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March 2004

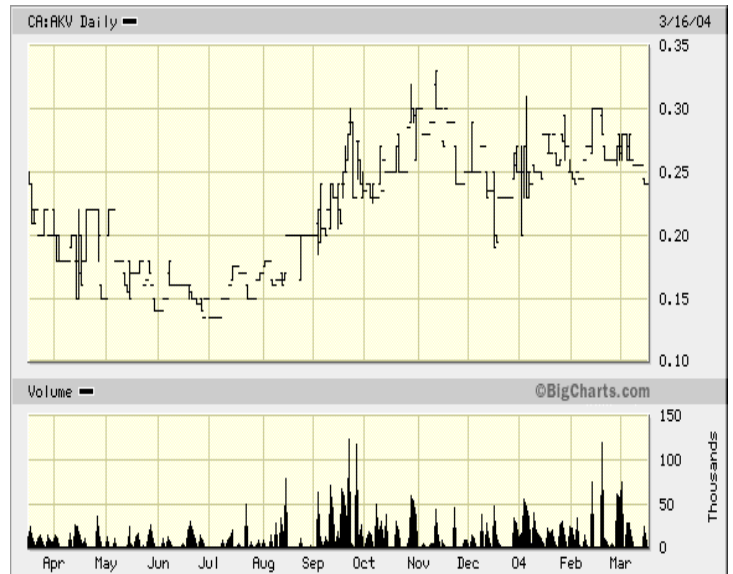
### Acrex Ventures Ltd. (AKV - V)

Current Price - \$0.22

#### Market Statistics

Shares outstanding	13.2MM
Warrants: exercisable at \$0.40 (4.0MM) expiring in Apr/04 and at \$0.28 expiring in Feb/05	8.9MM
Management Options: exercisable at \$0.28 and \$0.30	<u>1.3MM</u>
Fully diluted	<u>23.6MM</u>
Insider Holdings	22%
Institutional Holdings	0%
Recent market price	\$0.22
Current Market capitalization (basic/fully diluted)	\$2.9/\$5.2(MM)
52 week range	\$0.135 - \$0.33

Source: Union Securities



Source: www.bigcharts.com

Acrex Ventures Ltd. (Acrex) is a junior gold company that has managed to quietly option a 70% interest in the Michaud prospective gold property (50% upon completion of the current program and the remaining 20% with additional exploration expenditure of \$1.75MM by May 15,2007) along the prolific Destor Porcupine Fault (DPF) in Northern Ontario. The Michaud property is in near proximity to Newmont's Holloway and Barrick's Holt McDermitt mines (the Holloway and Holt McDermitt gold mines have cumulatively produced 2.5mm oz of gold since 1989 with 600,000 oz remaining in reserves). Three years ago when gold exploration was out of favour, Acrex took advantage of the situation and was able to enter into this agreement at very favourable terms. Instead of following the herd in the Red Lake district<sup>1</sup>, Acrex has gone into Canada's most productive gold region, which has delivered in the past and continues to deliver today. With a tiny market cap of \$2.9MM (a drop in a bucket when compared to it's peers in Northern Ontario), \$0.9MM in the bank and it's high potential gold property that continues to reveal significant gold mineralization, Acrex can be described as a diamond in the rough that has gone virtually unnoticed in the mining circle. Barrick spent \$6.0MM on the Michaud property and in 1996 had loosely defined a resource of 468,000 oz at 6.07 g/t. Market conditions coupled with a corporate decision to cease exploring Northern Ontario, resulted in Barrick leaving its option on the property to expire.

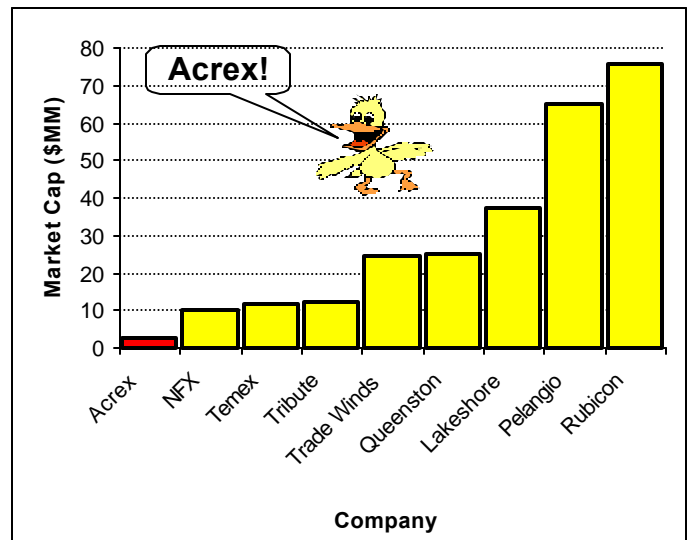


Figure 1, Comparison of Market Capitalization to similar companies exploring in Northern Ontario

Source: Union Securities Ltd.

<sup>1</sup> When compared to the mad rush of exploration companies entering the Red Lake District since the Goldcorp find, there has been significantly fewer entries around the Timmins area. The Timmins-Kirkland Lake area has produced over 100 million ounces while the Red Lake District stands at a mere 20 million ounces.

Eighteen kilometers to west also along the DPF, lay Apollo Gold's Black Fox property that is presently undergoing an extensive drill program. Results to date have identified an ore body containing 457,000 oz at 4.81 g/t that is readily amenable to low-cost open pit mining methods. Apollo is currently drilling deep in efforts to identify the potential for a high-grade underground operation. The results to date are extremely encouraging (wide intersections at very high grades) and seemed to have gone relatively unnoticed by mining investors.

Gold along the DPF district goes deep, and history has shown that the deeper you go the better the grades. This is proving to be true on the Michaud property with the recent results of Acrex's drill ongoing program. Gold grades from 10g/t to 30g/t have been intersected below the 200m level. This is a great indication that a significant gold deposit may lay at depth. Due to the recent boom in exploration, drill availability is sparse and has limited the aggressiveness of Acrex's current program. However, Acrex is trucking along with one drill and intends to add another upon availability, which is expected after the spring run. Having two drills turning will double rate at which it can release drill results.

In the early days when gold was first discovered and exploited at Holloway and McDermott, the capital employed for mine construction was put into question by many professionals because of the low grade of the ore reporting to surface. However, these marginal operations became cash flow positive when they went *deep*, and the deeper they went, the better the grades. Previous exploration of the Michaud property by Barrick with significant intercepts over respectable widths leaves Acrex with some excellent drill targets. This is what the DPF has been delivering for nearly 100 years. The recent success of the Black Fox<sup>2</sup> drill program reiterates this and demonstrates the DPF still has plenty to offer if you are willing to go deep.

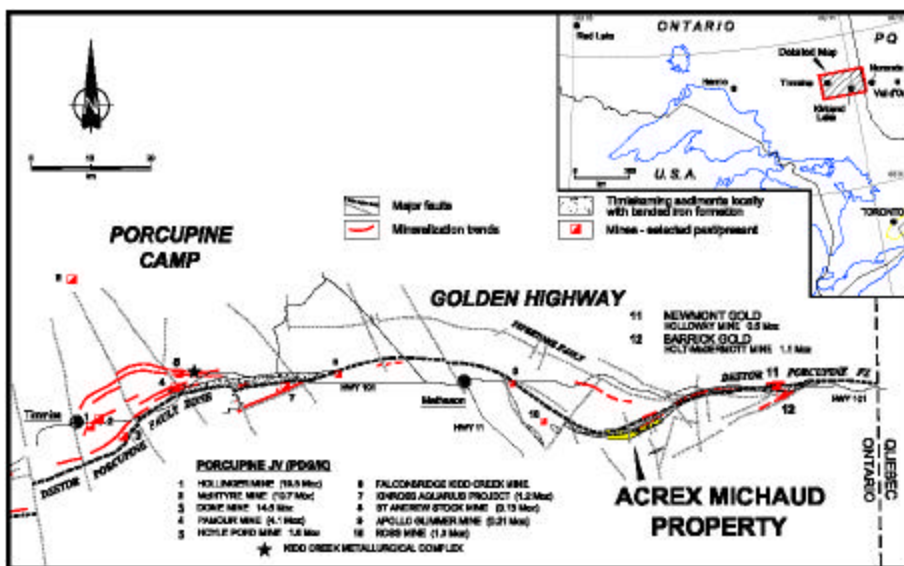


Figure 2, Location Map of the Porcupine Destor Mining Camp.  
Source: Acrex Ventures Inc.

Currently Barrick operates a modern 3,000-tpd mill and tailings facility on the McDermott property that processes the ore from both the Holloway mine and its mine. Newmont has an option to purchase the mill for \$3mm upon closure of the Holt McDermott mine – scheduled for early this year. A nearby mill is a valuable asset to any deposit and significantly increases the economics and thus potential production decisions. Later this year the mill will be operating at half capacity and will be starving for feed, allowing for rapid startups of close by satellite deposits. Other enviable factors include an experienced workforce in the area and proximity to power, roads and water.

Exploration work conducted on the Michaud property by Barrick in the mid-1990's identified a significant gold bearing alteration zone, over a strike length of more than 1.5km across the property. Acrex has worked the property since 2002 (spending \$800,000 to date) and has hit additional high-grade intersections and identified an additional gold bearing zone. With about \$900,000 in the bank, Acrex has the funds required to continue its planned drilling well into 2005.

From (m)	To (m)	Intersection (m)	Grade (g/t)
213.6	214.2	0.8	10.98
263.3	265.7	2.4	8.57
263.7	264.3	0.6	26.72
147.6	149.1	1.5	8.45
148	148.6	0.6	15.58
148	148.3	0.3	20.86
190.5	191.4	0.9	10.59
191.0	191.4	0.4	22.97

Table 1, Significant drill results  
Source: Acrex Ventures Ltd.

<sup>2</sup> The Black Fox property is the old Glimmer Mine, which produced over 45,000 oz of gold over the two years it operated. The low gold price and marginal grades at the shallow mining depths forced closure. Presently Black Fox is owned and operated by Apollo Gold Corp. Apollo is presently continuing its intensive drill program while working on a pre-feasibility study. Results can be found on [www.apollogold.com](http://www.apollogold.com)

The stagnant behaviour of Acrex's share price, while the majority of active juniors enjoyed significant multiples, is believed to be a result of the ignorance present in the investing public. A significant rally in the share price of Acrex is anticipated once financial professionals and investors realize the potential of the Michaud property (verified by drill results to date). In order to get on the radar screens of brokers and investors, Acrex's management has decided to go on an extensive road show over the next few months including presentations at the London, New York, Las Vegas and San Francisco Gold Shows. Such exposure is excellent for educating mining investors on the merits of the Michaud property. At current share price, Acrex is cheap, and must significantly increase to be in line with its comparable peers (see figure 1). The junior mining sector has soared over the last year while investors try to get a position. Many junior companies out there are over valued based on the properties that they control and it is the opinion of the author that the Michaud property possesses a value that is not seen in many others. Although this type of speculation presents risk, the exploration success to date on the Michaud property along with their proximity to producing gold mines leaves Acrex with better odds of success than the majority of other juniors. Add to this the recently acquired Raglan property which it picked up for peanuts (\$12,000) in 2003 and immediately optioned a 60% interest to Resolve Ventures (Resolve) for \$25,000 and you have an extremely inexpensive company with enormous upside potential. With additional positive drill results from the Michaud property along with any successes in the Raglan area, Acrex is seen as a wise investment for the risk tolerant investor.

### Management

#### **T.J. Malcolm Powell**

Position: **President and CEO**

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Malcolm Powell, President and CEO, has been involved in the junior resource industry for over 16 years. He has been President of Acrex Ventures Ltd. since mid 2000, and has been instrumental in successfully guiding the company back into the mining sector.

#### **Gregory G. Crowe, M.Sc.,P.Geo.,P.Geol.**

Position: **Director**

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Gregory Crowe is a registered Professional Geologist in the provinces of Alberta and British Columbia. He brings over 20 years of exploration, business and entrepreneurial experience throughout North America, Latin America, Africa and Southeast Asia to Acrex's board. Since graduating with a M.Sc. from the University of Calgary in 1981, he has worked for a number of major and junior exploration and mining groups and has served on the Board of Directors of several resource companies and is presently the president of Entrée Gold.

#### **Frank Lang, B.A., M.A., P.Eng.**

Position: **Chairman and Director**

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Frank A. Lang, Chairman, holds a B.A and M.A. from the University of British Columbia, is a Professional Engineer and has been involved in the operation and financing of junior resource companies for over 30 years.

For additional information go to: <http://www.acrexventures.com/>

#### **Adam Dasovich**

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