

SUNDAY TIMES

PERTH WESTERN AUSTRALIA

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**Speculative
Medusa Mining (MML)**

MML is finalising the purchase of the Philsaga assets on the island of Mindanao in the Philippines. An existing producer, on an aggressive growth path, MML aims to produce more than 100,000 ounces of gold a year from 2008. We have placed a valuation on MML of \$1.16 a share on a fully diluted basis, using a discount rate of 12 per cent, and believe MML is significantly undervalued. We recommend MML to risk-tolerant investors looking for exposure to gold through a low-cost producer.



**Wendy
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