



Blogger Accusations Against Marin Katusa and Casey Research -- Facts vs. Misinformation

On November 1, 2010, a blogger posted several wildly inaccurate accusations against Casey Research and our Chief Investment Strategist, Marin Katusa. This blogger has no connection with Casey Research, knows nothing of how we do business, and makes false accusations against people he has never met and never contacted to verify any information before publishing. He is not a knowledgeable source, but a self-appointed expert hiding behind a nom de plume, seemingly bent upon making a name for himself at the expense of prominent and respectable market players like Casey Research.

It is worth noting that earlier this year, this same blogger accused Casey Research of duping subscribers into buying shares of Antares Minerals (V.ANM) and selling into the demand we created with our recommendation. His sole "evidence" for this was increased volume and share prices in the public markets prior to the release of our recommendation. The blogger totally ignored the fact that the company had just released world-class value in a new resource estimate. That value drove the share price and volume up, and drove our recommendation of the stock. Casey Research holds itself and all employees to strict ethical standards that ensure our subscribers best interests are always protected. The sole driver behind this recommendation was the potential for our subscribers to profit from the recommendation, and they did. ANM was just bought out at over a 100% gain over the price we recommended it at.

Instead of apologizing and recognizing Casey Research for recommending to its subscribers such a fantastic win in just a few months, the blogger has instead levied new accusations that contain even more egregious misrepresentations. Among other things, the blogger accuses Casey Research of promoting a "worthless company", Bayfield Ventures (V.BYV), to the detriment of subscribers and accuses Senior Investment Strategist Marin Katusa of using this promotional attention to pocket money from subscribers in the form of finders fees for a private placement Marin arranged.

Here are the facts:

- 1) CR Senior Metals Analyst Louis James recommended BYV in a private placement at .25 (with additional warrants) to our Casey's Investment Alert subscribers in April 2010.
- 2) KBH Capital (a company owned by Marin Katusa and Joe Hung) received fees totaling C\$137,187 in cash and 454,492 in warrants in connection with the April private placement to which KBH introduced qualified accredited and institutional investors with no relation to Casey Research (no fees were received in connection with any investments by Casey Research subscribers). All fees received were publicly disclosed by the exchange.
- 2) Louis James recommended BYV to International Speculator subscribers at .55 on September 1st, 2010.
- 3) Days later, in early September, the company announced spectacular drill results, doubling the



share price. Louis James recommended taking profits on September 9th -- before the private placement in question on September 13th.

Casey Research did not "pump" the stock up, solid drill results attracted market attention. Casey Research did not "dump" shares on subscribers, but actually counseled subscribers to sell into the high prices and volumes created by Bayfield's announcement.

4) Neither Louis nor Marin ever recommended that subscribers participate in the private placement in question. In fact the placement went entirely to institutional investors; not a single Casey Research subscriber participated, and not a single subscriber's dollars went to KBH Financial.

5) Marin Katusa/KBH did assist BYV to raise \$5M from institutional investors in the private placement. In exchange KBH earned approximately \$250K in cash fees and 178,572 warrants for this placement (all publicly disclosed).

The fact that BYV got the financing is much to the benefit of the subscribers who are still invested in BYV, as the company now has the money to explore and advance their project at fast pace.

Subscribers who bought and then followed our recommendation to take profits should have been risk-free, riding their gains and warrants, prior to the private placement in question and long before a subsequent drop in share price that followed good, but less spectacular drill results than those that sent the share price up so sharply in early September.

The blogger also incorrectly states that Casey Research "nailed" its recommendation on "buyout talks". This is not true. What Louis said in his recommendation was that BYV had (and still has) excellent takeover potential, with or without positive drill results on its own land, because its neighbor published a diagram showing an open pit that covers part of BYV's land -- and that neighbor has 5.1 million ounces of gold that look likely to become a mine.

The collective set of BYV recommendations has been a huge money-maker thus far for any Casey subscribers who followed them, the complete opposite of the blogger's representation. KBH Capital does sometimes arrange private placements with institutional investors (again, to the benefit of subscribers who invested in BYV in this case), but did not and will not get paid any finders' fee from subscribers' money as the blogger accuses.

We urge readers not to take seriously accusations made by anonymous internet bloggers and other questionable sources. If you have questions regarding any of our practices or policies, please contact us for the facts.