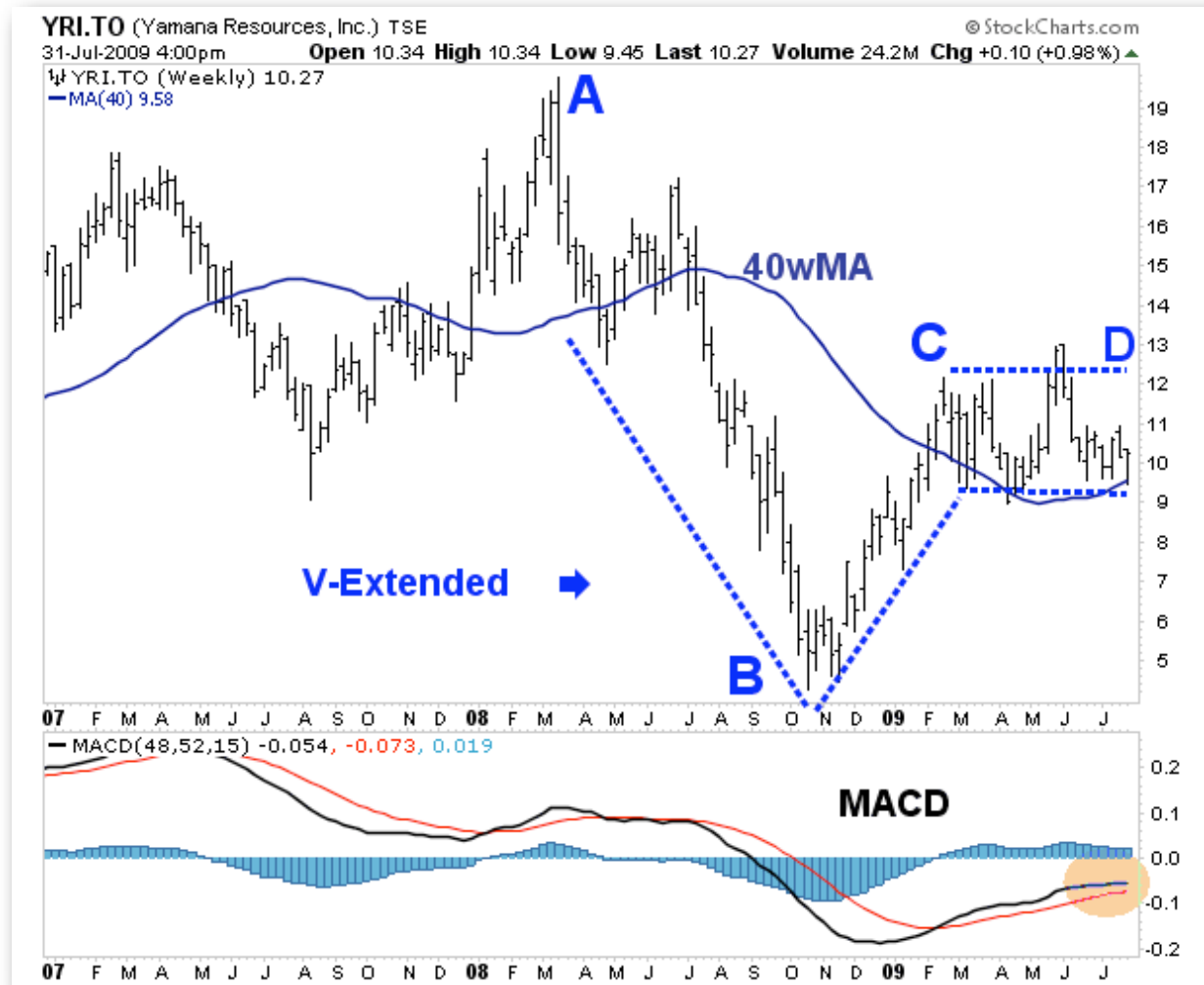


Yamana Gold (YRI: \$10.27)

August 4, 2009

Target: \$14.00

Reversal Level: \$9.00



Yamana Gold is resting in a narrow trading range.

Yamana Gold had a two-part decline from a high of \$19.12 in March 2008 to \$5.15 in November 2008 (A-B), rallied to \$11.50 in February 2009 and then settled into a minor horizontal trading range between \$9 and \$12 (C to D). This price action produced a bullish pattern known as a V-Extended (see dashed lines). A decisive move above \$12-13 would signal a breakout from this formation.

Technical indicators including the rising 40-week (200-day) moving average, the VSI and the MACD (see lower panel) confirm its bullish status. Only a decline below \$9 would reverse the positive status of this stock.

A move above \$12-13 would provide a target of \$14.00 (a 36% appreciation potential from current levels). Significantly higher targets are also visible.