reserves by 40%-50% in '09E, possibly 100% in '10E w/ accelerated development.
- Sheer extent of trend has staggering implications for share price**
 Ultimate recoverable resource potential of +70mm bbls (net) dwarfs year-end '09E reserves of ~6mm bbls; Strong Buy.

Financial Summary

Shares O/S (M)	60.4	52-Week Trading Range	\$1.94 - \$0.40	
Market Capitalization (M)	\$115	Average Weekly Volume	266,774	
Net Debt - 2009E (M)	\$10	Market Float (M)	\$106	
Enterprise Value (M)	\$126	NAV/Share - 2010E	\$2.06	
Forecasts	2008	2009E	2010E	2011E
Production (BOE/d)	818	997	1,845	3,000
% Gas	41%	44%	41%	40%
Oil Price (US\$/bbl - WTI)	\$99.92	\$60.28	\$74.00	\$77.00
Gas Price (\$/mcf - wellhead)	\$8.26	\$4.41	\$6.60	\$6.70
Revenues (M)	\$22	\$16	\$41	\$67
Cash Flow (M)	\$8	\$2	\$17	\$29
Debt/CF	1.3x	4.9x	0.8x	0.4x
CFPS (FD)	\$0.23	\$0.03	\$0.24	\$0.40
EPS (FD)	(\$0.01)	(\$0.21)	\$0.01	\$0.05
Valuation		2009E	2010E	2011E
EV/DACF		47.9x	8.6x	5.1x
EV/BOE/d (per unit production)		\$126,138	\$68,139	\$41,906
EV/BOE (per unit proven reserves)		\$38.74	\$22.91	\$17.00
P/E		nm	325.3x	37.8x
Target EV/DACF		67.1x	12.0x	7.2x

Source: Company reports, WWCM

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Sterling Resources Ltd. (SLG-V, \$1.98)

Recommendation: Strong Buy

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Capital Markets Inc.

January 12, 2010

All values in C\$ unless otherwise noted.

Current Price	\$1.98
Target Price (12-Month)	\$3.40
Implied Capital Gain	72%

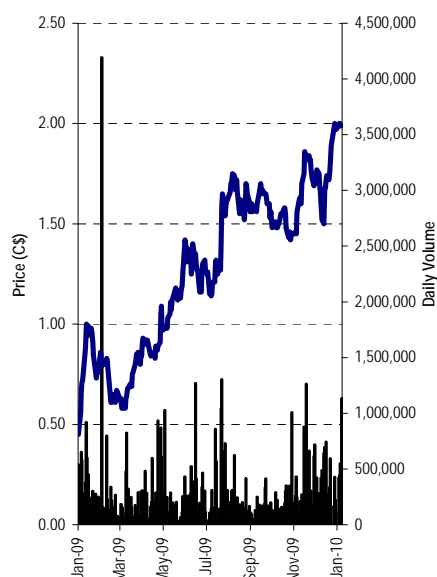
Changes

	Old	New
Production '09E boe/d	Nil	Unch.
CFPS (FD) 2009E	(\$0.02)	Unch.
Production '10E boe/d	Nil	Unch.
CFPS (FD) 2010E	(\$0.01)	Unch.
Recommendation	Strong Buy	Unch.
Target Price	\$3.40	Unch.

Company Profile

Sterling Resources is a Calgary-based exploration and production company with assets in the United Kingdom, Romania and France and a primary strategy of growth through international exploration. In order to minimize capital exposure, management leverages their intellectual capital to form beneficial joint venture partnerships.

Price Chart



Source: Thomson One

Poised to Hit "Home Runs" with Top-Tier Asset Base for International Offshore

- **Two offshore development projects set to drive large cashflow stream**
Breagh (UK) & Doina (Romania) anchor projects support net prodⁿ of 14.7 kboe/d & CF of \$193mm; '12E CF drives \$6/sh price on 4x multiple.
- **2010 focus on appraisal & explⁿ puts \$4.64/sh risked upside in play**
SLG plans to drill up to 8 wells in '10 starting with explⁿ wells in onshore Romania, followed by Cladhan, Airidh, Macanta, & Quad 48 (UKNS).
- **Cladhan oil a "game changer" – Q4/08 discovery viewed as "sleeper"**
SLG targets follow-up Cladhan appraisal well in Q2, potential sidetrack in Q4/10; carrying 100 mmbbls gross (39.9% W.I.); risked EMV/sh ~\$1.72.
- **Trading at 0.8x risked NPV; asset portfolio offers substantial upside**
We estimate risked NPV/sh for SLG of \$2.52; deep appraisal & exploration portfolio carries risked EMV/sh value of \$10.36 in our model.

Risked NPV/sh Valuation (top) and Risked EMV/sh Valuation (below)

Prospect/Field	WWCM Unrisked resource estimate (mmboe, net)	COS (%)	WWCM Risked resource estimate (mmboe, net)	Unrisked NPV/sh	Risked NPV/sh
Breagh	29.1	80%	23.3	\$0.83	\$0.67
Doina Trend	14.6	80%	11.7	\$1.38	\$1.10
Sheryl	2.6	50%	1.3	\$0.16	\$0.08
UK Onshore	0.7	80%	0.6	\$0.09	\$0.07
Net Debt (cash)				(\$0.60)	(\$0.60)
Total	47.0		36.8	\$3.06	\$2.52

Prospect/Field	WWCM Unrisked resource (Gross, mmboe)	Unrisked EMV/sh	COS (%)	WWCM Risked resource (mmboe, net)	Risked EMV/sh
North Sea					
Breagh	100.0	\$0.80	80%	24.0	\$0.68
Breagh upside	65.0	\$0.95	25%	4.9	\$0.21
Breagh Neighbour Fields	187.0	\$3.48	31%	17.6	\$0.85
Grian	16.0	\$0.26	30%	1.9	\$0.05
Sheryl	4.0	\$0.24	50%	1.3	\$0.12
Cladhan	100.0	\$4.34	40%	16.0	\$1.72
Offshore Romania					
Doina/Ana	48.0	\$1.47	80%	12.5	\$1.17
Other Midia XV	187.0	\$8.37	32%	39.1	\$2.52
Pelican XIII	236.0	\$16.38	12%	18.2	\$1.50
Onshore Romania	188.5	\$6.51	18%	17.3	\$0.94
Net Debt (cash)				(\$0.60)	(\$0.60)
Total	1131.5	\$43.40		152.8	\$10.36

Source: Company reports, Wellington West Capital Markets Inc.

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Anatolia Minerals Development (ANO-T; \$3.65)

Recommendation: Buy

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All values in C\$ unless otherwise noted.

Current Price	\$3.65
Target Price	\$5.00
Target Return	37%

Changes

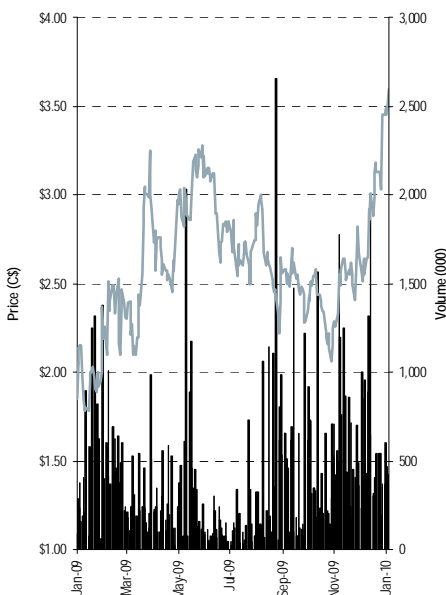
	Old	New
Rating	Buy	Unchanged
Target	\$5.00	Unchanged
2010 CFPS (US\$)	(\$0.03)	Unchanged
2011 CFPS (US\$)	\$0.12	Unchanged

Company Profile

Anatolia Minerals is a Canadian company, based in Colorado, and focused on Turkish exploration & development. The company's flagship asset is the Çöpler gold-silver project in Turkey, which currently under construction. During the first five years of heap-leaching, we expect average annual attributable production of more than 118,000 oz of gold and 90,000 oz of byproduct silver, beginning in late 2010.

www.anatoliaminerals.com

Price Chart



Source: Thomson One

Çöpler Valuation Set to Re-Rate During 2010; Rapid Cash Flow Growth to Fuel Exploration

- Two key events for 2010: production re-rating & exploration growth.** Production and exploration should result in share price appreciation as the market re-rates with a higher multiple; exploration to help expand NAV.
- On track for steady state production in 2012.** We expect average annual attributable production of more than 131,100 oz of gold and 104,200 oz of byproduct silver (see table below).
- Cash flow set to grow to over US\$0.80 per share by 2013.** Slightly delayed cash flow delivery from heap leach operation expected to result in steady growth beyond 2011; cash flow should fuel growth.
- We reiterate our Buy recommendation and \$5.00 target price.** Our target is based on a 1.21x multiple of our blended \$4.20 NAVPS (see Çöpler oxides/sulphides below), using US\$925/oz Au and 0.90 FX rate.

Financial Summary

Units Out (mm)	134.70	52-Week Range	\$1.65 - \$3.58
Units Out FD (mm)	140.89	Avg Daily Volume	395,847
FD Market Cap (C\$ mm)	\$493.1	Debt (US\$ mm)	\$0.00
Working Capital (US\$ mm)	\$136.6	Current model quarter	Q4 2009

Year-end December (C\$ million)	2010E	2011E	2012E	2013E	
Gold price assumption (US\$/oz)	US\$1,050	US\$1,050	US\$1,050	US\$925	
Gold production (ounces)	1,900	42,300	131,100	167,200	
Silver production (ounces)	400	19,800	104,200	136,700	
Total cash costs (US\$/oz) (Ag by-product)	US\$1,051/oz	US\$585/oz	US\$274/oz	US\$237/oz	
Cash Flow (Operating US\$/share)	(\$0.03)	\$0.12	\$0.69	\$0.82	
Valuation @ (Q4 2009)	Discount Rate	NAV (C\$ mm)	NAV/share	Multiple	Valuation per share
Cöpler Sulphide (80%), Turkey	10%	\$160.81	\$1.02	1.00 x	\$1.02
Cöpler Oxide (80%), Turkey	8%	\$459.29	\$2.92	1.30 x	\$3.80
Current taxes	8%	(\$122.98)	(\$0.78)	1.00 x	(\$0.78)
Exploration properties	in-situ	\$38.85	\$0.25	1.00 x	\$0.25
Total corporate adjustments	8%	\$124.99	\$0.80	1.00 x	\$0.80
		\$660.96	\$4.20	1.21 x	\$5.08

Source: Company reports and WWCM estimates

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Copper Mountain Mining Corp. (CUM-T, \$2.34)

Recommendation: Strong Buy

Steve Parsons, P. Eng (416) 640-4950; sparsons@wwcm.com

Ryan Walker (416) 640-4971; rwalker@wwcm.com



January 12, 2010

All values in C\$ unless otherwise noted.

Current Price	\$2.34
Target Price (12-Month)	\$3.50
Target Return	50%

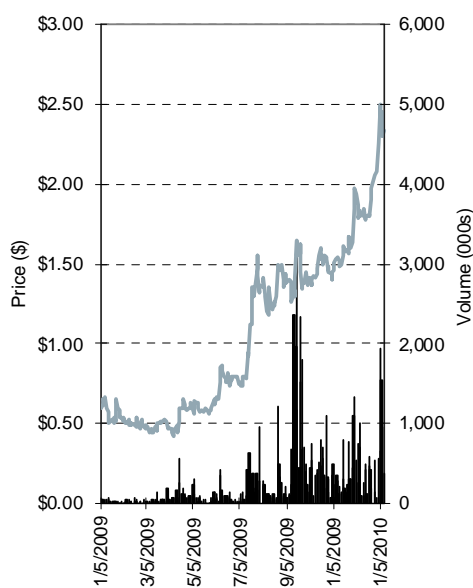
Changes

	Old	New
Rating	Strong Buy	Unchanged
Target	\$3.50	Unchanged
NAV estimate	\$4.59	Unchanged

Company Profile

Copper Mountain Mining Corp. is a Canadian-listed exploration and development company focused on advancing the 75%-owned Copper Mountain copper-porphyry deposit in south-central British Columbia. The large, bulk-tonnage deposit remains open laterally and at depth. We expect commissioning in H2/11, followed by commercial production in 2012. www.cumtn.com

Price Chart



Source: Thomson ONE

Compelling Valuation for Well-Advanced Largely De-Risked Copper Development Story

- Remains cheap relative to peers on a P/NAV basis (0.5x NAV_{8%}).**
 Especially so considering Cu Mtn is among the most advanced near-term development projects with financing, permitting and off-take deals set.
- Higher copper price futures bode well for Copper Mountain.**
 A shift higher in the fwd curve and a growing arb between the fwd strip and consensus Cu prices bodes well for value accretion and M&A.
- Exploration news and potential M&A to fuel share price in 2010.**
 More immediate catalysts incl. receipt of amended Mines Act Permit to approve the new mine plan and authorize commencement of production.
- Reiterate Strong Buy rating and \$3.50 target.**
 Our target is based on 0.75x multiple of our 8% NAV est. of \$4.59/sh. At long-term US\$2.50/lb Cu & 0.90 f/x, NAV est. increases to \$6.60/sh.

Financial Summary

Shares, basic (mm)	77.3	52-Week Range	\$0.415 - \$2.55
Shares, f.d. (mm)	82.9	Avg Weekly Volume	1,239,546
Market Cap, basic (mm)	\$180.9	Fiscal Year End	Dec-31
Working Capital (mm)	\$52.3	NAV/Share, f.d.	\$4.59
		P/NAV	0.5 x

	FY08A	FY09E	FY10E	FY11E
Copper Price (US\$/lb)	3.50	2.12	3.00	3.25
Attributable Cu Sales (mm lbs)	0.00	0.00	0.00	37.16
Total Cash Costs (US\$/lb) (1)	0.00	0.00	0.00	1.19
EPS	0.04	-0.10	-0.04	0.55
P/E	58.5 x	nm	nm	4.2 x
CFPS, before W/C Adj.	-0.04	-0.08	-0.04	0.88
P/CF	nm	nm	nm	2.7 x

Key Management:

Jim O'Rourke	President and CEO
Rod Shier	CFO

Key Shareholders:

Insiders and Management (14%)

(1) Net of by-product gold and silver credits.

Source: WWCW Estimates, Company Reports

Please see disclaimers on the last three pages of this report.

Kirkland Lake Gold Inc. (KGI-T/AIM; \$8.98)

Recommendation: Strong Buy

Paolo Lostritto, P.Eng (416) 640-4951; plostritto@wwcm.com

John Miniotis, (416) 640-4970; jminiotis@wwcm.com

Ryan Walker, M.Sc., Geol. (416) 640-4971; rwalker@wwcm.com



WELLINGTON WEST
Capital Markets Inc.

January 12, 2010

All values in C\$ unless otherwise noted.

Current Price	\$8.98
Target Price	\$16.00
Target Return	78%

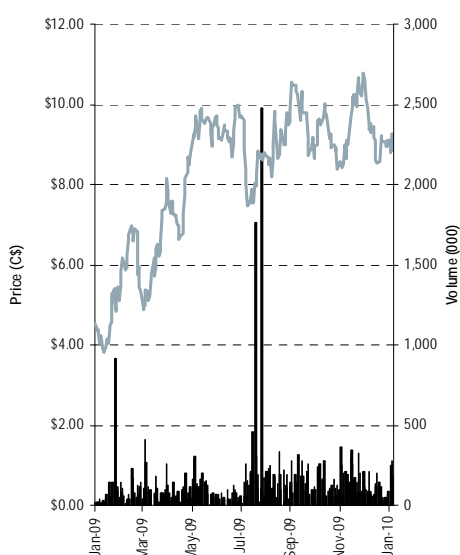
Changes (April Year-end)

	Old	New
Rating	Strong Buy	Unchanged
Target	\$16.00	Unchanged
F2010 CFPS	(\$0.24)	Unchanged
F2011 CFPS	\$0.92	Unchanged
F2012 CFPS	\$1.30	Unchanged

Company Profile

Kirkland Lake Gold is a Canadian-based gold mining company that owns five contiguous and formerly producing mines in east-central Ontario. These mines historically produced 22 million ounces of gold. Efforts are currently focused on developing and exploring the newly discovered South Mine Complex at the Macassa mine. www.klgold.com

Price Chart



Source: Thomson One

Transformational Year to Change Market Perception; Going from Laggard to Leader

- 2010 should prove to be a transformational year for KGI.**
 After spending more than 12-months in the cocoon of infrastructure improvements, operating results are set to improve in calendar 2010.
- Paste-fill hole, ramp and other key components nearly complete.**
 Automated loading pocket configured with bulk tonnage mining, ramp and hoisting should lead to higher throughputs and lower costs in 2010.
- Management's confidence has resulted in key changes for 2010.**
 New corporate communications person has been hired (Toronto); Company's financial year-end will likely be changed to December.
- We reiterate a Strong Buy recommendation and \$16.00 target.**
 Target based on both 1.73x our estimated 5% NAVPS using US\$925/oz long-term gold and 0.90 US\$/C\$ FX rate and 12x F2012 CFPS of \$1.30.

Financial Summary

Units Out (mm)	63.38	52-Week Range	\$3.72 - \$10.96		
Units Out FD (mm)	67.29	Avg Daily Volume	137,214		
FD Market Cap (C\$ mm)	\$596.2	Debt (C\$ mm)	\$0.00		
Working Capital (C\$ mm)	\$40.5	Current model quarter	FQ3 2010		
Year-end April (C\$ million)	F2008A	F2009A	F2010E	F2011E	F2012E
Gold price assumption (US\$/oz)	US\$765	US\$869	US\$983	US\$1,050	US\$1,050
Gold production (ounces)	49,500	48,000	45,300	141,000	178,300
Total cash costs (US\$/oz)	US\$700/oz	US\$781/oz	US\$1,159/oz	US\$491/oz	US\$388/oz
CFPS (C\$)	\$0.02	(\$0.06)	(\$0.24)	\$0.92	\$1.30
Valuation @ (FQ3 2010)	Discount Rate	NAV (C\$ mm)	NAV/share	Multiple	Valuation per share
Kirkland Lake (100%), Canada	5%	\$894.05	\$13.29	1.51 x	\$20.06
Current taxes	5%	(\$255.54)	(\$3.80)	1.00 x	(\$3.80)
Total corporate adjustments	5%	(\$9.62)	(\$0.14)	1.00 x	(\$0.14)
		\$628.89	\$9.35	1.73 x	\$16.12
					12x F2012E CFPS
					\$15.62
					75% NAV & 25% P/CF
					\$16.00

Source: Company reports and WWCM estimates

Please see disclaimers on the last three pages of this report.

Taseko Mines Ltd. (TKO-T, \$4.47; TGB-A)

Recommendation: Buy

Steve Parsons, P. Eng (416) 640-4950; sparsons@wwcm.com
Ryan Walker, M.Sc. Geol. (416) 640-4971; rwalker@wwcm.com



All values in C\$ unless otherwise noted.

Current Price	\$4.47
Target Price (12-Month)	\$5.25
Target Return	17%

Changes

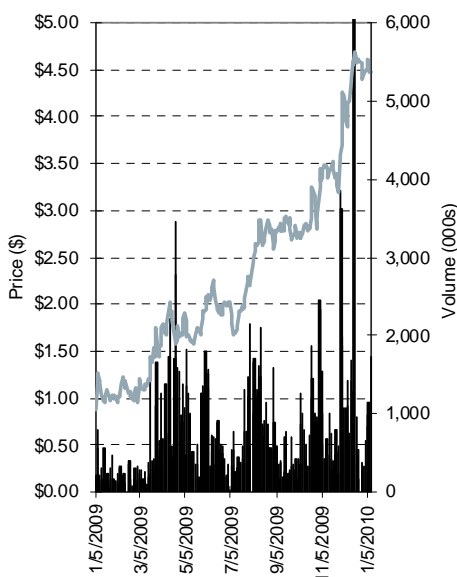
	Old	New
2009E CFPS	\$0.24	Unchanged
2010E CFPS	\$0.54	Unchanged
Recommendation	Buy	Unchanged
Target	\$5.25	Unchanged

Company Profile

Taseko Mines Ltd. ("Taseko") is a Canadian-listed copper producer. TKO's principal producing asset is the 75%-owned (subject to deal with Sojitz) Gibraltar mine in Central British Columbia. Taseko also holds a 100% interest in the Prosperity project, a large gold-copper deposit located 175km from Gibraltar. Production there is contingent on a favorable outcome in respect of mine permitting and financing.

www.tasekomines.com

Price Chart



Prosperity Potential Game Changer in 2010 – Provincial Permitting Decision Draws Near

- Recent spate of Cu-Au deals bodes well for Prosperity and TKO.**
Cu-Au assets coveted by gold & base metal cos. alike. With 2P reserves of 11mm oz Au & 4.2bn lbs Cu, Prosperity could be game-changer for TKO.
- Provincial EAC decision for Prosperity expected on or before Feb 1.**
Potential for material val'n bump, but only w/ positive permitting decisions. At US\$2.00/lb Cu, Prosperity adds ~\$1.50/sh to company NAV estimate.
- TKO shares reflect our Gibraltar-only NAV est w/ Cu at US\$2.25/lb.**
A shift higher in the fwd curve & growing arb between the fwd strip & consensus Cu prices helps underpin TKO shares, even w/out Prosperity.
- Reiterate Buy rating and \$5.25 target.**
Target based on a 1.0x multiple of our risk-adj NAV est. (\$5.30/sh) & 5x 2011 EV/EBITDA. NAV assumes a 40% sale of Prosperity.

Financial Summary

Shares, basic (mm)	182.4	52-Week Range	\$0.88 - \$4.74	
Shares, f.d. (mm)	189.9	Avg Weekly Volume	3,725,633	
Market Cap (mm) (1)	\$815.3	NAV/Share, f.d.	\$5.30	
Working Capital (mm)	\$201.8	P/NAV	0.8 x	
	FY08A	FY09E	FY10E	FY11E
Copper Price (US\$/lb)	2.68	2.12	3.00	3.25
Payable Copper Prod. (000 lb) (1)	76,900	71,193	71,457	80,227
Total Cash Costs (US\$/lb) (2)	2.30	1.40	1.42	1.56
EPS	0.18	0.08	0.26	0.41
P/E	24.8x	54.9x	17.3x	11.0x
CFPS, before W/C Adj.	0.30	0.24	0.54	0.56
P/CF	14.9x	19.0x	8.3x	8.0x
EBITDA (mm)	85.9	43.4	105.7	137.3
EV/EBITDA (1)	7.9x	15.6x	6.4x	4.9x
Key Management:		Key Shareholders:		
Russ Hallbauer	President and CEO	Management (4%)		
Ronald Thiessen	Chairman and Director			

(1) Based on a 75% interest in Gibraltar in 2010+ and \$180mm payment from Sojitz Corp.

(2) Net of by-product molybdenum and silver credits for Gibraltar.

Source: WWCM Estimates, Company reports

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Wi-LAN Inc. (WIN-T, \$2.99)**Recommendation: Strong Buy**Sean Peasgood (416) 642-4371; speasgood@wwcm.comMarcel Valentin, (416) 640-4952; mvalentin@wwcm.comWELLINGTON WEST
Capital Markets Inc.

January 12, 2010

All values in C\$ unless otherwise noted.

Current Price	\$2.99
Target Price (12-Month)	\$3.70
Annual Dividend/Yield	\$0.05/1.7%
Target Return	25%

Changes

	Old	New
EPS 2009A	\$0.11	Unchanged
EPS 2010E	\$0.19	Unchanged
Recommend.	Strong Buy	Unchanged
Target	\$3.70	Unchanged

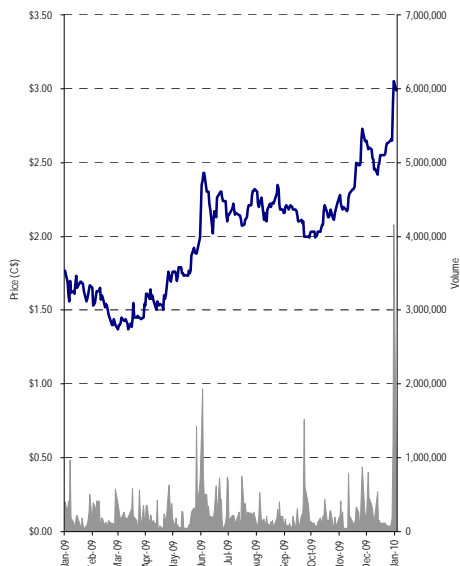
* Excludes earnings from \$38 million of non-cash Nokia and Alvarion patents.

Company Profile

Wi-LAN holds essential patents in large, existing & emerging industries: CDMA, Wi-Fi, WiMAX, V-Chip, DOCSIS, DSL, antennas, image processing & biometrics. WIN has licensed its patents to companies including Nokia, Panasonic, Cisco Systems, Alvarion, March Networks & Fujitsu. In 2006, WIN appointed a seasoned patent licensing executive to run its patent licensing efforts.

Markman Hearing Could Be the Catalyst for Multiple New Deals

- **Management team has successfully signed over 200 licensees to-date.** Over the course of just three years WIN has signed several large licensees (Nokia, RIM, NEC, Agilent) and is now set for strong operating leverage.
- **Two years after commencing litigation, Markman hearing finally here.** Traditionally a catalyst for deals, the Markman hearing in March may drive large handset, notebook and router vendors (Apple, HP, etc.) to sign.
- **Good risk/reward given signed deals, cash and patents worth \$2.65/sh.** Our base case valuation of \$2.65 is based on \$1.00/share in cash, \$0.88/share for backlog, and \$0.73/share for fire sale of patents.
- **WIN is our top sector pick with a Strong Buy rating and \$3.70 target.** Other catalysts include deals from non wireless patent portfolio. Our \$3.70 target is based on a DCF, (18% WACC), implying 19x C'10 EPS.

Price Chart

Source: Bloomberg

Financial Summary

Shares Out (F.D., mln)	102.9	52-Week Range	\$1.37 - \$3.05	
Market Cap	\$307.5	Avg Weekly Volume	1,305,000	
Market Float	\$307.5	Fiscal Year End	Dec-31	
Net Cash (M)	\$102.6	Tangible BV/Share	\$0.93	
	F2007A*	F2008A	F2009A**	C2010E
Cash revenue (mln)	\$19.0	\$26.6	\$35.1	\$50.0
EV/Revenue	10.8x	7.7x	5.8x	4.1x
Cash EPS (f.d.)	\$0.16	\$0.12	\$0.11	\$0.19
Price/Cash Earnings	18.2x	25.9x	26.3x	15.9x
EBITDA (mln)	\$5.6	\$7.8	\$6.9	\$16.0
EV/EBITDA	36.7x	26.3x	29.7x	12.8x
Cash EPS	Q1	Q2	Q3	Q4
F2008A	\$0.02 A	(\$0.01) A	\$0.01 A	\$0.10 A
F2009A**	\$0.01 A	\$0.04 A	\$0.04 A	\$0.03 A
C2010E	\$0.03 E	\$0.05 E	\$0.06 E	\$0.05 E

** WIN changing to December year-end. F2009E estimates through October 2009

Source: Company reports, WWCM

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Company Name	Ticker Symbol	Applicable Disclosure
Hemisphere GPS Inc.	HEM-T	3, 11
Essential Energy Services	ESN.UN-T	3
Bellatrix Exploration	BXE-T	1, 2
Second Wave Petroleum	SCS-V	1, 2, 3
Sterling Resources	SLG-V	n.a.
Anatolia Minerals Development	ANO-T	11
Copper Mountain Mining	CUM-T	2, 3, 11
Kirkland Lake Gold	KGI-T, KGI-AIM	3, 11, 12
Taseko Mines	TKO-T, TGB-AMEX	2, 11
Wi-LAN	WIN-T	2

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- 10) The research analyst or a member of the research analyst's household serves as a Director or Officer or Advisory Board Member of the subject issuer.
- 11) The research analyst(s) has visited and reviewed the material operations of the issuer:
 - a. **Hemisphere GPS** – The research analyst(s) has visited and reviewed the issuer's head office and production facilities in Calgary, AB.

- b. **Anatolia Minerals Development** – The research analyst(s) has visited and reviewed the issuer’s Çöpler project in Turkey in October 2008.
 - c. **Copper Mountain Mining** – The research analyst(s) has viewed Copper Mountain in 2008.
 - d. **Kirkland Lake Gold** – The research analyst(s) has visited and reviewed the issuer’s Macassa Mine in Kirkland Lake, Ontario in 2008.
 - e. **Taseko Mines** – The research analyst(s) has viewed the Gibraltar mine in July 2009.
- 12) A portion of the travel expenses of the analyst were paid or reimbursed by the issuer.

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