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Tobin Smith: Hey, this is Toby Smith, with Next Big Thing Investor. Now you people know me for many years, I'm a fan of gold, but I'm really a fan of gold only a few times during the time period here. Chris Herald from Solitario, which is a mining company, both has a mine in Nevada, as well as Peru. And I hate people who say Nevada, by the way, so don't say Nevada, okay?

You know what? Here's my value proposition, and here's how I position this. First off what are the stocks that have had the crap beat out of them the most in the last 9 to 12 months? It would be junior gold miners, right?

Chris Herald: Junior gold. You're absolutely right.

Tobin Smith: How does it feel. You taking a couple a shots, right? But I followed gold, God, since [*coughs like trying to hide what he's saying*] early '80s, and there was a only a few really great times to buy it. One was like in the pre-'70s when gold was selling for \$40.00 an ounce, right? And then we had this big run. It went to \$300.00, and God, those junior mining stocks I remember 10 timers, 20 timers. It was just rock 'n roll. Then it went into a long decline and, boy, between '98 and 2002, it was a great time I think to buy 'em.

And, guess what? We're at sort of the third time t you get to guy companies, and here's the proposition. How would you like to buy gold for \$575.0 an ounce out of the ground? That's what you guys are talking about, isn't it?

Chris Herald: Absolutely. And the project is our Mount Hamilton project. It's Nevada. It's an advanced project. We finished feasibility back in February 2012. Filed a plan of operation in November. We're in to permitting. We think we have little more than a year left before we can begin construction. A good gold deposit in the states is very rare these days.

Tobin Smith: Yeah, I said there's three operating mines that I'm aware of _____.

Chris Herald: There's actually – there's more than in Nevada, which is the center, year of gold mining in the states. And so we see a lot of interest in a gold mine. People that invest in gold are looking for security and safety, and in this day and age, the states have its problems, but one of the things is security of property and right now we see a lot of interest because we are a gold – US gold

company, we have our main asset in Nevada, and there's very few companies like that.

Tobin Smith: So you have – you've already gone through the valuation stage on terms of proven and probable. So tell us through the SEC documents what is the proven and what's the probable reserves here?

Chris Herald: Yeah, in terms of gold, this is a gold and a silver company. About 85 percent of the value is in gold. We have 550,000 ounces of contained gold, and another 3 million ounces of silver. So that's in the proven and probable category to SEC standards, which are very high standards. If we look at the Canadian system or the international system, we have about 650,000 ounces of –

Tobin Smith: That is the 43101.

Chris Herald: 101.

Tobin Smith: Yes, absolutely. All right.

Chris Herald: Yeah. And that's measured and indicated resources. And then beyond that, in September of this year, we were able to develop a new resource in a different deposit located right next door to it, called **Saligman**, and that has another quarter million ounces. So if we total these ounces up in a designed and engineered pit. We have 900,000 ounces of measure and indicated –

Tobin Smith: Gold?

Chris Herald: – gold.

Tobin Smith: And the cost to pull it out of the ground. I was using \$575.00. Is that close?

Chris Herald: That's right. That's spot on. \$575.00 to produce an ounce of gold, so at today's gold price, we have \$1,000.00 margin on every ounce produced. We see about 65,000 ounces of gold production per year, so there's \$65 million a year in cash flow. Currently, we have a market cap of \$50 million, so there's some value here.

Tobin Smith: All right. Let's get back that. We're gonna – exactly. Let's go ahead and come back, and we're gonna talk about the value in this. And, again, why it's the time – there's only been a few great times to buy junior gold miners. Now is one time, so next big thing in gold mining in let's say Nevada, is right here.

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