

# Olympus Pacific Minerals Inc

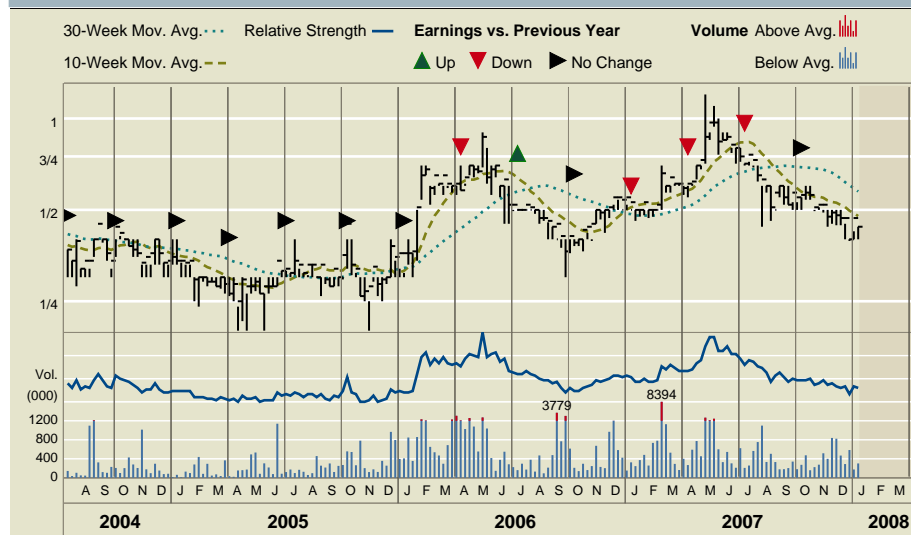
**GICS Sector** Materials  
**Sub-Industry** Gold

**Summary** This company engages in the acquisition, exploration, development, and mining of gold bearing properties in Southeast Asia, with a main focus on Vietnam.

**Key Stock Statistics** (Source S&P, company reports, Vickers)

Price as of Jan 4, 2008	<b>\$0.44</b>	Dividend Rate/Share	<b>Nil</b>	\$10K Invested 5 Yrs Ago	<b>\$8,800</b>	Total Shares Outstg. (M)	<b>232.4</b>
52-Wk Range	<b>\$1.20-0.40</b>	Trailing 12-Month P/E	<b>NM</b>	Beta	<b>NA</b>	Market Capitalization(B)	<b>\$0.102</b>
Trailing 12-Month EPS	<b>\$-0.08</b>	Tangible Book Val/Share	<b>\$0.29</b>	Yield (%)	<b>Nil</b>	Institutional Ownership (%)	<b>1</b>

**Price Performance**



**Quantitative Evaluations**

**S&P Quality Ranking** **NR**

D	C	B-	B	B+	A-	A	A+
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**S&P Fair Value Rank** **NR**

1	2	3	4	5
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LOWEST HIGHEST

**Fair Value Calculation** **NA**

**Volatility** **NA**

**Technical Evaluation** **NA**

**Relative Strength Rank** **MODERATE**

30
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LOWEST = 1 HIGHEST = 99

S&P Financial Writer **Joseph Cowan**

**Operational Review** December 18, 2007

**Income Statement Analysis & Financial Review**

Revenues for the nine months ended September 30, 2007 were C\$5 million. Cost & expenses were C\$11.7 million, as opposed to C\$2.7 million in 2006. For the first three quarters of the fiscal year, net loss was C\$7.5 million (C\$0.04 a share), vs. a loss of C\$2.5 million (C\$0.02 a share) in 2006.

In the third quarter, revenues were C\$2.2 million. Cost & expenses were C\$2.8 million, as opposed to C\$0.9 million for the same period in 2006. Net loss was C\$2.3 million (C\$0.01 a share), vs. a loss of C\$0.9 million (C\$0.01 a share) in the third quarter of 2006.

**Key Operating Information**

Production increased in the third quarter of 2007 compared to prior periods due to higher throughput, grades, and recoveries. Ongoing improvements have been made, by production personnel, at Bong Mieu Central to increase recovery and capacity including the installation of a control monitoring system in the first quarter of 2007; and in the first and second quarter of 2007, installation of a third detoxification tank to scavenge the gold in the solution from the leach tails and installation of a Falcon concentrator and a parallel gravity gold circuit line in the grinding circuit. Further modifications to the plant are expected to be completed during the fourth quarter of 2007.

**Recent Developments**

Olympus announced in October an upgrade of Resources at Bong Mieu East has increased total gold Resources at the Bong Mieu Project area to 664,500 ounces. This figure rises to 845,000 ounces when the gold equivalent value of tungsten in the Bong Mieu East deposit is included.

On August 10, 2007, Olympus closed its offering of units of the company for aggregate gross cash proceeds of C\$25 million. Cash proceeds, net of issue costs, totalled C\$22.9 million. Pursuant to the offering, the company issued and sold a total of 38,461,538 units at a price of \$0.65 per unit. Each unit is comprised of one common share of the company and one-half of one common share purchase warrant. Each whole warrant will be exercisable at C\$0.80 until August 10, 2009. A total of 19,230,769 whole warrants were issued. The net proceeds from the offering will be used for further exploration and feasibility studies at the company's Bong Mieu Gold and Phuoc Son Gold projects in Vietnam and the Capcapo project in the Philippines and for working capital and general corporate purposes.

**Revenue/Earnings Data**

**Revenue (Million \$)**

	1Q	2Q	3Q	4Q	Year
2007	1.12	1.64	2.23	--	--
2006	Nil	Nil	Nil	1.64	1.64
2005	Nil	Nil	Nil	Nil	Nil
2004	Nil	Nil	Nil	Nil	Nil
2003	Nil	Nil	Nil	Nil	Nil
2002	Nil	Nil	Nil	Nil	Nil

**Earnings Per Share (\$)**

2007	-0.02	-0.01	-0.01	--	--
2006	-0.01	Nil	-0.01	-0.04	-0.06
2005	Nil	-0.01	-0.01	Nil	-0.02
2004	Nil	-0.01	-0.01	Nil	-0.02
2003	Nil	-0.01	-0.01	Nil	-0.02
2002	-0.03	-0.01	Nil	-0.10	-0.14

Fiscal year ended Dec. 31. Next earnings report expected: NA

**Dividend Data**

**No Dividend Data Available**

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**Olympus Pacific Minerals Inc****Business Summary** December 18, 2007

Olympus Pacific Minerals Inc. (OYM), together with its subsidiaries, engages in the acquisition, exploration, development, and mining of gold bearing properties in Southeast Asia. The company focuses its activities on two multi-project properties located in Central Vietnam, the 30-square-kilometer Bong Mieu Gold property and the 70-square-kilometer Phuoc Son Gold property; and an exploration project in the Philippines, the Capcapo property. Olympus has one gold plant in Vietnam.

The company holds mining and investment licenses covering 30 square kilometers within the Bong Mieu gold project in Vietnam. The investment license covers three deposits: Bong Mieu Central (an open pit), Bong Mieu East (a potentially open-pit deposit) and Bong Mieu Underground (an underground deposit). Olympus acquired this project in 1997. Olympus owns 80% and the company's Vietnamese partner owns 20% of the Bong Mieu project. The company constructed the Bong Mieu Central open pit mine and associated infrastructure in 2005 and 2006, and commercial gold production commenced in the fourth quarter of 2006. The company pays a 2% royalty based on 80% of the revenues of Bong Mieu Central to Zedex Minerals Limited. Once the Vietnamese partner meets its share of the funding requirements, the company must pay a 3% net smelter return royalty equal to 3% of the sales price when the gold is smelted in Vietnam.

In addition, the company holds an 85% interest in the Phuoc Son Gold Project with a focus on exploration, development and production of gold and other potential minerals in the specified project area, which is located in Phuoc Son and Nam Giang districts in the Quang Nam Province of Vietnam. In 2003, the company's subsidiary, New Vietnam Mining Company (NVMC), entered into a joint venture with Mien Trung Industrial Company (Minco), a mining company controlled by the local provincial government, to form the Phuoc Son Gold Company (PSGC). PSGC has an investment license on the Phuoc Son project. NVMC's initial interest in PSGC is 85% and Minco has a 15% interest.

The Bong Mieu Gold Project hosts a gold mine (the Bong Mieu Central Gold Mine), for which the company has proven and probable reserves. Another deposit (the Bong Mieu Underground Deposit) is located within one kilometer of the operating Bong Mieu Central Gold Mine plant site. The Bong Mieu East area includes two deposits (HoRay and Thac Trang).

During the third quarter of 2007, a review and validation of the updated Bong Mieu East and Bong Mieu Central resource estimates was completed and filed by independent consultants. The measured and indicated resources stated in this technical review increased to 3,108,700 tonnes at 2.44 g/t gold for 243,850 ounces and inferred resources increased to 3,170,000 tonnes at 4.01 g/t gold for 408,900 ounces. The measured and indicated resource totals include resource estimates of the Bong Mieu East, Central and historical estimates of Bong Mieu underground deposits. Additionally, the Bong Mieu East deposit contains tungsten and fluorine which, expressed as gold equivalents, equate to an additional 101,850 ounces of measured and indicated resources and 90,400 ounces of inferred resources at the end of the quarter. Within the stated resource, proven and probable reserves are calculated to be 628,900 tonnes at 2.63 g/t gold for 53,280 ounces.

Commercial production began at Bong Mieu Central on Oct. 1, 2006. Gold production totaled 6,876 ounces for the first nine months of 2007.

The company is also actively exploring within the 70-square-kilometer Phuoc Son Gold Project for primary gold deposits in addition to those already known. The Dak Sa area of Phuoc Son hosts two high grade gold deposits, the North and South Zones. In addition, the large tenement also hosts over 30 other known gold prospects. Exploration work has defined the productive Dak Sa shear zone over a strike length of approximately 5.0 kilometres, expanded the Dak Sa resource base and has confirmed that the mineralization remains open. During the quarter ended Sept. 30, 2007, the company completed a further 11 drill holes totaling 4,360 meters primarily on the Northern Extension area.

In addition, Olympus is finalizing agreements and conducting social and environmental studies at its Capcapo Gold-Copper Property in the Philippines where the company and a Philippine national corporation to be identified by the company can earn up to a 60% interest in the property.

**Corporate Information****Investor Contact**

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**Officers****Exec Chrmn**

D.A. Seton

**Pres & CEO**

C.D. Patterson

**CF& Secy**

P. Tiedemann

**Board Members**

K. Flaherty

J. Morda

D. A. Seton

J. A. Seton

T. D. Willock

**Domicile**

Canada

**Founded**

1951

**Employees**

400

**Stockholders**

113

## Olympus Pacific Minerals Inc

## Key Stock Statistics

Price as of Jan 4, 2008	<b>\$0.44</b>	Dividend Rate/Share	<b>Nil</b>	\$10K Invested 5 Yrs Ago	<b>\$8,800</b>	Total Shares Outstg. (M)	<b>232.4</b>
52-Wk Range	<b>\$1.20-0.40</b>	Trailing 12-Month P/E	<b>NM</b>	Beta	<b>NA</b>	Market Capitalization(B)	<b>\$0.102</b>
Trailing 12-Month EPS	<b>\$-0.08</b>	Tangible Book Val/Share	<b>\$0.29</b>	Yield (%)	<b>Nil</b>	Institutional Ownership (%)	<b>1</b>

## Key Growth Rates and Averages

Past Growth Rate (%)	1 Year	3 Years	5 Years	9 Years
Sales	NM	NM	NM	NA
Net Income	NM	NM	NM	NA

## Ratio Analysis (Annual Avg.)

Net Margin (%)	NM	NA	NA	NA
% LT Debt to Capitalization	Nil	Nil	3.63	NA
Return on Equity (%)	NM	NM	NM	NA

## Company Financials Fiscal Year Ended Dec. 31

Per Share Data (Can. \$)	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Tangible Book Value	0.22	0.21	0.19	0.17	0.12	0.18	0.20	NA	NA	NA
Cash Flow	-0.05	-0.02	-0.02	-0.02	-0.14	-0.04	-0.03	NA	NA	NA
Earnings	-0.06	-0.02	-0.02	-0.02	-0.14	-0.06	-0.03	Nil	-0.21	-0.19
Dividends	Nil	Nil	Nil	Nil	Nil	Nil	Nil	NA	NA	NA
Payout Ratio	Nil	Nil	Nil	Nil	Nil	Nil	Nil	NA	NA	NA
Prices:High	0.94	0.45	0.57	0.87	1.65	0.81	1.13	NA	NA	NA
Prices:Low	0.30	0.22	0.28	0.27	0.34	0.30	0.25	NA	NA	NA
P/E Ratio:High	NM	NM	NM	NM	NM	NM	NM	NA	NA	NA
P/E Ratio:Low	NM	NM	NM	NM	NM	NM	NM	NA	NA	NA

## Income Statement Analysis (Million \$)

Revenue	1.64	Nil	Nil	Nil	Nil	Nil	NA	NA	NA	NA
Operating Income	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
Depreciation	0.60	0.02	0.02	0.01	0.01	0.01	0.01	NA	NA	NA
Interest Expense	Nil	Nil	Nil	0.02	0.03	0.00	0.00	NA	NA	NA
Pretax Income	-9.48	-2.77	-2.18	-1.35	-6.87	-1.93	-0.86	NA	NA	NA
Effective Tax Rate	NM	NM	NM	NM	NM	NM	NM	NA	NA	NA
Net Income	-9.48	-2.77	-2.18	-1.35	-6.87	-1.93	-0.86	NA	NA	NA

## Balance Sheet &amp; Other Financial Data (Million \$)

Cash	4.10	0.41	5.60	5.98	0.21	1.16	0.15	NA	NA	NA
Current Assets	6.42	0.91	5.80	6.23	0.36	3.34	0.66	NA	NA	NA
Total Assets	41.6	30.5	24.4	15.0	8.19	14.6	12.0	NA	NA	NA
Current Liabilities	4.70	2.77	5.08	1.24	0.82	6.42	5.83	NA	NA	NA
Long Term Debt	Nil	Nil	Nil	0.04	1.32	Nil	Nil	NA	NA	NA
Common Equity	36.0	27.4	18.1	13.7	6.06	8.16	6.14	NA	NA	NA
Total Capital	36.0	27.4	18.1	13.7	7.38	8.16	6.14	NA	NA	NA
Capital Expenditures	3.75	0.76	0.15	0.04	0.02	0.00	0.03	NA	NA	NA
Cash Flow	-8.88	-2.75	-2.16	-1.34	-6.87	-1.92	-0.85	NA	NA	NA
Current Ratio	1.4	0.3	1.1	5.0	0.4	0.5	0.1	NA	NA	NA
% Long Term Debt of Capitalization	Nil	Nil	Nil	0.3	17.9	Nil	Nil	NA	NA	NA
% Net Income of Revenue	NM	NM	NM	NM	NM	NM	NA	NA	NA	NA
% Return on Assets	NM	NM	NM	NM	NM	NM	NM	NA	NA	NA
% Return on Equity	NM	NM	NM	NM	NM	NM	NM	NA	NA	NA

Data as orig reptd.; bef. results of disc opers/spec. items. Per share data adj. for stk. divs.; EPS diluted. E-Estimated. NA-Not Available. NM-Not Meaningful. NR-Not Ranked. UR-Under Review.

## Olympus Pacific Minerals Inc

## Sub-Industry Outlook

Our fundamental outlook for the gold sub-industry is positive. Based on our expectation for another increase in the gold price in 2008, we look for higher sales and earnings for this group even though production volumes are likely to be unchanged from 2007's projected levels.

While the price of gold has been rising steadily since 2001 and reached the highest average level in 2007 since 1980, we believe that the price will rise again in 2008, for several reasons.

First, we believe that U.S. GDP growth will be 1.9% in 2008, versus projected GDP growth of 2.2% in 2007 and 2006 growth of 2.9%. We believe the Fed will continue to reduce short-term interest rates in response to continued slow GDP growth. In our view, lower short-term interest rates reduce the opportunity cost of holding gold as an investment and should allow gold to rise even if other commodities plateau or decline in response to slower economic growth.

Second, notwithstanding the higher gold price, global production has been stagnant for the past 10 years. The low level of gold prices in the late 1990s led to a drop in exploration and large new discoveries. According to data compiled by Gold Fields Minerals Service, a U.K.-based metals consulting firm and publisher, global output increased at a 0.8% compound annual growth rate (CAGR) from 1997 through 2006, while consumption rose at a CAGR of 1.5%. We believe that production will remain stagnant for the balance of the decade, as old mines are becoming depleted and are not being replaced to the extent needed to lift output. That, combined with rising demand, should cause the chronic gap between production and consumption of gold to widen further, in our view, helping to lift the price of gold.

Third, we believe that greater volatility of the major world currencies will likely increase the demand for gold as a monetary reserve asset. In addition, we believe that the U.S. dollar is in a secular bear market. Moreover, we believe that China and other countries that hold a large portion of their foreign exchange reserves in the U.S. dollar will ultimately diversify out of the dollar and into other currencies and gold.

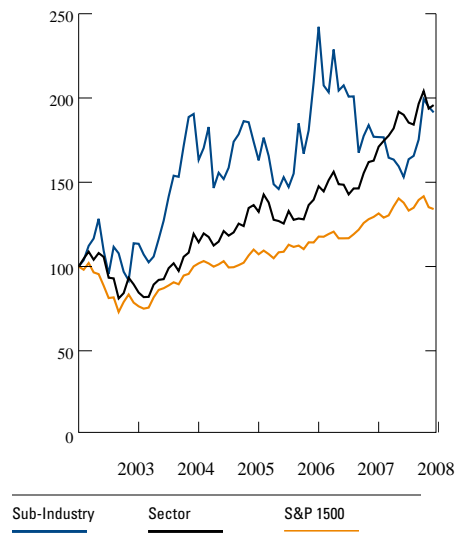
Year to date through December 13, the S&P Gold Index rose 8.1%, compared to a 5.0% increase in the S&P 1500 Stock Index, a 21.9% gain in the S&P 500 Materials Index, and a 25.3% rise in spot gold. In 2006, the sub-industry index declined 15.4%, versus a 13.3% gain for the S&P 1500, a 16.6% increase in the S&P 500 Materials Index, and a 23% rise in spot gold.

--Leo Larkin

## Stock Performance

GICS Sector: Materials  
Sub-Industry: Gold

Based on S&P 1500 Indexes  
Month-end Price Performance as of 12/31/07



NOTE: All Sector & Sub-Industry information is based on the Global Industry Classification Standard (GICS)

## Sub-Industry : Gold Peer Group\*: Based on market capitalizations within GICS Sub-Industry

Peer Group	Stock Symbol	Stk.Mkt. Cap. (Mil. \$)	Recent Stock Price(\$)	52 Week High/Low(\$)	Beta	Yield (%)	P/E Ratio	Fair Value Calc.(\$)	Quality Ranking	S&P IQ %ile	Return on Revenue (%)	LTD to Cap (%)
<b>Olympus Pacific Minerals</b>	<b>OYM.C</b>	<b>102</b>	<b>0.44</b>	<b>1.20/0.40</b>	<b>NA</b>	<b>Nil</b>	<b>NM</b>	<b>NA</b>	<b>NR</b>	<b>NA</b>	<b>NM</b>	<b>NA</b>
Acadian Mining	ADA.C	116	0.84	1.39/0.75	NA	Nil	NM	NA	NR	NA	NM	NA
Canadian Gold Hunter	CGH.C	93	1.75	2.74/0.98	NA	Nil	NM	NA	NR	NA	NM	NA
Candente Resource	DNT.C	131	1.88	2.46/0.99	NA	Nil	NM	NA	NR	NA	NM	NA
Central Gold Trust	GTU	106	32.30	33.28/22.96	NA	Nil	7	NA	NR	46	NA	NA
Eaglecrest Explorations	EEL.C	63	0.21	0.30/0.12	NA	Nil	NM	NA	NR	NA	NA	NA
Freegold Ventures	ITF.C	113	2.05	2.90/0.32	NA	Nil	NM	NA	NR	NA	NM	NA
Goldcorp Inc Wrtr	GG.WS	96	11.00	14.74/7.50	NA	Nil	NM	NA	NR	NA	23.9	4.6
Golden Queen Mining	GQM.C	66	0.84	1.10/0.65	NA	Nil	NM	NA	NR	NA	NI	NA
Keegan Resources	KG.N	99	4.26	4.40/4.25	NA	Nil	NM	NA	NR	NA	NA	NA
Linear Gold	LRR.C	63	2.89	5.88/2.00	NA	Nil	NM	NA	NR	NA	NM	NA
MDN Inc	MDN.C	81	0.94	1.68/0.65	NA	Nil	NM	NA	NR	NA	NA	53.5
Orvana Minerals	ORV.C	84	0.73	1.12/0.52	NA	Nil	3	NA	NR	NA	30.4	NA
St Andrew Goldfields Ltd	SAS.C	102	0.54	1.65/0.47	NA	Nil	NM	NA	NR	NA	NM	13.1
Victoria Resource	VIT.C	88	1.29	1.60/0.54	NA	Nil	NM	NA	NR	NA	NA	17.9

NA-Not Available NM-Not Meaningful NR-Not Rated. \*For Peer Groups with more than 15 companies or stocks, selection of issues is based on market capitalization.

## Olympus Pacific Minerals Inc

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### S&P Analyst Research Notes and other Company News

#### August 20, 2007

Olympus Pacific Minerals Inc. announced the appointment of T. Rodney P. Jones, as Vice President, Exploration and Russell Graham, as Vice President Finance Vietnam. Mr. Jones' predecessor Mr. Roger Dahn has taken on a consulting role with Olympus enabling him to spend more time in Canada. Mr. Graham's position has been created due to Olympus' ongoing expansion in Vietnam. Rod Jones has held key management positions as Chief Geologist, Field Geologist and Operations Manager throughout his career and previously worked closely with Olympus' CEO, Colin Patterson, when he was Executive Manager for Technical Services at Emperor Mining. Russell served the last 4 years as Business Manager in Auckland NZ where he managed a \$200 million medical and surgical portfolio.

# Olympus Pacific Minerals Inc

## Glossary

### Quantitative Evaluations

In contrast to our qualitative STARS recommendations, which are assigned by S&P analysts, the quantitative evaluations described below are derived from proprietary arithmetic models. These computer-driven evaluations may at times contradict an analyst's qualitative assessment of a stock. One primary reason for this is that different measures are used to determine each. For instance, when designating STARS, S&P analysts assess many factors that cannot be reflected in a model, such as risks and opportunities, management changes, recent competitive shifts, patent expiration, litigation risk, etc.

### S&P Quality Ranking

Growth and stability of earnings and dividends are deemed key elements in establishing S&P's Quality Rankings for common stocks, which are designed to encapsulate the nature of this record in a single symbol. It should be noted, however, that the process also takes into consideration certain adjustments and modifications deemed desirable in establishing such rankings. The final score for each stock is measured against a scoring matrix determined by analysis of the scores of a large and representative sample of stocks. The range of scores in the array of this sample has been aligned with the following ladder of rankings:

A+ Highest	B Below Average
A High	B- Lower
A- Above Average	C Lowest
B+ Average	D In Reorganization
NR Not Ranked	

### S&P Fair Value Rank

Using S&P's exclusive proprietary quantitative model, stocks are ranked in one of five groups, ranging from Group 5, listing the most undervalued stocks, to Group 1, the most overvalued issues. Group 5 stocks are expected to generally outperform all others. A positive (+) or negative (-) Timing Index is placed next to the Fair Value ranking to further aid the selection process. A stock with a (+) added to the Fair Value Rank simply means that this stock has a somewhat better chance to outperform other stocks with the same Fair Value Rank. A stock with a (-) has a somewhat lesser chance to outperform other stocks with the same Fair Value Rank. The Fair Value rankings imply the following:

- 5-Stock is significantly undervalued
- 4-Stock is moderately undervalued
- 3-Stock is fairly valued
- 2-Stock is modestly overvalued
- 1-Stock is significantly overvalued

### S&P Fair Value Calculation

The price at which a stock should trade at, according to S&P's proprietary quantitative model that incorporates both actual and estimated variables (as opposed to only actual variables in the case of S&P Quality Ranking). Relying heavily on a company's actual return on equity, the S&P Fair Value model places a value on a security based on placing a formula-derived price-to-book multiple on a company's consensus earnings per share estimate.

### Insider Activity

Gives an insight as to insider sentiment by showing whether directors, officers and key employees who have proprietary information not available to the general public, are buying or selling the company's stock during the most recent six months.

### Funds From Operations (FFO)

FFO is Funds from Operations and equal to a REIT's net income, excluding gains or losses from sales of property, plus real estate depreciation.

### Volatility

Rates the volatility of the stock's price over the past year.

### Technical Evaluation

In researching the past market history of prices and trading volume for each company, S&P's computer models apply special technical methods and formulas to identify and project price trends for the stock.

### Relative Strength Rank

Shows, on a scale of 1 to 99, how the stock has performed versus all other companies in S&P's universe on a rolling 13-week basis.

### Global Industry Classification Standard (GICS)

An industry classification standard, developed by Standard & Poor's in collaboration with Morgan Stanley Capital International (MSCI). GICS is currently comprised of 10 Sectors, 24 Industry Groups, 67 Industries, and 147 Sub-Industries.

### Exchange Type

ASE - American Stock Exchange; NNM - Nasdaq National Market; NSC - Nasdaq SmallCap; NYSE - New York Stock Exchange; BB - OTC Bulletin Board; OT - Over-the-Counter; TO - Toronto Stock Exchange.