

GSA-ProTM

The version of *Gold Stock Analyst* newsletter for Professional Investors
 Reports on 60+ Gold miners plus the GSA-Top10 newsletter in mid-month

December 2012 • Since 1994 • Issue #223 • Editor: John C. Doody • Single Issue: \$150.00

IN THIS ISSUE:

GSA's Top 10 Stocks	2
GSA Stock Data	4-6
Gold, Price, Mkt Data	7

Reviewed Inside:

Agnico Eagle	8
Alacer Gold (was Anatolia)	10
Alamos Gold	11
Allied Nevada	9
Argonaut	3
AuRico (was Gammon)	15
Aurizon	11
Barrick	12-13
B2Gold	10
Buenaventura	14
Centerra	14
Claude	15

Analyses Inside:

Top 10 Comments	3
-----------------	---

Next Issue
 Web Posted: 12/30/12

Where Are We Now?

Based on 11/29/12's \$1,726/oz Gold, and GSA's proprietary Market Cap/oz data base compiled since 1994 for Rising and Falling Gold price trends, Gold stocks trade as if Gold was \$1,302/oz.

On average, Gold stocks are:

-25% Undervalued

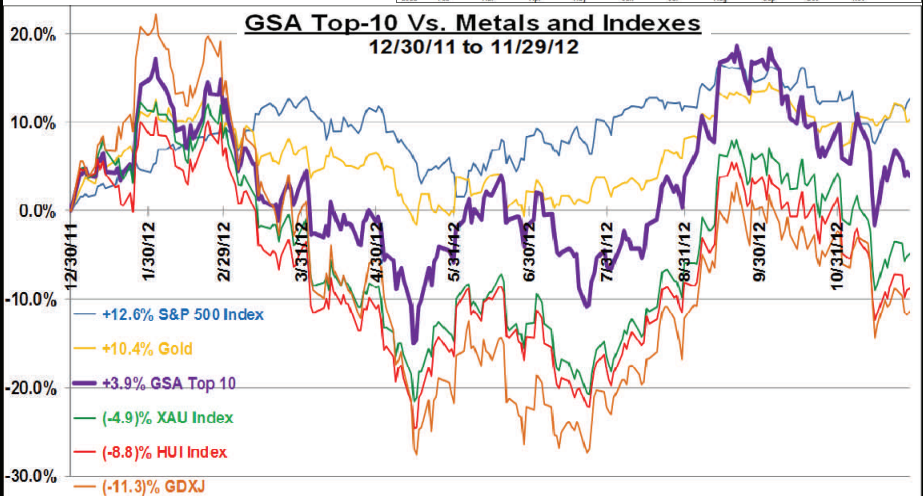
Gold Stock Investors

It's been a trying year. With the macro-economic environment seemingly perfect for Gold, Gold stocks should be soaring. They will. But as the talking heads like to constantly remind us, the Gold Indexes are down for 2012 (the GSA Top 10 is up +3.9%... see bottom chart). Why have the Indexes underperformed?

The answer is that the major Indexes, XAU and HUI, both contain the 3 major South African miners, AngloGold, Gold Fields and Harmony and the two North American elephants, Barrick and Newmont. These are the sector's worst performers. The Yahoo.com chart below shows the five stocks are down 20-30% for 2012 YTD and this has pulled down the Indexes.

At GSA we avoid the South Africans due the politics and the elephants as they can't dance. We focus on: 1) Stocks with low cash costs and good growth pipelines; 2) Miners with Full Feasibility Studies (so we know what they have) and like best those in the little news "quiet" construction phase before production begins; 3) Royalty earners, the least risky sub-sector of the industry.

The approach works, as the Top 10's ten year record and 2012 YTD shows. And when Gold finally catches fire, we know our stocks will far outperform the Indexes and the Metal.



Mark Your Calendar: **Sunday Feb 24, 2013**. The First Annual Gold Stock Analyst Investor Conference will be held at Ft Lauderdale's famous Pier 66 Hyatt Hotel, from 8:00AM to 5:30PM. Open only to subscribers, the GSA Top 10 and SSA Fave 5 companies will make presentations and answer questions. Details to come.