



## QUARTERLY NEWSLETTER

September 2012

### EVM TSX-V

Shares Issued	24,526,002
Fully Diluted	24,826,002
52 Week Hi/Low	\$0.66/\$0.28
Average Daily Volume	20,000
Cash Position	\$4.22 million
Monthly Burn Rate	~125,000
Number of Projects	6
Projects Optioned Out	4
Inside Ownership	25%
Institutional Ownership	2.9%

as of Sept. 2012

Dear Shareholders:

As many of you are aware, 2012 has been a very difficult period for the mineral exploration business. According to John Kaiser, a well-known newsletter writer covering the exploration industry, over 48% of the 1,443 venture exchange listed exploration companies were trading at under \$0.10 with a median working capital of \$100,000, another 22.7% were under \$0.20 with a median working capital of \$700,000 and, the next 10.8% were under \$0.30 with a median working capital of \$1.3 million. These are very sobering statistics indeed.<sup>1</sup>

Evrime, however, is well financed with working capital of \$4.35 million at the end of June. We remain focused in Mexico with our portfolio of projects in the world class Sonora copper-molybdenum porphyry belt and our generative exploration efforts in the Trans Mexican Volcanic Belt. Our exploration partnerships include Inmet Mining, Vale Exploration (Canada) and Newmont Mining. Furthermore, every optioned project has seen recent exploration activity. In fact, all of our option agreements are with companies who have the financial capacity to fulfill their budgets and complete the exploration programs that have been planned in 2012.

### Exploration Update

#### Suaqui Verde-Cardaleña Projects

Since optioning the Suaqui Verde copper-porphyry project in 2010, Inmet has spent \$1.98 million on exploration including mapping, geochemical work, ZTEM geophysics, and a 12-hole 6,000 metre drill program. Highlight results for first phase drill program include drill holes DHSV11003 and DHSV11004, collared within the Adriana system and located 1,000 metres apart, which returned long intersections from surface of copper mineralization.

- Drill hole DHSV11003 returned 402.2 metres of 0.13% copper, 0.04 g/t gold, 1.1 g/t silver and 0.005% molybdenum including 116.2 metres of 0.19% copper, 0.07 g/t gold, 1.3 g/t silver and 0.006% molybdenum.
- Drill hole DHSV11004 returned 354.6 metres of 0.14% copper, 0.04 g/t gold, 1.1 g/t silver and 0.002% molybdenum including 58 metres of 0.22% copper, 0.06 g/t gold, 1.8 g/t silver and 0.002% molybdenum.

<sup>1</sup> Brent Cook, "Suffering and Winning at the Racetrack" Resource Investor, August 22, 2012, accessed August 30, 2012, <http://www.resourceinvestor.com/2012/08/22/suffering-winning-at-the-racetrack>

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Based on the results of this program, Inmet has approved a phase two exploration program (announced August 23, 2012) consisting of Induced Polarization (IP) geophysics and drilling that will test the western basin of the Adriana system as well as the Cardeleña project, recently optioned from Inmet. The budget for this round of exploration is approximately \$1.32 million.



#### Cumobabi

Like Suaqui Verde, Cumobabi is a copper-porphyry target covering 407 square kilometres of favourable ground within the Cumobabi district, Sonora. To date, Inmet has spent \$1.57 million on mapping, geochemical surveys, ZTEM geophysics and a 95 line kilometre IP geophysical program. With the IP program nearing completion, Evrim and Inmet are now compiling data to define targets that may be drill tested later in 2012 or early in 2013.



#### Arroyo Amarillo

Vale has spent approximately \$534,000 on the 209 square kilometre Arroyo Amarillo project since July 2011. Most of the exploration has focused on geochemical work in an effort to delineate the distribution of mineralization and alteration assemblages present on the project. Vale has also conducted airborne magnetics and ZTEM geophysical surveys. Future plans include a TITAN IP and magnetotellurics (MT) geophysical survey in an effort to define targets for drill testing in 2013.

Arroyo Amarillo offers the possibility that polymetallic vein mineralization and associated argillic alteration discovered to date represent the preserved top or margin of a hydrothermal mineralized system with the porphyry copper-molybdenum mineralization occurring at depth.



#### Trans Mexican Volcanic Belt (TMVB)

The TMVB generative program began back in February and exploration partner Newmont Mining has spent approximately \$134,000 in the region. This program is co-funded by Evrim. Stream sediment sampling and BLEAG (Bulk Leach Extractable Gold) analysis has been performed and the results of this program are now being received. Based on this information, data compilation and target selection process is underway to determine which areas require follow-up work. Any ground that is staked within the areas of interest will be 100% owned by Evrim, subject to a five year right of first offer (ROFO) and 1.5% net smelter royalty (NSR) payable to Newmont.

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### Changes in Executive Roles

In September, we announced key changes to the Company's executive team and the appointment of Mr. Ken Paul, Director of the Company, as Chairman of the Board. Mr. Paul will serve as a key leader on the Board of Directors and help guide the strategic vision of the company.

Mr. Robert Duncan former VP of Exploration has taken on the role of VP Business Development for Evrim. Rob will focus on pursuing and capitalizing opportunities for Evrim as well as connecting exploration partners to the Company's project portfolio in Mexico. Mr. Stewart Harris will now join the executive team as VP Exploration for Evrim. Stewart will be responsible for guiding the exploration team and managing Evrim's exploration partnerships in Mexico.



### Upcoming Events

-  Evrim is exhibiting at the Chicago Hard Assets Investment Conference (booth #302) - September 21-22
-  Evrim is exhibiting at the Sonora Mining Convention in Hermosillo, Mexico - October 23-26
-  Evrim is exhibiting at the San Francisco Hard Assets Investment Conference - November 16-17