

Growth Stocks Weekly

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Performance: Year ended April 1996 116.9%; 1997 28.1%; 1998 36.4%; 1999 39.4%; 2000 180.9%; 2001 -50.5%; 2002 18.7%; 2003 28.8%; 2004 166.7%; 2005 28.2%

Junior Gold and Natural Resource Sector Report May 8, 2005

Copper & Gold: Namibia's Promise

YALE RESOURCES LTD. (YLL-TSXV)



- ◆ Well-structured tightly-held “shell” company is at the start of its exploration and development life cycle
- ◆ Poised to emerge as an active explorer following acquisition of highly prospective Namibian copper-gold prospects on-trend in prolific large-deposit mining areas
- ◆ Leicester target area is 7 km by 3 km as defined by coincident Magnetic, IP, soil, stream and Landsat anomalies
- ◆ Leicester was drilled in 1970 by Falconbridge: 2 holes 7.8 km apart assayed 19.3m @ 1.53% Cu and 35 g/t Ag; and 9.9m at 0.71% Cu. - mineralization is open to depth and along strike - gold was not assayed for
- ◆ Rehderstal target confirmatory chip channel sampling of mineralization over 8 km length returned 4m averaging 6.47% Cu, 6m averaging 2.48% Cu, and 10m averaging 3.72% Cu.
- ◆ Otjimakuru property is positioned between two world-class deposits: the nearby 5 million oz Navachab gold mine and the 1 million oz Otjikoto gold deposit; area coincides with 4 km long by 1.5 km wide magnetic anomaly
- ◆ Namibia is one of the most productive regions for world-class diamond, base metal, gold & uranium mines

- ◆ **2005 work program includes induced polarization (IP) geo-physical & geo-chemical surveys followed by drilling**

Introduction

Yale Resources Ltd. (YYL-TSX Venture Exchange) is an early-stage copper-gold exploration company committed to creating shareholder value through projects that have significant potential to host world class deposits.

Yale is focused on its recently acquired right to earn up to a 75 % interest in the Leicester and Otjimakuru properties located in the southwest African nation of Namibia. Yale is one of the few junior companies active in Namibia, a very attractive country for exploration investment, and highly prospective for mining activities which makes up approximately 20% of GDP. Diamonds, copper, uranium, gold, lead, tin and lithium have all been discovered and mined within the country, which also has suspected deposits of oil, coal, and iron ore. Work programs at both Leicester and Otjimakuru are scheduled to start before the end of Q2 2005.

Yale Resources also has an option to earn a 100% interest in the 149 square kilometre Adams Plateau Property located near Kamloops, British Columbia. Between 1984 and 1987 a large amount of exploration in the area resulted in the discovery of the nearby Rea, Homestake and Samatosum VMS deposits located in the same stratigraphy that hosts Adams Plateau. The Rea and Homestake deposits have both seen production.

Yale recently staked an additional 208 claim units immediately to the east of, and contiguous with, the company's prospective Adams Plateau property, and is 100 per cent owned by Yale. This recent staking more than triples the size of the Adams Plateau property. The newly acquired ground covers the approximately 10-kilometre continuation of the known favourable stratigraphy.

The corporate website is available at www.yaleresources.com

History

The Company was incorporated under the British Columbia Company Act on July 23, 1980. Effective January 31, 2001, the Company consolidated its shares on a one new for seven old basis. For the period from February, 2001 through October, 2003, the Company's principal activities have involved the re-structuring of its affairs to satisfy Exchange listing maintenance requirements.

The Company took steps to reinstate its shares for trading by: (1) acquiring the Adams Plateau Property in August, 2003; (2) completing a debt settlement re-structuring pursuant to which the Company issued 3,131,823 shares at a deemed price of \$0.10 per share in settlement of indebtedness of \$313,182 and a consequent change in control of the Company to 475175 B.C. Ltd. (Ron Shenton); and (3) completing a private placement of 2,998,000 units at a price of \$0.10 raise for the Company a total of \$298,000, allocated to the completion of the work program on the Adams Plateau Property and for working capital.

As part of the \$313,182 in debt settlement arrangements with creditors, 475175 B.C. Ltd. purchased a total of \$288,182 of indebtedness. The price paid by 475175 B.C. Ltd. was 30% of the total value of the debt. It was subsequently agreed to settle that indebtedness with the Company by the issuance of 2,881,823 shares at a price of \$0.10 per share. These shares are held in escrow to be released over a three year period effective from January 8, 2004 (Exchange approval).

On August 18, 2003, the shares of the Company were reinstated for trading on the NEX Board of the Exchange.

On August 27, 2003 an option agreement (as amended September 30, 2003) was granted to acquire a 100% interest in a total of 15 mineral claims (81 units) collectively referred to as the Adams Plateau Property, located in the Kamloops Mining District, British Columbia, approximately 70 km. north-east of Kamloops, B.C. In order to exercise the option, the Company was obligated to pay a total of \$60,000 in cash and incur exploration expenditures on the mineral claims in the amount of \$150,000. The property is subject to a 1% net smelter return in favour of the property vendor. The Company may purchase one-half of the net smelter return at any time for the sum of \$600,000.

On October 1, 2003, the Company changed its name from Mark-Can Investment Corp. to "Yale Resources Ltd."

On November 6, 2003 the option agreement and property acquisition were approved by the Exchange. The Company obtained a Technical Report prepared in accordance with National Instrument 43-101 on its Adams Plateau property, which was prepared by G. Nicholson, P.Geol., dated August 27, 2003. The Technical Report is available for public viewing at www.sedar.com among the Company's disclosure documents.

On November 7, 2003 the Company entered into private placement agreements with investors for the sale of a total of 2,998,000 units of the Company at a price of \$0.10 per unit, each unit consisting of one common share and one share purchase warrant entitling the holder to acquire one additional common share of the Company at \$0.15 per share for a period of one year. Proceeds were allocated to the work program for the Company's Adams Plateau property and for working capital.

Effective January 8, 2004 the shares of the Company were re-instated for trading on Tier II of the TSX Venture Exchange and its "inactive" designation was removed.

On March 15, 2004 the Company disclosed a non-brokered private placement of 760,000 units at a price of \$0.35 per unit to raise a total of \$266,000. A unit consisted of one common share and one-half warrant. One full warrant entitled the holder to acquire one additional common share at a price of \$0.45 for a period of one year from closing.

On March 22, 2004, the Company completed a private placement through Canaccord Capital and issued 2,200,000 units at a price of \$0.35 per unit, each unit consisting of one common share and one-half share purchase warrant to raise a total of \$770,000. One full warrant entitles the holder to acquire one additional common share at a price of \$0.40 for a period of one year from closing.

On November 22, 2004 the Yale Resources' TSX Venture Exchange symbol was changed from MRK to YLL.

On January 20, 2005 Ian Foreman, P. Geo. was appointed President and a Director of Yale. Mr. Foreman acted as Vice President - Exploration for Yale during the prior 6 months and was therefore already intimately familiar with all aspects of the Company's exploration efforts and business plans. Mr. Foreman has experience with both base and precious metals, and has worked in a wide variety of geological environments. Over the past 13 years while working for various junior mining and exploration companies in North and South America he has run both grass-roots reconnaissance-style exploration and multi-million dollar drill programs. Mr. Foreman was also part of a team that developed a 1,000 tonne-per-day open-pit mine.

On February 2, 2005 a Notice of Intention to Distribute Securities was filed which evidenced the sale of 500,000 shares from insider 475175 B.C. to a Director of the Company. This was likely to the new President Ian Foreman as part of a private incentive package designed to attract qualified leadership to the Company.

On April 20, 2005 Yale announced Exchange approval for two binding Letters of Intent with Helio Resource Corp. (HRC-V). Yale thereby acquired the right to earn up to a 75 % interest in the Leicester and Otjimakuru properties located in the southwest African nation of Namibia. Yale Resources issued a total of 150,000 shares (50,000 for Otjimakuru and 100,000 for Leicester) and paid \$45,000 to Helio. The shares will be subject to a four month hold period and will become free trading as of August 20, 2005.

On April 21, 2005 Yale announced a non brokered private placement of up to 3,500,000 units at a price of \$0.17 per unit to raise a total of up to \$595,000. A unit consists of one share and one half non-transferable share purchase warrant. Two share purchase warrants entitle the holder to purchase one additional share at a price of \$0.22 per share for a period of one year. Proceeds of the placement will be applied to work programs on the Leicester and Otjimakuru properties in Namibia and for working capital.

Also on April 21, 2005 Yale reported that a new seven km long IP geophysical anomaly and a coincident extensive copper-in-soil anomaly have been identified within the 7 km by 3 km Rehderstal target area of the Leicester Property, Namibia. This new data coincides with previously identified anomalies and adds considerably to the Company's confidence in the merits of the property.

Summary - Recent Acquisitions

Namibia Acquisition – the Leicester and Otjimakuru properties

Yale Resources has a right to earn up to a 75-per-cent interest in each of Helio's Leicester and Otjimakuru properties in Namibia. Namibia is located on the southwestern coast of Africa. The country is a stable, multiparty democracy with excellent infrastructure that gained independence from South Africa in 1990. Mining is integral to the economy of Namibia, and makes up approximately 20 per cent of the gross domestic product, the main commodities produced being diamonds, copper, uranium, lead, zinc and gold. Namibia hosts world-class diamond, base-metal, gold and uranium mines. The country is attractive for exploration investment -- Anglo American has recently invested over US\$450-million in developing the Skorpion zinc mine. Other major companies active in the mining/exploration sector of Namibia include: De Beers, Kumba Resources, Anglo Gold, BHP Billiton, WMC, Teck Cominco and Anglo Vaal/ARM.

Additional Adams Plateau Claims

Yale Resources recently staked an additional 208 claim units immediately to the east of, and contiguous with, the company's prospective Adams Plateau property, located approximately 27 kilometres north of the town of Chase in the Kamloops mining district, British Columbia and is 100 per cent owned by Yale. This recent staking more than triples the size of the Adams Plateau property. The newly acquired ground covers the approximately 10-kilometre continuation of the known favourable stratigraphy.

Namibia Property Detail

Leicester

The 60,000-hectare (600-square-kilometre) Leicester property is located approximately 350 kilometres northwest of Namibia's capital city, Windhoek. The property is crossed by a paved road and a 330 KV power line. Yale's work commitment for 2005 is \$300,000.

The property was explored for copper mineralization by Falconbridge in the late 1960s. Falconbridge performed soil sampling over the entire 30 kilometres of the Rehderstal fault, that runs through the centre of the property, and identified two high-priority copper (plus-or-minus-gold-and-silver) targets.

The Main target is highlighted as follows: Located adjacent to a major regional structure -- the 150-kilometre-long Rehderstal fault; a "jog" in the Rehderstal fault coincides with a seven-kilometre by four-kilometre copper-in-stream sediment anomaly (2,449 samples covering 88 square kilometres), a seven-kilometre by three-kilometre magnetic anomaly and a Landsat iron-oxide anomaly; copper mineralization is hosted by deformed granites and Damara-age sediments; and Falconbridge drilled eight diamond drill holes, totaling 1,357 metres, in 1970, seven of which intersected copper mineralization. The best drill intersections from each of these zones -- located 7.8 kilometres apart -- were: 19.3 metres at 1.53 per cent Cu and 35 grams per tonne Ag; and 9.9 metres at 0.71 per cent Cu. Mineralization is open at depth and along strike, and assays for gold were never performed. No additional drilling has been performed since that time.

Confirmatory chip channel sampling of copper oxide mineralization by Helio in 2003 at three separate locations over the 8 km length of the Rehderstal Target returned 4 metres averaging 6.47% Cu, 6 metres averaging 2.48% Cu, and 10 metres averaging 3.72% Cu. Planned exploration at Leicester includes induced polarization (IP) geophysical and geochemical surveys followed by drilling of priority targets.

Otjimakuru

The Otjimakuru property covers 17,000 hectares (170 square kilometres) and is located approximately 150 kilometres northwest of Windhoek. The first year work commitment is \$150,000.

The exploration model at Otjimakuru is for a skarn-hosted, sheeted-vein gold deposit similar to the greater-than-five-million ounce Navachab open pit gold mine, situated 90 kilometres to the southwest, and the Otjikoto deposit, located 110 kilometres to the northeast. Navachab was placed into production in 1989, by AngloGoldAshanti, and is Namibia's first and only gold mine. Otjikoto is an advanced exploration project with a one-million-ounce resource estimate at the prefeasibility stage that is being explored by AngloVaal (now ARM). The mine life at Navachab was recently extended to 2013.

An initial IP and geochemical survey is planned in order to develop drill targets. The area of interest coincides with a 4 km long by 1.5 km wide magnetic anomaly.

For complete details of these projects please refer to news releases dated March 15, 2005 and March 21, 2005.

About Namibia

Namibia is located on the south-western coast of Africa and has a surface area of over 824,000 km² (about 90% the size of British Columbia). Fieldwork is possible year-round as the country has at least 300 days of sunshine per year. The country is a stable, multi-party democracy with excellent infrastructure that gained independence from South Africa in 1990. The population is around 1.8 million (2002 estimate) and the official language is English. Mining is integral to the economy of Namibia, and makes up approximately 20% of GDP; the main commodities produced being diamonds, copper, uranium, lead, zinc and gold. Namibia hosts world-class diamond, base metal, gold and uranium mines. The country is attractive for exploration investment – Anglo American has recently invested over US\$450M in developing the Skorpion zinc mine. Other major companies active in the mining / exploration sector of Namibia include De Beers, Kumba Resources, Anglo Gold, BHP Billiton, WMC, Teck Cominco and Anglo Vaal/ARM. Helio is one of the few junior companies actively exploring in Namibia.

Adams Plateau Property Detail

The Adams Plateau Property is located in the Kamloops Mining District in the Province of British Columbia and covers approximately 149 square kilometres. Pursuant to an amended agreement dated June 30, 2004, Yale Resources has an option to earn a 100% in the Adams Plateau Property. To earn the 100% interest Yale make a total of \$60,000 in cash payments and must carry out a total \$150,000 in exploration expenditures on the claims before September 30, 2005. The Company made a cash payment of \$10,000 within 60 days of the agreement being accepted for filing by the TSX Venture Exchange and has spent approximately \$80,000 in exploration. Once these terms have been reached, the Adams Plateau property would then be subject to a 1% N.S.R. of which up to one half of the royalty may be purchased for \$600,000 in cash.

The Adams Plateau property covers known volcanogenic-style (VMS) mineralization close to several gold-rich VMS deposits in south-central British Columbia. The Rea located approximately 15 kilometres west of the property, averaged 6.1 g/t gold, 69.4 g/t silver, 0.33 % copper, 2.30 % zinc and 2.20 % lead.

Previous work on the property identified several mineralized zones, the most important of which is the AXL A2 zone located in the southeastern part of the area. Shallow drill holes in this area identified anomalous levels of copper, zinc, and lead over an average width of 17 metres. According to Spencer (1992), "a mineralized rhyolite tuff unit has been defined which averages 498 parts per million (ppm) copper, 663 ppm lead and 1,646 ppm zinc" and concluded that "the alteration, mineralization and structure of the A2 zone is similar to what could be anticipated in an area peripheral to a major volcanogenic massive sulphide deposit."

The known mineralization is localized along the south limb of a fold structure termed the Nikwikwai syncline. The property covers the projected closure of the fold. The projected continuation of the known mineralization along the south limb of the fold was the exploration target of the gravity survey conducted in 2004. An exploration program was carried out on the property in February 2004. The program consisted of a detailed gravity survey covering an area of approximately seven square kilometers in the southern and western parts of the claims.

On March 15, 2005 Yale staked an additional 208 claim units immediately to the east of, and contiguous with, the Company's Adams Plateau Property. This recent staking more than triples the size of the Adams Plateau Property. The newly acquired ground covers the approximately ten kilometre continuation of the known favorable stratigraphy between the previous

property boundary and the group of properties that host the Rea and Homestake Volcanogenic Massive Sulphide (VMS) deposits. Yale is finalizing planning and budgeting the 2005 work program for the property.

Share Structure

Authorized:

100,000,000 common shares without par value

	Shares	Amount
Issued (Post-Reorganization):		
Balance as at October 31, 2003	1,166,223	\$4,174,189
Less: Company owned shares	-2,223	-22,492
	1,164,000	4,151,697
Subsequent Issues:		
Private placement, for cash net of issue costs	5,958,000	1,196,679
Debt settlement	3,131,823	313,182
Exercise of share purchase warrants, for cash	25,000	3,750
Mineral properties	50,000	20,000
Balance as at October 31, 2004	10,328,823	5,685,308
Issued during Q1		
Exercise of share purchase warrants, for cash	383,000	57,450
Balance as at January 31, 2005	10,711,823	\$5,742,758

Escrowed Shares

As at January 31, 2005, there were 1,754,094 shares held in escrow. Release of these shares is in accordance with the rules of the TSX Venture Exchange.

Stock Options

The Directors have approved stock options as to 420,000 stock options for three years at a price of \$0.35 per share and 520,000 at a price of \$0.20 per share to the Directors, Officers and consultants of the company (exercisable on or before January 27, 2007) as follows:

Name	Number of Options at 0.35	Number of Options at 0.20
Lindsay Bottomer	-	50,000
Ian Foreman	-	250,000
David Hall	20,000	30,000
Richard Hughes	20,000	30,000
Keith F. McMyn	40,000	60,000
Luca M. Riccio	100,000	50,000
Ron Shenton	100,000	-
Total	280,000	520,000

Outstanding Warrants

The Company had outstanding share purchase warrants entitling the holders to acquire up to 1,258,572 common shares at \$0.15 per share on or before March 19, 2005 (expired unexercised) and for 380,000 common shares at \$0.45 on or before March 30, 2005 (extended for an additional 12 month period to March 30, 2006).

Directors and Officers

IAN FOREMAN P. GEO. *President and Director*

Vancouver, British Columbia Canada

President of Yale Resources Ltd., and a Director of Arcturus Ventures Inc.

Mr. Foreman has experience with both base and precious metals, and has worked in a wide spectrum of geological environments. Over the past 12 years, he has worked for various junior mining and exploration companies in North and South America. During his time in the Yukon, he ran both grass-roots reconnaissance-style exploration and multimillion-dollar drill programs. Mr. Foreman was involved with putting a 1,000-tonne-per-day open-pit mine into production and has helped with the formation of joint ventures with majors.

RICHARD HUGHES *Director*

Vancouver, British Columbia, Canada

Richard W. Hughes is widely recognized as one of the discoverers of the Hemlo gold mines in Ontario and was involved in the discovery of the Balmoral Mine in Quebec. He was also instrumental in discovering and launching the production of the Sleeping Giant Mine (owned jointly by Aurizon Mines and Cambior), as well as the Beaufor Mine, owned by Aurizon. President and owner of Hastings Management Corp., Mr. Hughes has operated his firm since 1982 providing administrative and professional services to public and private companies. He is also involved with reporting companies in British Columbia and Alberta, including Abitibi Mining Corp., Klondike Gold Corp., Sedex Mining Corp. and Alamos Gold Corp.

DAVID HALL C.A. *Director*

Vancouver, British Columbia, Canada

Mr. Hall is a Chartered Accountant who has been involved in the management of mineral exploration, development and operating companies since 1981 and has been instrumental in securing significant project and equity financing. Mr. Hall is President and Chief Executive officer of Aurizon Mines and has been a Director of Aurizon since its inception in 1988.

DR. LUCA MICHELANGELO RICCIO, P. GEO. *Director*

North Vancouver, British Columbia, Canada

Professional Geologist; Director – First Choice Industries, Dynasty Gold Corp., Crystallex International Corporation; Dr. Luca Riccio, P. Geo was until recently Vice President Exploration of Crystallex International and is President of Riccio Geoconsulting Ltd. Dr. Riccio has extensive experience in the evaluation and development of gold and PGE deposits. He has worked in the Americas, Europe, and Asia and is fluent in four languages.

RON SHENTON *Secretary Treasurer*

South Surrey, British Columbia

Financial Consultant; Director, Helio Capital Corp.

Mr. Shenton is a former Investment Advisor with a major national brokerage firm and has been involved in the junior public markets as an investor, advisor or in an investor relations capacity for over 20 years.

KEITH FERGUSON McMYN *Director*

North Vancouver, British Columbia, Canada

Mr. McMyn brings 40 years of entrepreneurial background, including 20 years of public market experience with him as the former President. He has been involved with numerous public companies on the TSX Venture Exchange, serving as both President and Director. Mr. McMyn's successful career has included the development and stewardship of a national marketing company that was bought by a multinational corporation. He has been involved in the development and building of high profile real-estate projects in Canada. Mr. McMyn has also had experience in the oil and gas sector in Texas and Oklahoma.

The directors and officers of the Company in the aggregate beneficially owned, directly or indirectly, or exercised control or direction over approximately 3,556,143 common shares or 33% of the issued and outstanding share capital as at January 31, 2005.

Conclusion

Yale Resources offers a low-priced opportunity to position into a newly-reorganized tightly-held vehicle along side a capable and motivated management group. We will be participating in the \$0.17 private placement, thereby adding 25,000 units (one share plus one-half warrant) of Yale Resources to the [Growth Stocks Weekly](#) model portfolio, which takes our holdings to 75,000 shares and 12,500 warrants (our 25,000 \$0.40 warrants having recently expired worthless).

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