

RESEARCH NOTES

Equity Research | Today's Headlines

June 23, 2011

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NioGold Mining Corporation (TSXV:NOX) Rated: SPECULATIVE BUY | Target: \$0.85

- Drill Results From Marban Block

...full story

NIOGOLD MINING CORPORATION

Equity Research | Metals & Mining

Ticker

Recommendation

12-month Target

Please see important disclosures at the end of this document

TSXV:NOX
\$0.36

SPEC. BUY
(unchanged)

\$0.85
(unchanged)

Drill Results from Marban Block

June 23, 2011

Market Data

52-week High-Low	\$0.55-\$0.18
Shares Outstanding	
– Basic	96.2 million
– Fully Diluted	115.1 million
Market Capitalization	\$34.6 million
Enterprise Value	\$19.3 million
Cash & ST Investments	\$7.1 million
Marketable Securities	\$8.2 million
90-Day Avg. Daily Volume	230,000
Fiscal Year End	August 31
Major shareholders:	Management: 1.2%
	Pinetree Capital Ltd.: 11.7%

Event

Yesterday, NioGold Mining Corp., and joint venture partner Aurizon Mines Ltd., released the latest drilling results at the Marban block property.

Highlights

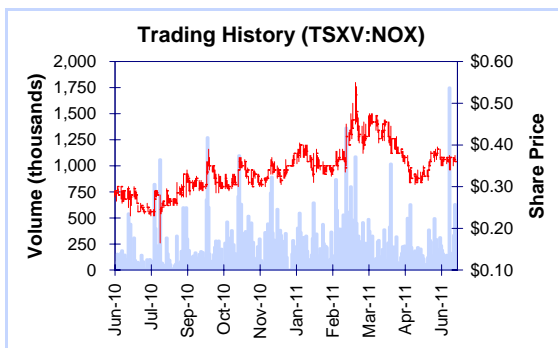
The highlight from 23 new drill holes was MB-11-191, which returned 5.3 g/t Au over 12.8 metres from the footwall shear zone at the Marban deposit at approximately 400 metres depth. NioGold believes the intersection has opened up significant potential to increase the gold resources at depth at Marban.

Highlights of Marban deposit drilling results:

- 37.1 g/t Au over 1.4 metres (MB-11-182)
- 5.3 g/t Au over 12.8 metres (MB-11-191)
- 5.1 g/t Au over six metres (MB-11-192)

Highlights of Norlartic deposit drilling results:

- 3.0 g/t Au over 14.4 metres (NL-11-049)



Source: Bloomberg

Company Description

NioGold Mining Corporation is a gold exploration company with land holdings in northern Quebec's most prominent gold mining region, the Malartic, Cadillac and Val-d'Or gold camps. Its principal properties include the Marban Block, Malartic Hygrade, Malartic H, Camflo West, and Siscoe East located in the Abitibi Greenstone belt. The Company controls a 20 km segment of this prospective fault zone with gold resources defined over a 3 km segment in and around three former mines – Marban, Norlartic and Kierens, which collectively produced 600,000 ounces gold.

Key Project

Marban Block – JV with Aurizon Mines Ltd.

Indicated	598,000 oz Au	8.1Mt @ 2.3 g/t
Inferred	361,000 oz Au	5.8Mt @ 1.9 g/t
Historic*	145,050 oz Au	0.8Mt @ 5.8 g/t

*non NI 43-101 compliant

Comments

Drilling at Marban returned a number of narrow intersections with a few strong results including hole MB-11-191 mentioned above, results for Norlartic looked better since mineralized intersections were wider.

In an unrelated event but significant to NioGold, shares of GéoMégA Resources were up 28% yesterday based on strong drill results and have risen considerably in the past week since hitting a recent low of \$1.69. NioGold holds 2.13 million shares of GéoMégA as a result of the sale of the Montviel property as well as a 2% net output return royalty on the property. We expect NioGold to eventually monetize its holdings in order to finance exploration and finance property acquisitions.

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Applicable disclosures:

NioGold Mining Corporation 1,8,9

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- STRONG BUY:** NSI expects the share price to appreciate 30% or more over the next 12 months.
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