



Latin America Focused Gold Mining And Exploration



David Fowler CEO & Director
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Improved Producing Gold Mine - San Gregorio, Uruguay

- Improved San Gregorio mine plan.
- Arenal Deeps – higher grade mine life extension delivering 6 yrs @ 50 – 60 koz annual production and lower cash costs.
- Forecast 55koz production for 2011.
- Opportunity to further improve mine plan with exploration on known targets, incl. good recent results in Vaca Muerta.

New Portfolio of Chilean exploration assets

- Maiden NI 43-101 resource of 1.05 Moz from initial Pantanillo exploration programme on Maricunga Belt, scoping study started in June 2010.
- Anillo, early stage project in productive district

Management Team strengthen

- Addition of Luis Tondo as COO – former project director at Kinross' Lobo-Marté Project
- Randall Corbett new GM of San Gregorio – underground experience Barrick & Hecla

Generating positive Cash flow. Leveraged to gold price.

- Arenal Deeps financing to be sourced from operating cash flow and/or manageable debt.
- Objective is to avoid dilution at low share price levels.

Diversified South American growth focus

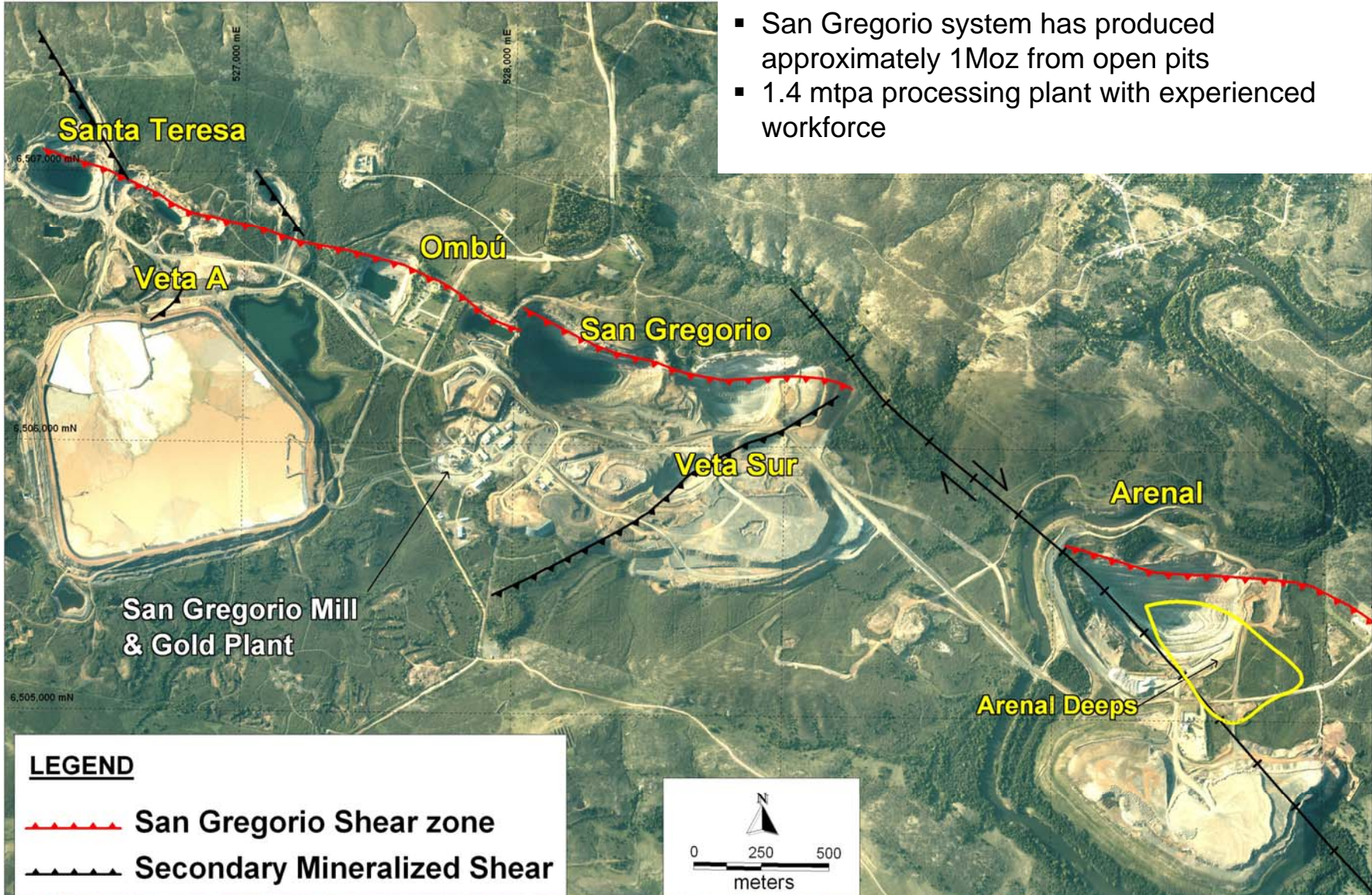
- Total resource of over 1.8 Moz gold – EV/oz of US\$16/oz.



Summary of Results		Fiscal Year Ended May-31		Three Months Ended August 31	
		2010	2009	2010	2009
Operating Results					
Gold Produced	Ounces	56,050	70,147	12,937	13,173
Grade processed	g/t Au	1.22	1.72	1.18	1.15
Average cash cost	US\$/oz	827	705	839	880
Average price received	US\$/oz	1,065	841	1,216	912
Financial Results					
Net income (loss) for the period	US\$ '000s	1,401	(14,355)	3,510	(2,158)
Cash flow from operations	US\$ '000s	9,021	9,404	5,410	30
Cash at end of the period	US\$ '000s	8,691	9,496	10,746	8,158



- San Gregorio system has produced approximately 1Moz from open pits
- 1.4 mtpa processing plant with experienced workforce



	Ounces	Grade
Open Pit Reserves 1 June 2009	182,300	1.23
Depletion due to mining	(60,002)	
New open pit	80,488	
Arenal underground	143,000	
Updated Reserves	345,786	1.51

- 2011 production target 55,000 ounces at \$US 825 per ounce
- Arenal Deeps feasibility study completed (143,000 ounces at \$US 545)
- Five year mine plan 55,000 – 60,000 ounces per annum at average of \$US 650 (assumes minor conversion of resources to reserves in later years).
- 2011 near mine drilling and feasibility work on open pit and underground targets to extend mine life



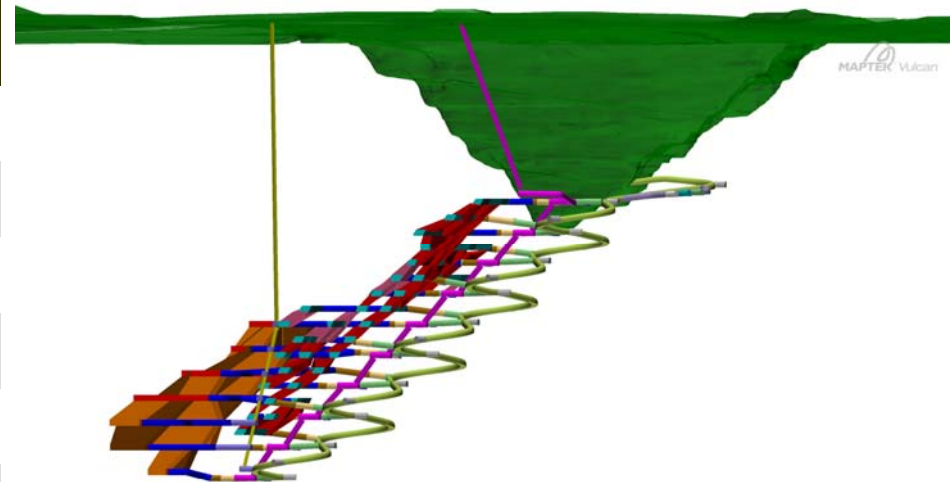
Summary of Financial Results (pre-tax, @ 1000 \$/oz gold price)		LOM
Gold Payable	K Oz	135
Cumulative net cash flow	\$US Mill	26.3
Internal rate of return	%	32.3
Net present value @ 7%	\$US Mill	16.4
Total LOM capital	\$	24.7
Total cash costs	\$/oz	545

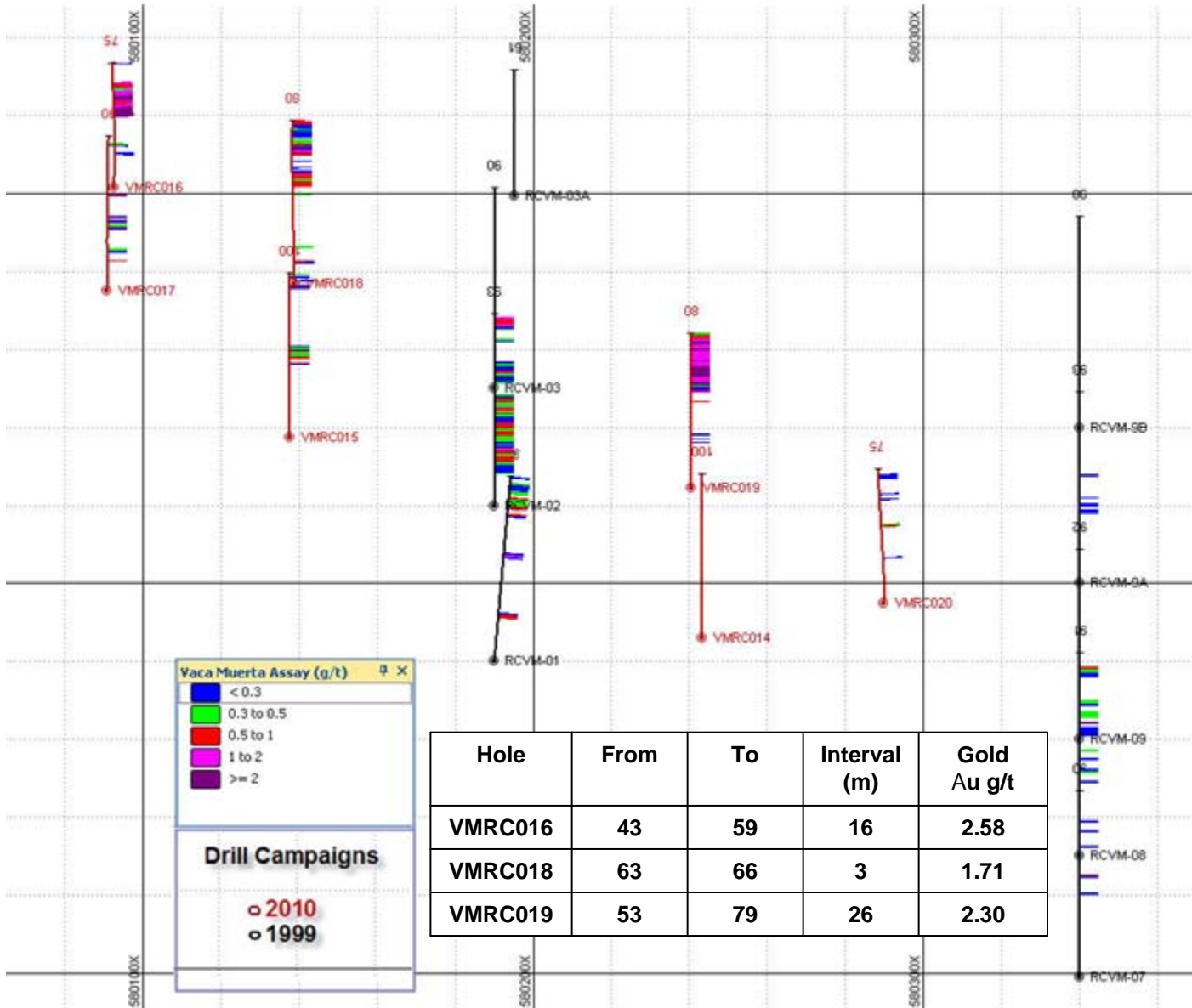
- No silver credit included
- Opportunity to optimise mine plan for grade and tonnes
- Capital investment and skills can be applied to other underground resources
- Additional resource potential at Arenal Deeps



- Decline access from bottom of open pit
- Mining method – transverse open stoping and inclined room and pillar
- Contractor for development and initial mining, progressing to owner operator mining.

Activity	Timing
Feasibility study	Complete
Environmental permit	In progress
Contract mining tender	In progress
Equipment tender	In progress
Recruitment	In progress
Financing	In progress
Commence Development	Fiscal Q3 2011
Stoping	Fiscal Q1 2012

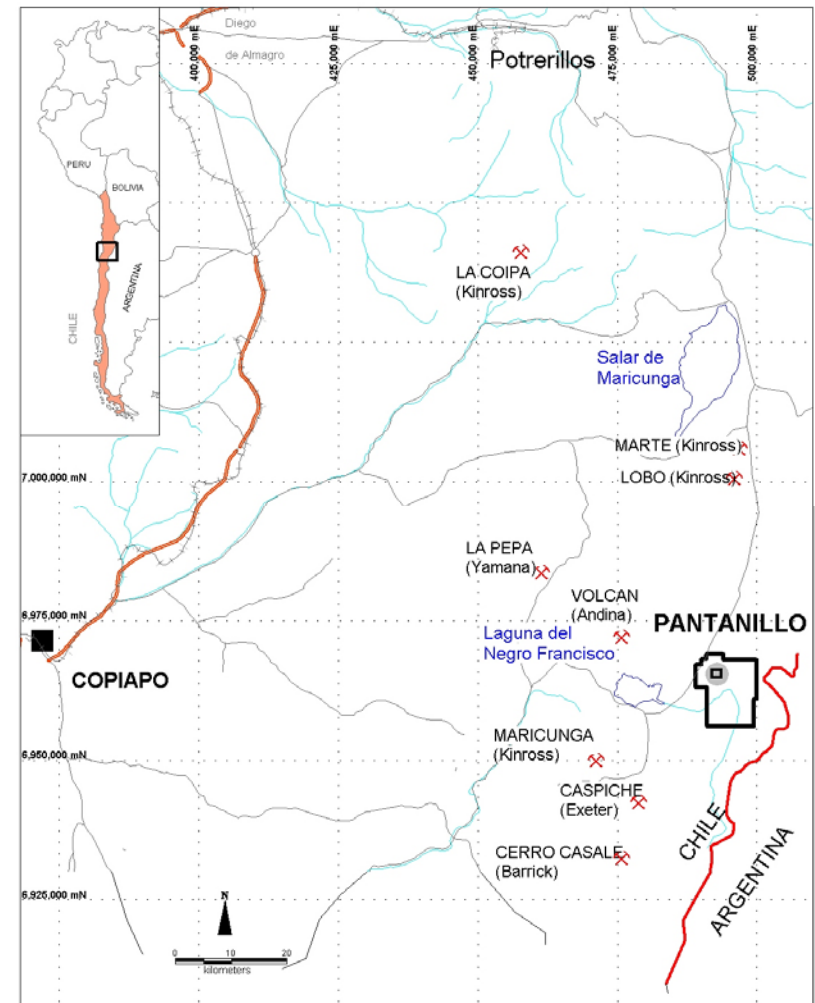




- Located 85 km from San Gregorio
- Historical drill program of 1,378 meters in 1999, best result 37 meters at 0.5 g/t.
- New 600 meter drill program, results opposite.
- Soil anomalies along strike
- Additional drilling underway to confirm dip and test strike / down dip.



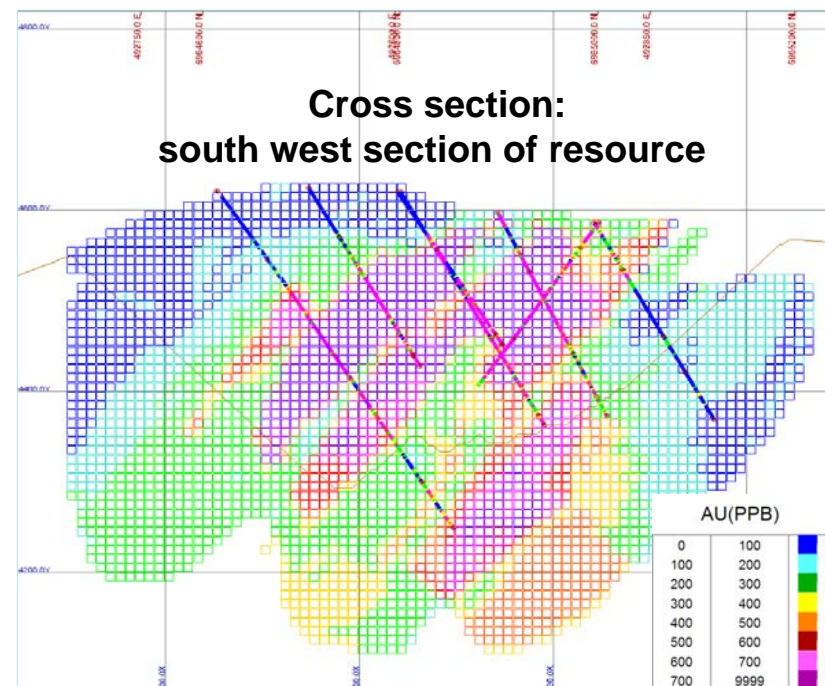
- Pantanillo project comprising 11,750 hectares optioned from Anglo American.
- Located in the Maricunga Belt of Chile, hosts in excess of 60 million ounces of resources.
- Bulk tonne, low grade deposit
- Phase 1 drilling has defined a maiden resource at Pantanillo Norte
- Planned 2011 phase 2 drilling will target resource expansion
- Other historically identified targets to be tested.

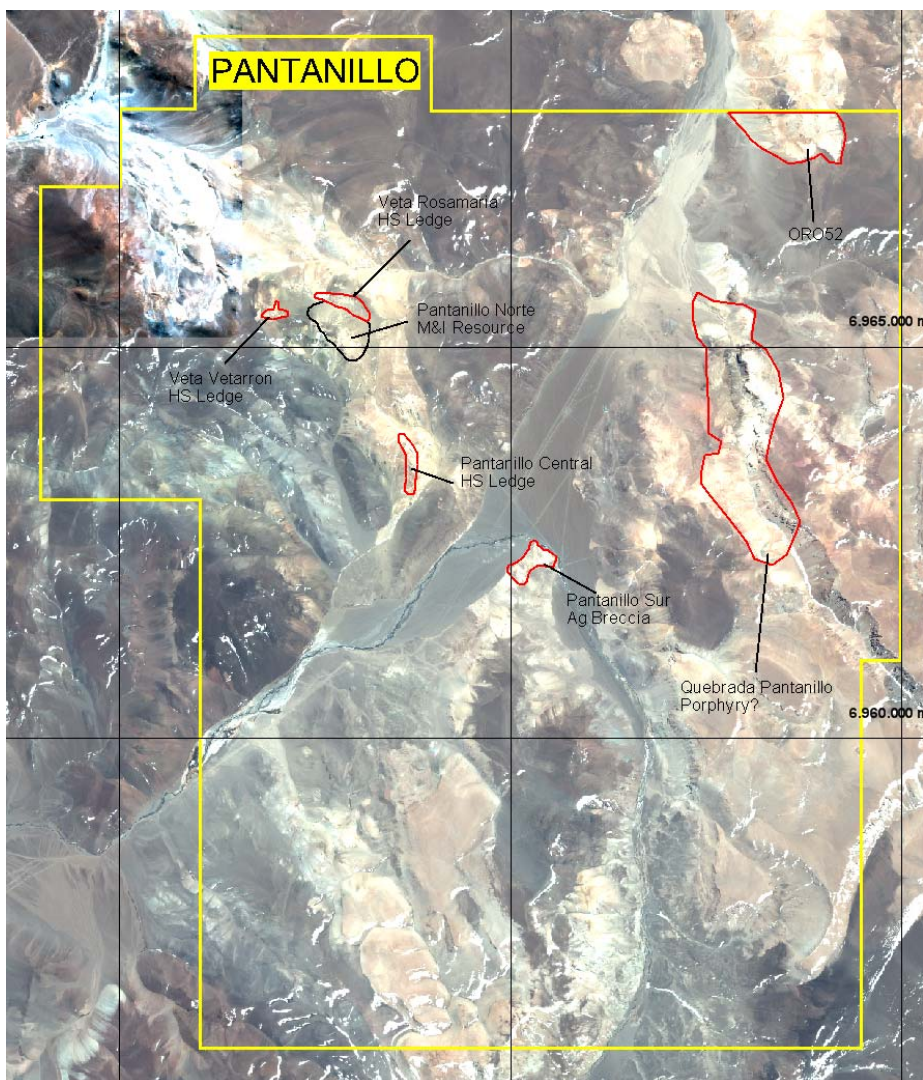




Ore Type	Cut-off		Measured		Indicated		Measured & Indicated			
	Au Grade	Tonnage	Au Grade	Au Metal	Tonnage	Au Grade	Au Metal	Tonnage	Au Grade	Au Metal
	g/t	Kt	g/t	oz	Kt	g/t	oz	Kt	g/t	oz
Oxide	0.30	19,806	0.72	456,349	1,752	0.55	30,963	21,558	0.70	487,312
Mixed	0.30	16,011	0.70	361,246	8,336	0.65	173,619	24,347	0.68	534,865
Sulphide	0.30	748	0.72	17,328	440	0.68	9,566	1,188	0.70	26,894
Total		36,565	0.71	834,924	834,924	0.63	214,148	47,093	0.69	1,049,071

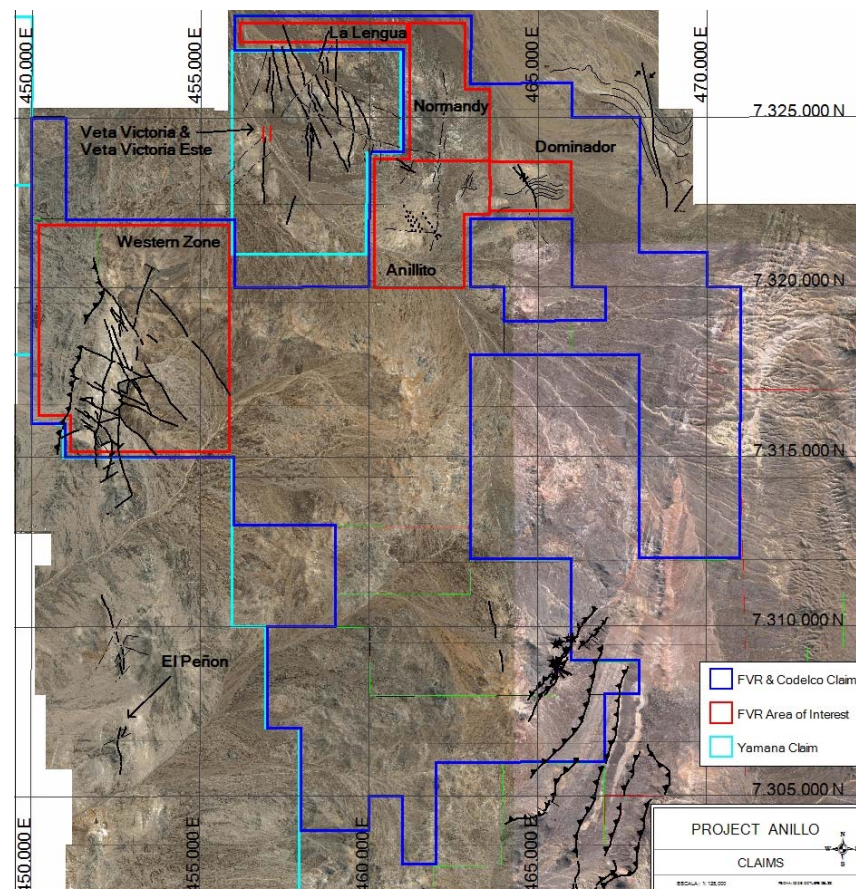
- M&I: 1.05 Moz -47Mt at 0.69 g/t Au
- Additional 5,166 oz in the Inferred category, with 304,000 tonnes at 0.53g/t gold
- Focused on defining the oxide and mixed zones of the deposit.
- Outside of this, a significant exploration target in deeper sulphide mineralisation
- Next phase: drilling and scoping study which began in June





- High sulfidation ledge targets around existing open pit.
- Additional porphyry mineralisation around Pantanillo Norte and at Pantanillo Central.
- Field work commencing on other targets in Oct 2010.
- Three other known exploration targets at Pantanillo with geochemical anomalies, alteration and minor drilling:
 - Oro 52
 - Quebrada Pantanillo
 - Pantanillo Sur

- Project optioned from Codelco
- 30,600 hectares, north and east of Yamana's El Peñon gold-silver mine
- Targeting Au/Ag vein mineralization
- Exploration program commenced in Fiscal Q1 2011 and includes mapping, sampling, trenching and ground geophysics to identify targets.
- Phase 1 includes 5 areas in north-east and west. Drilling fiscal Q3 2011.
- Exploration continues on south eastern and southern targets with drilling targeted for fiscal Q4 2011





Other Exploration targets:

- Incahausi (Chile IOCG Belt)
 - High grade vein and porphyry targets, currently being mined at 20 g/t
- Rocha (Uruguay)
 - A number of high grade zones along a 2 km structure, will drill test early in 2011
- Texas (Uruguay)
 - Prospective area is about 5 x 1.5 km, drilling early 2011

Other Assets (in Uruguay):

- Iron Ore farm out
 - Drilling has commenced, Pig Iron production using charcoal
- Cinco Rios Diamond Joint Venture
 - Encouraging drilling results, moving ahead with phase 2 of option.
- Option agreement with Mineral Cala in Southern Uruguay
- Lascano and other properties under review.



- Improved producing gold mine - San Gregorio, Uruguay.
- New portfolio of Chilean exploration assets.
- Strengthened management Team.
- Generating positive cash flow. Leveraged to gold price.
- Diversified South American growth focus.

Upcoming Newsflow:

- Arenal Deeps approval, financing: Nov-Dec 2010
- Drilling Vaca Muerta: Nov-Dec '10
- Drilling Anillo, Pantanillo: Jan-May'11