

# Newmont Mining (NYSE: NEM)

Location: Denver, CO

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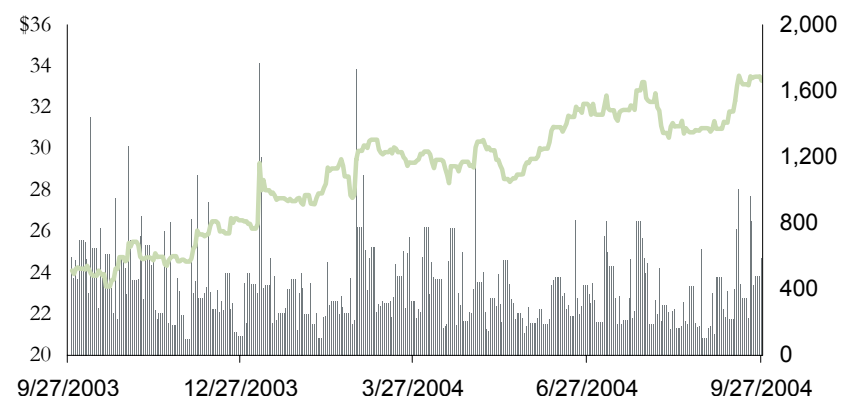
## BUSINESS DESCRIPTION

Newmont Mining Corporation predominately operates in a single industry: worldwide gold production, and exploration and acquisition of gold properties. Newmont also has base metal operations engaged in copper and zinc production. The Company has mining operations in the United States, Australia, Peru, Indonesia, Canada, Uzbekistan, Turkey, Bolivia, New Zealand and Mexico. The Company also has merchant banking unit that is engaged in portfolio management (providing in-house investment banking and advisory services).

## INVESTMENT THESIS

The US\$ is overvalued, to varying degrees, against the major global currencies, and there are compelling arguments to both short-term and long-term depreciation of the dollar. Because gold is priced in \$/oz., as the dollar depreciates gold appreciates proportionately. For example, the correlation between the Euro price of US\$ and gold is .92. Investing in a gold mining firm represents a leveraged bet on the falling dollar that fits the by-laws for investment type and has the added merit of raising relevant issues to fiscal and trade economics.

## STOCK PRICE PERFORMANCE



## FINANCIAL SUMMARY

2004 Fiscal Deficit: \$412 billion  
 2005 Fiscal Deficit (E): \$427 billion  
 2003 Trade Deficit: \$496.5 billion  
 2004 Trade Defecit (E): \$600 billion +

### Personal Savings Rates:

1980-1994 US	8.00%
mid-2000 US	1.00%
Japan	13.00%
Germany	12.00%
France	15.00%

### Trading Statistics

Share Price (1/26/2005)	\$42.04
Diluted Shares Outstanding (1/26/2005)	443.9
52 Week High	49.98
52 Week Low	34.70
Equity Market Value	\$18.66 B

## CURRENCIES

	USD	Euro	Yen
<b>Brazilian Real</b>	2.6645	3.4808	0.0258
<b>Canadian Dollar</b>	1.2338	1.6118	0.0120
<b>Euro</b>	0.7655	-----	0.0074
<b>British Pound</b>	0.5313	0.6941	0.0051
<b>Japanese Yen</b>	103.190	134.802	-----
<b>Swiss Franc</b>	1.1836	1.5461	0.0115
<b>U.S. Dollar</b>	-----	1.3064	0.0097

Correlation: Newmont/Gold 0.947  
 Correlation: Gold/Dollar 0.92  
 Beta: Newmont/S&P -0.05

Future govt. revenues & expenditures, present dollar terms

Gokhale & Smetters	\$44.2 Trillion
Int'l Monetary Fund	\$47 Trillion
Brooking's Int't	\$60 Trillion

