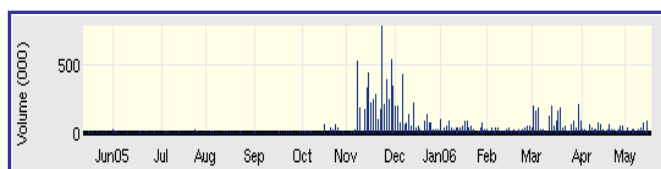
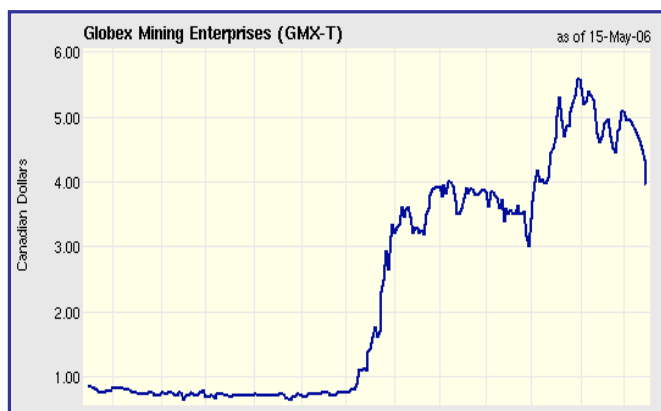


Goldletter INTERNATIONAL

the international independent information and advice bulletin for gold and related investments

Special Situation - May 2006

www.globexmining.com



Globex Mining Enterprises Inc.

(Cdn\$ 3.95 - TSX: GMX)

U.S. Pink Sheets : GLBXF

Frankfurt Stock Exchange : GIM

H+L prices (12 months) : Cdn\$ 5.66 - 0.60

Net issued shares : 15.9 million

Fully diluted shares : 18.2 million

Market capitalization : Cdn \$ 62.8 million

First price target: Cdn \$7.00

Company profile

Globex is a Canadian exploration company with a well diversified portfolio of over 70 mineral properties both in Canada and the US, including numerous gold prospects, more than 20 of which are deposits or advanced exploration projects. The Company also holds a number of polymetallic properties, including drill defined sulphide copper, zinc, gold and silver deposits.

Globex's strategy is to optimize shareholders value by the development of several of its projects through joint ventures and options in order to finance itself and prevent dilution of its outstanding shares.

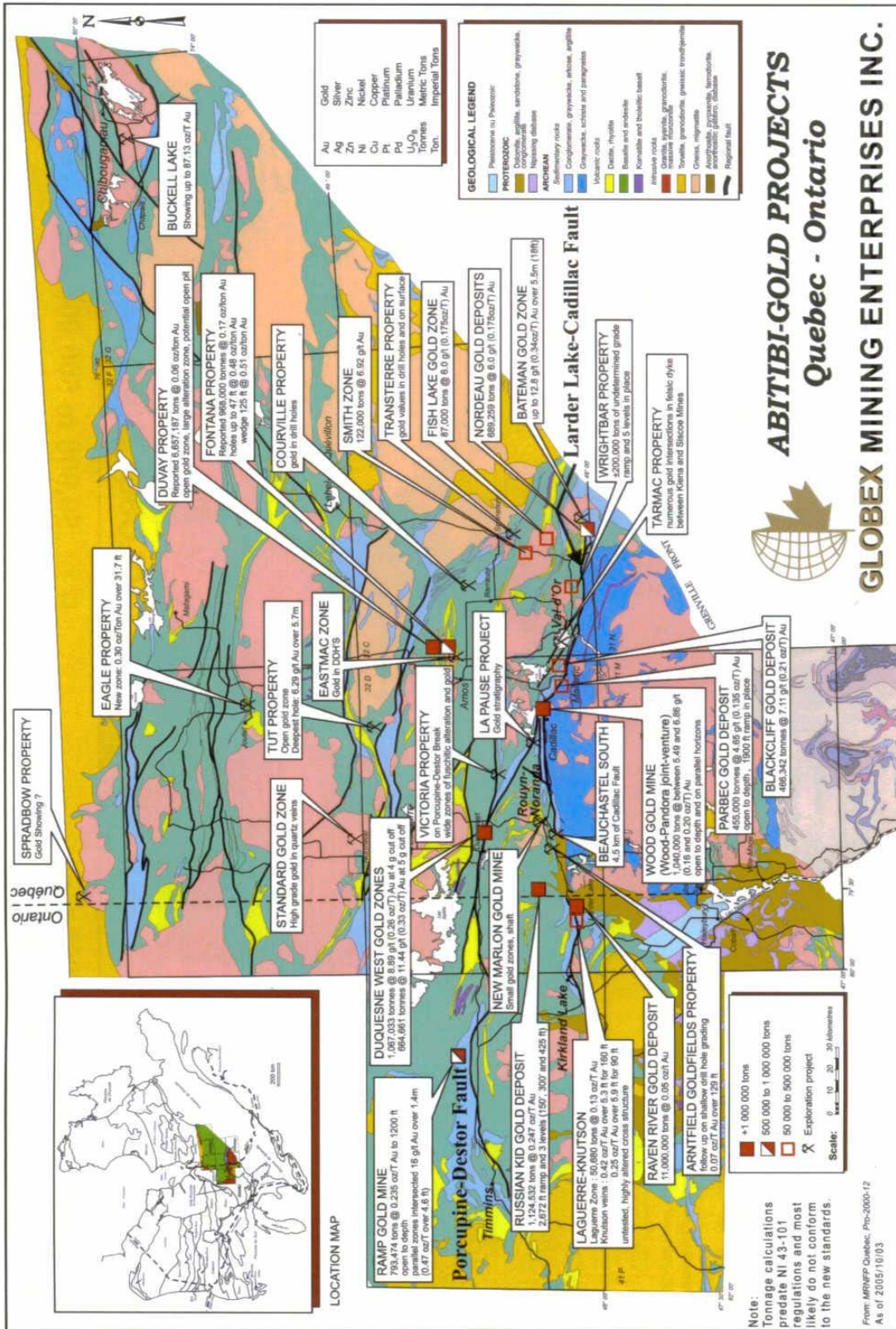
The Company is strongly represented in the historic and mineral rich Abitibi-Greenstone Belt of Quebec and Ontario. The Quebec side where Globex has the majority of its properties has produced over 65.0 million ounces of gold, 240 million ounces of silver, 3.25 million tonnes of copper, and 4.0 million tonnes of zinc.

Globex' major advanced **gold projects** include the: Duquesne West Gold Property, Russian Kid Gold Mine, Wood Pandora Property, Duvay Property and Fontana Gold Property among others.

The Company's major **polymetallic projects** are the: Magusi River and Fabie Bay Properties, (copper, zinc, gold, silver) and Poirier Mine (copper, zinc) deposits.

The Company's major **uranium projects** are: Hunters Point Uranium Gold Showing and subsidiary properties and Grand Calumet Uranium Deposit.

The Wemindji Property in joint venture with Aurogin Resources (TSX.V - AUQ) and Sparton Resources (TSX.V - SARI) is a diamond project. The Company also holds one molybdenum deposit and one magnesium-talc deposit.



ABITIBI-GOLD PROJECTS
Quebec - Ontario
GLOBEX MINING ENTERPRISES INC.

- **+1,000,000 tons**
- ▣ **50,000 to 500,000 tons**
- ▣ **500,000 to 1,000,000 tons**
- ✕ **Exploration project**

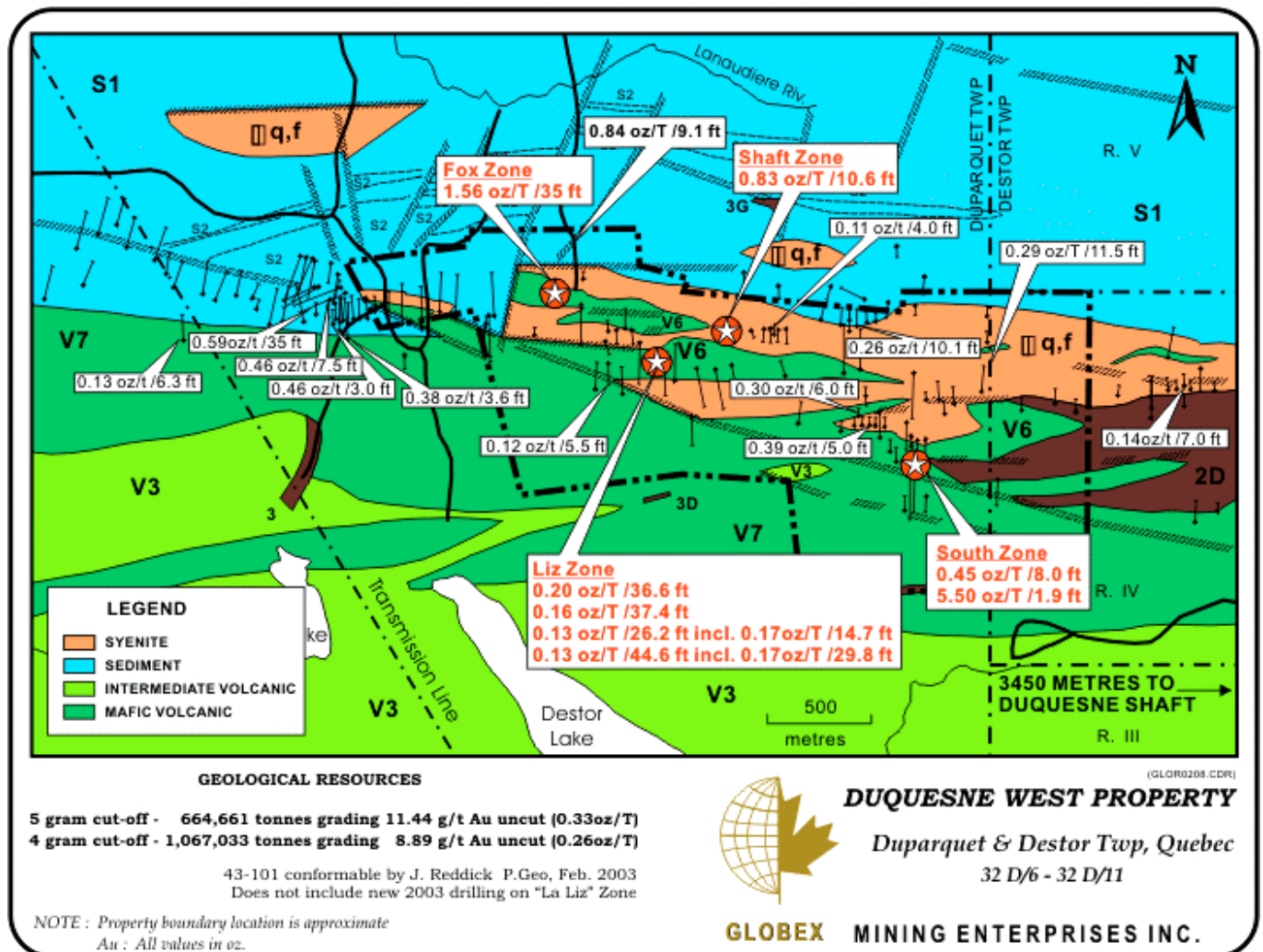
Overview of Projects

GOLD PROPERTIES

➤ Duquesne West Gold Property - Duparquet Township, Quebec - 50% optioned to Diadem Resources

The Property is located 25 kilometres northwest of the town of Rouyn-Noranda and consists of 20 claims, totalling 300 hectares.

In 1990 and 1991, Noranda Exploration concluded diamond drilling (13 holes) and exploration on the property. From 1994 to 1997, Santa Fe completed 57 drill holes for 26,429 metres and performed a deep sensing "real-time" IP-survey, which located general anomalies including a new anomaly between the Shaft Zone and the Fox Zone at a cost of over Cdn\$ 2 million. The deepest hole in this anomaly returned 0.83 oz/ton gold over 10.6 Ft. Numerous shallow and deep gold targets remained open for further exploration.



Subsequently, late 2002, Kinross Gold drilled 14 holes totalling 5,302 metres and discovered two new gold zones, the LIZ Zone and the NIP Zone at a cost of approximately Cdn\$ 650,000.

Reddick Consulting was engaged by Kinross to perform a NI 43-101 compliant evaluation which resulted in a projected resource calculation of 1.07 million tonnes grading 8.89 g/t gold (0.26 oz/t) at a 4 grams cut-off.

The Inferred Resource calculation is based in only four of up to sixteen partially drilled gold bearing structures all spatially associated with the gold localising Porcupine Destor Break. Almost all the gold zones were open either to depth, along strike or down plunge. All reports recommended further drilling, particularly to depth. In late 2003 to mid 2004, Queenston Mining drilled a 15-hole deep drill program principally on the LIZ Zone. Several holes intersected significant gold values, highlighting 4.2 g/t gold over 8 metres, including 6.1 g/t gold over 4.5 metres and 4.5 g/t gold over 13.6 metres, including 6.1 g/t gold over 9.1 metres. A total of 9,783 metres of diamond drilling at a cost of Cdn\$ 762,000 was completed.

In April 2005, Globex signed a binding Letter of Intent with **Diadem Resources** (DRL - TSX.V), whereby Diadem may earn a 50% interest in the Property. Diadem must undertake Cdn\$ 6 million in exploration over the next 3 years in order to become an equal partner with Globex, after which it may elect either to proceed upon a 50/50 joint venture basis with Globex or, at its sole cost, carry out a bankable feasibility study, pay Globex \$250,000 and issue to Globex stock equal to 5% of Diadem's issued capital in order to earn an additional 7.5% interest in the property.

➤ **Russian Kid Gold Mine, Dasserat Township, Quebec - optioned to RocMec Mining**

The Russian Kid Gold Property is made up of 11 claim fractions, which completely cover former mining lease 710 and totals 83.3 hectares in area. The deposit is located in Dasserat Township, Quebec. The property was sold to RocMec Mining (RMI - TSX.V) - formerly Mirabel Resources, in May 2005 in return for 1.75 million RocMec shares Cdn\$ 150,000 in cash for exploration by Globex on other of Globex's properties in 2005; cash payments of Cdn\$ 500,000; and the obligation to pay Globex a 5% Net Metal Royalty on the first 25,000 ounces of gold, as well as any and all other metals until 25,000 ounces of gold are poured; and then pay Globex a 3% Net Metal Royalty on all subsequent production from the property.

Numerous tonnage and grade calculations were performed between 1967 and 1984, the last of which indicated, in a feasibility study, a resource of 1.12 million tons grading 0.247 oz/t gold (not NI 43-101 compliant). This resource figure is based on surface diamond drilling (approximately 70,000 feet), underground drilling, underground channel sampling and bulk sampling. Drilling has indicated that the Property has significant potential below the underground working. A vertical drill hole to the 1,564-foot level intersected gold values up to 0.58 oz/t gold.

The existing ramp and first 2 levels of the mine have been dewatered. In February 2006, RocMec announced underground sampling results of up to 109 g/t gold in preproduction confirmation work. A 44,000 tonne bulk sample is presently being mined.

➤ **Wood-Pandora Property , Cadillac Township, Quebec - 50/50 Joint Venture with Queenston Mining**

The Wood Gold Mine claim block is located 50 kilometres east of the city of Rouyn-Noranda, Quebec. The property is 183.80 hectares in size and consists of 8 mining claims. Globex has a 100% ownership in the claims subject to a final option payment. In 2004, the Company entered into a joint venture with **Queenston Mining** (QMI - TSX), whereby Globex and Queenston combined the Wood Property and the west half of the Pandora Property to the east into a 50/50 joint venture, managed by Globex.

A historic resources of 1.15 million tons (non NI 43-101 compliant) possibly grading between 0.16 and 0.20 ounces per ton gold (5.49 gm to 6.86 gm per tonne) has been attributed to the Wood Property by previous operators as reported in government files, but has not been independently confirmed by Globex.

During late 1997 and early 1998, 9 holes were drilled which intersected visible gold in 8 of 9 holes. Assays such as 68.23 gm/tonne (1.99 oz/ton) gold over 1.71 metres, 91.0 gm/tonne (2.63 oz/ton) over 0.86 metres, 28.11 gm/tonne (0.82 oz/ton) gold over 2.30 metres were encountered.

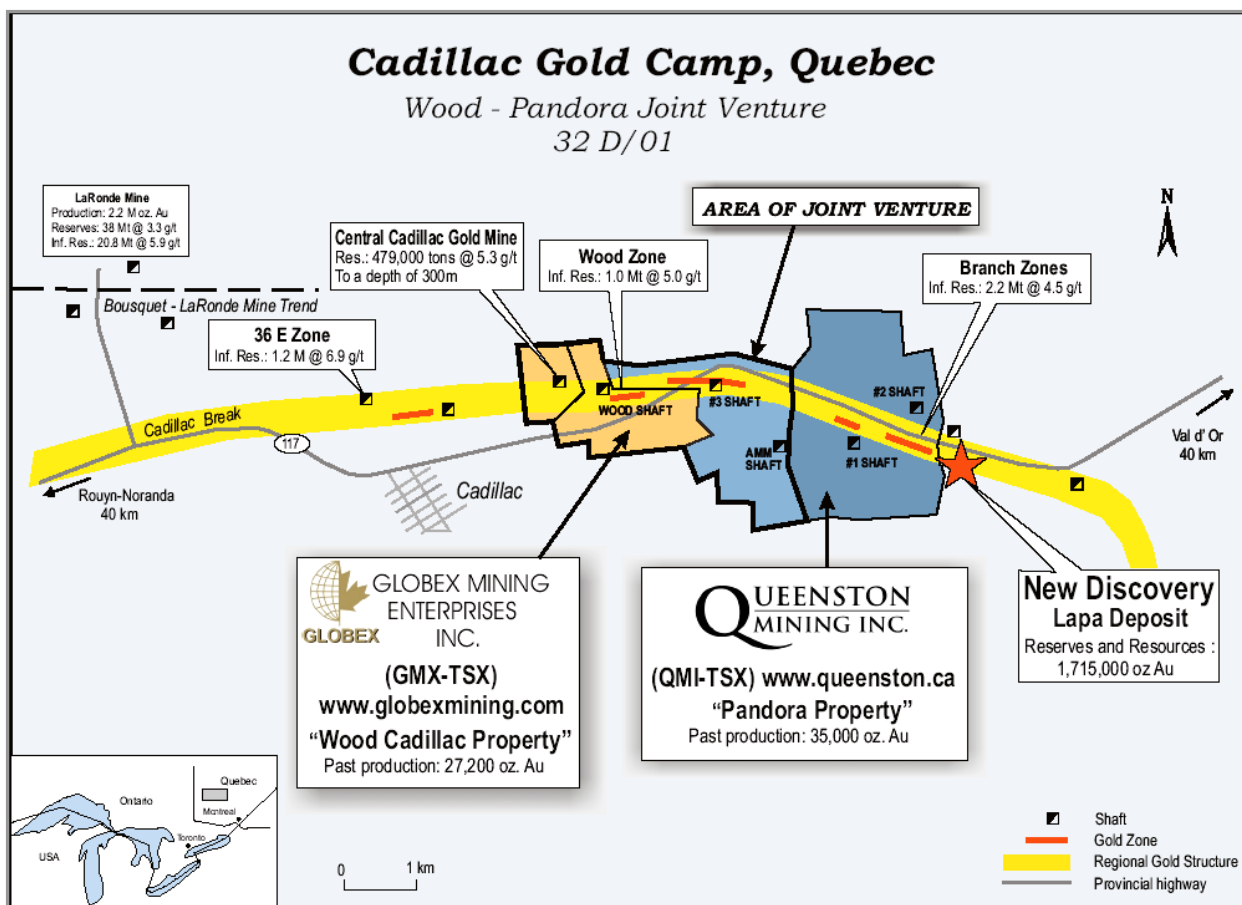
In late 2004 and early 2005, Globex and Queenston undertook a 4,014 metre drill program at the east end of the Wood Property near the Pandora boundary. Several shallow and one extremely deep hole were completed with limited success. In addition, a single hole number W 05-05 was drilled near the west end of the property south-west of the Wood mine shaft, intersecting 6.14 metres grading 2.95 gm/t gold in a talc chlorite schist associated with the gold localising, regional Cadillac Break.

In October 2005, Globex drilled 3 shallow holes above the W 05-05 intersection and one deeper hole 50 metres to the west. Hole W 05-09 intersected numerous gold values, including 28 metres grading 6.87 gm/t gold (D Zone) and 1.5 metres grading 68.19 gm/t gold (Mudstone Zone).

In late December 2005, a 5-hole drill program was initiated in order to further test the D Gold Zone and Mudstone Gold Zone intersected in hole W 05-09. In addition, a single hole was targeted to test a weak, isolated airborne electromagnetic anomaly indicated by an Aeroquest HEM and MAG survey flown for the joint venture.

Follow up drilling in early 2006, led to a new gold discovery from a deeper drill hole and two of three shallow follow-up holes, drilled in order to test the weak airborne electromagnetic anomaly. Significant gold values were intersected in three of the four holes with the best results encountered in the deepest hole W 06-22, where a thick and continuous zone of sulphide mineralization assayed 22.6 gm/t gold over a core length of 45.8 m. This zone was intersected at a shallow depth of 135 m below surface.

In early May 2006, a new drill program has commenced that will begin to test the new gold discovery both at depth and along strike.



In 2005 the joint venture added to its land package by the acquisition of the adjoining Central Cadillac Gold Mine property to the west. The Central Cadillac property not only adds important additional strike geology to the project, but previous drilling indicated a non 43-101 compliant resource of 479,000 tonnes grading 5.3 gm/t to a vertical depth of 300 meters. The gold zones are reported to be open below that depth.

➤ **Duvey Project - Duverny Township, Quebec**

The Project consists of 4 claims situated in Duverny Township, Quebec, which are located approximately 17 km northeast of the town of Amos. The Property is located within the Archean Abitibi Greenstone Belt and is part of the Superior Structural Province.

Surface mineralization was first found in the 1943 to 1939 period. Visible gold in quartz veins with minor chalcopyrite, pyrite and sphalerite were observed in both vertical and sub-horizontal vein systems associated with a large shear zone called the Duvey Fault.

In 1985, Société Minière Sphinx acquired the Property and in 1986 did 17,000 m² of stripping, 1,500 metres of diamond drilling and took 3 bulk samples totalling 3,301.7 metric tonnes. Due to difficulty in assessing the erratic free gold and vein systems, in 1987, Sphinx completed another 65,700 m² of stripping, diamond drilling (40 holes) and a series of 75 bulk samples, totalling approximately 20,000 cubic metres.

In 1990, Sphinx mined and processed by heap leach, a 40,000 tonne bulk sample, which was reported to grade 1.7 grams (unconfirmed) from an open pit located just north of the claims but within the same geological horizon. They are reported to have recovered 11.3 kg of gold.

Sphinx published a possible resource of over 6 million tonnes grading 2 g/t gold (non NI 43-101 compliant)

The most important gold mineralization is found associated with the principal fault within the alteration halo. The mineralised zone averages 60 metres in width, has a minimum length of 350 metres and has been drilled to a depth of 200 metres. Early work returned values up to 469.8 g/t gold over 0.35 m and 76.8 g/t gold over 0.48 m. Work by Sphinx returned similar results including 16.7 g/t gold over 1.30 m and 5.1 g/t gold over 1.3 m.

The average grade was reported as 5.67 g/t gold for the total of 3.3 million tonnes (non 43-101 compliant).

Considering the wealth of data in government files, a compilation of all existing drill and pit data should be undertaken including a series of sections showing all available structural information. Upon an evaluation of the compilation data, an exploration program should be outlined but tentatively, it can be envisioned as including detailed structural mapping and a series of large diameter, 200 metre vertical drill holes strategically placed as to test the open pit potential of the gold zone.

➤ **Fontana Gold Property, Duverny Township, Quebec**

The Fontana Gold property consists of 16 claims located in Duverny Township, Quebec approximately 16-km northeast of the town of Amos. The Property has been sporadically worked since 1934 when the "C-vein" was discovered in the Fontana Fault.

Globex owns a 75% interest in the property and is project manager. Jilbey Enterprises (JLB - TSX.V) owns a 25% participating interest.

A Joint Venture between Jilbey Industries and Bay Resources resulted in an aggressive exploration program in the period 1987-1990, including 18,288 metres of diamond drilling on various zones, a 100 tonne bulk sample on the Toughie, Fontana, Lot 14 and Hooper gold zones, followed by 9,999 metres of diamond drilling on the Bunkhouse and Hooper gold zones. The Discovery shear was intercepted over 579 metres of strike length by 13 drill holes.

In the winter 1989-1990, 25 new drill holes and lengthening of 2 old drill holes for a total of 7,502 metres intersected spectacular drill results at junction of Bunkhouse and Hooper veins (DDHJB-200) of 0.48 oz/t gold over 47 feet and wedge below 0.508 oz/t gold over 125 feet.

Previous reports by Bay Resources and Services have reported resources of up to 968,000 tonnes grading 0.17 oz/t gold (non NI 43-101 compliant) but no independent confirmation of this calculation has been made by Globex.

POLYMETALLIC PROPERTIES

➤ Fabie Bay Copper-Silver Deposit and Magusi River Deposit - optioned to First Metals

In April 2006, Globex signed a Binding Letter of Intent with **First Metals Inc.** as regards the Company's 100% owned Fabie Bay and Magusi River copper, zinc, silver and gold deposits in Hebecourt Township, Quebec. Earlier, the properties have been explored by Noranda (1974-1977) and Deak Resources. First Metals Inc. is a newly incorporated company, which intends to list on a recognised exchange with the Fabie Bay and Magusi deposits as its principal assets.

First Metals has agreed to the following consideration as the purchase price for the mineral assets: an aggregate payment of Cdn \$1 million, the issuance to Globex of 10% of the issued capital of First Metals at the point of commercial production; payment to Globex of a 2% Net Smelter Return equal to 2% of all metal production from the properties; payment to Globex of a 10% Net Smelter Return after the recoup by First Metals of Cdn \$10 million in capital costs.

Fabie Bay deposit

This is a drill defined massive sulphide (copper, silver) zone that has been stripped and accessed underground via a production scale ramp. Three levels were previously prepared for mining. The partially developed ore deposit is a conformable lens of massive sulphide (+ 790,000 tonnes grading 2.70% copper plus silver credits; per Noranda) with a strike length of 300 feet.

The associated and nearby Magusi River Deposit is a series of massive sulphide lenses containing drill defined resources of zinc, copper, gold and silver.

The West Zinc Zone (Study 2000) intersected 1.38 million tons grading 0.34% copper, 6.61% zinc, 0.06 oz/t gold, 1.09 oz/t silver; the FW Copper (Study 1992) intersected 1.63 million tons grading 2.93% copper, 0.07% zinc, 0.01 oz/t gold and 1.03 oz/t silver; and the East Zinc Zone (Study 1992) intersected 0.23 million tons grading 0.28% copper, 5.28% zinc, 0.02 oz/t gold and 0.35 oz/t silver. (All not 43-101 conformable)

Due to the advanced nature of the development, it is anticipated that the deposits can be brought into production in the very near future. In fact permitting to facilitate production has begun. A 43-101 study was commissioned from Micon and should be available shortly.

➤ Poirier Mine, Joutel & Poirier Townships, Quebec

The Poirier Mine Property consists of 10 claims covering 316.4 hectares straddling the Joutel and Poirier Township line in northwest Quebec.

The Poirier Mine was discovered by airborne geophysics by Rio Algom in 1959.

Commercial production started in January 1966. Over a period of 9 years 4.67 million tons of copper ore grading 2.22% copper and 748,000 tons of zinc ore grading 5.58% zinc were mined and milled to produce 94,580 tons of copper, 29,300 tons of zinc and 285,000 ounces of silver.

By July 1975 at the closure of the mine, some 63,000 feet of drilling on 18 levels had been completed.

The mineral inventory reported in the last scoping study of the property stands at 1,400,000 tons grading 1.24% Cu and 8.77% Zn in the West and Q Zones, 300,000 tons grading 8.06% Zn in the East Zone and 534,000 tons grading 2.50 Cu in the Main Zone. The Property has not been explored below the 2,500-foot level.

Globex acquired the Property in December 1998 and drilled two exploration holes in 2000.

The South Poirier claims were optioned to Noranda in 2004 subsequent to a Megatam airborne survey. Noranda did two small grids, ground geophysics and two drill holes, which intersected well-altered felsic and basic rock units and low-grade mineralization. Noranda abandoned the option prior to the required second option payment, however further exploration is warranted.

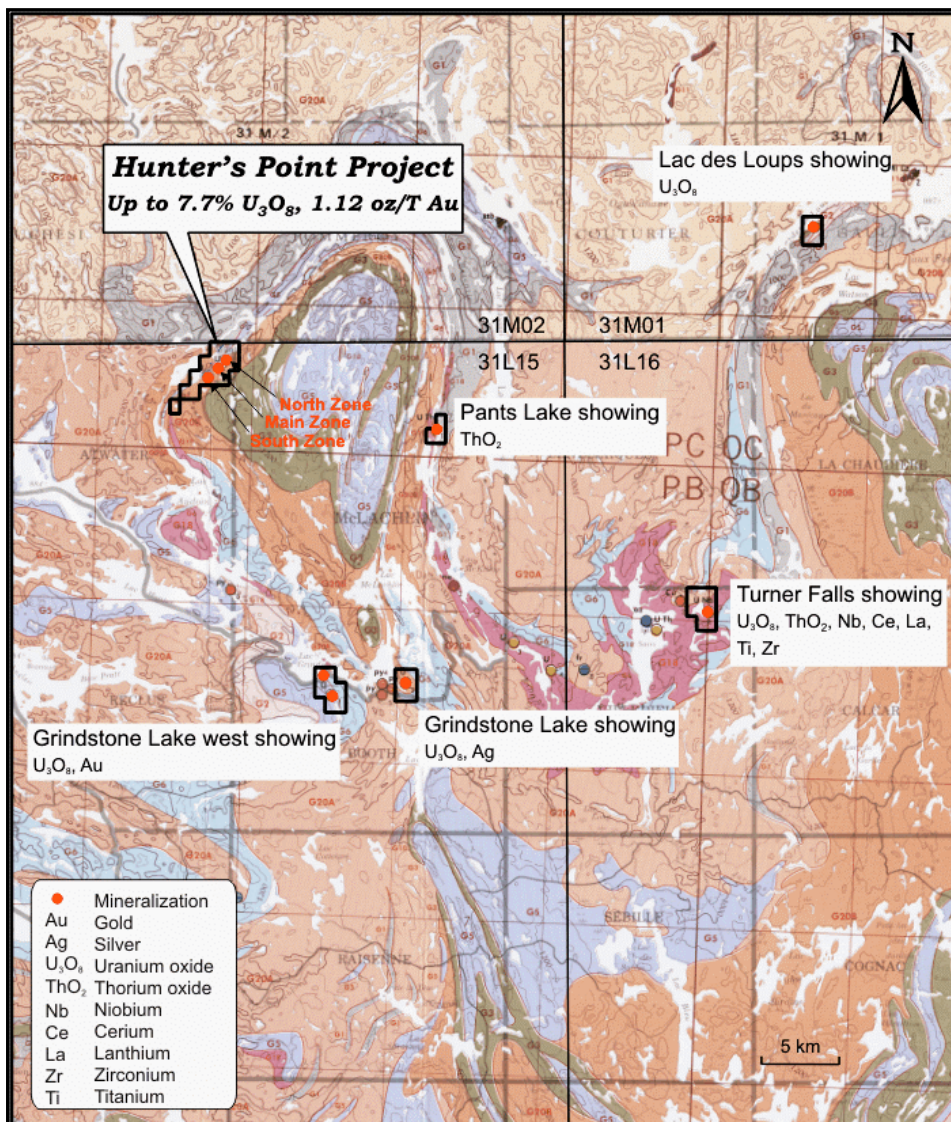
URANIUM PROPERTIES

➤ Hunter's Point Gold Uranium Project, Atwater Township, Quebec

The Hunter's Point Property consists of 14 cells totalling 822 hectares in the northeast corner of Atwater Township, Temiscamisque County, Quebec. In early 2005, additional 5 properties were staked to cover areas of known uranium mineralization.

The properties are 100% owned by Globex.

The original showing was discovered in 1957 and subsequently the ground was optioned to Belleterre Quebec Mines, which made a second discovery about 1/2 mile southwest of the original showing. This led to a total of 12,062 feet of shallow drilling, as well as some stripping and surface sampling being undertaken on both showing areas and the enveloping band of quartzite.



In the main showing area high uranium oxide and gold values were obtained. The uranium occurs in the following forms: - pitchblende, uranophane, soddyite and cupriferous sklowdownskite. Significant gold assays are recorded but no free gold was observed nor is there any record of its provenance of form.

Values of lead, silver and minor copper are noted and the following sulphides were recorded in one ore sample: pyrite, chalcopyrite, pyrrhotite, bornite, cavellite, galena and tetrahedrite.

Two grab samples from the mineralised zone returned 7.7% and 3.5% U₃O₈, 0.70 oz/t and 0.18 oz/t gold, 0.22 and 0.67 oz/t silver, 0.83% and 0.37% lead and both 0.01% copper.

The main showing was channel sampled principally within the adit and assayed 1.14% U₃O₈ and 0.294 oz/t gold over a strike length of 75 feet and an average width of one foot or 0.775% U₃O₈ and 0.212 oz/t gold over a strike length of 120 feet and an average width of one foot.

In the south showing area, radioactivity was located over a strike length of 2,000 feet over varying widths (up to 11 feet) in an extension of the quartzite band south-westward from the main showing. Values were found to generally correspond with red mica quartzite in the vicinity of garnet gneiss. Yellow staining is visible. Grab samples assayed 0.54% and 0.15% U₃O₈.

Grab samples taken by various parties during 1981 returned assays up to 3.51% U₃O₈ and 1.12 g/t gold in the Main Showing and up to 4.85% U₃O₈ and 0.48 g/t gold in the North Showing (500 north of Main Showing).

In 1967, Multi Minerals acquired the Property and drilled 17 holes totalling 5,042 feet principally in the main showing and southeast showing area.

In 1969, Gunnar Mining engaged Canada Aero-Mineral Surveys to fly an airborne Gamma Ray Spectrometer survey over a wide-belt of rocks including the showing area. The Hunter's Point showing was recorded as a strong anomaly, Many other anomalous conditions were also located. In 1980, the area was staked by Géocconseils Jack Stoch Ltee, which optioned the Property to Canadian Occidental Petroleum. Occidental flew an airborne spectrometre survey over the claim area, as well as the strike extension of the gold-uranium bearing quartzite. Subsequently, they performed mapping and humus and rock geochemistry on the claim group along with limited scintillometer work.

No follow-up diamond drilling was performed. The Property has been idle since 1985.

➤ **Grand Calumet Uranium Fluorite Deposit, Grand Calumet Township, Quebec**

The Property consists of 8 claims totalling 354.6 hectares, located in Grand Calumet Township, Quebec, approximately 35-km northwest of Hull on the Ottawa River.

The Property is 100% owned by Globex.

The property was first worked by Calumet Uranium Mines from 1953 to 1954 during which period radiometric surveys, along with stripping, and sampling, were undertaken, following the discovery of significant radioactivity. Based on these surveys and the positive sampling results, diamond drilling was started in the spring of 1954 and by June 1955, 20,082 feet of drilling in 39 holes had been completed.

Diamond drilling and scintillometer surveys showed two important radioactive zones with the most promising area near the intersection of two zones. Further drilling was undertaken in the area with a reported 80 holes being drilled. Geological mapping, mineralogical studies, and further analysis followed with all work being completed by 1956.

Government records don't show any work being submitted since 1956, with the Property remaining in the same hands most recently under the name of Albermont Mines Corp.

There are two main types of mineralization on the Property. The first is characterised by coarse grained and irregularly shaped fluorite-pyroxene skarns. Assays up to 4% U₃O₈ and 20% ThO₂ have been recorded from this type of mineralization. The second is characterised by limestone or skarn composed principally of white to salmon-pink calcite. Radioactive minerals include cubes of black uranoan thoranite and grains of red uranothorite.

A radioactive zone extends some 500 feet on surface with a few feet of width exposed. A 1,500 pound bulk sample assayed 0.10% U₃O₈ and 0.15% ThO₂, the radioactive minerals being uranoan, thoranite, uranothorite and monazite. The zone appears to be a calcite rich skarn, which closely resembles the limestone in which it occurs. Structurally, the area of the zone is complex with folding and cross folding evident. This zone was reported to contain 490,000 tons averaging 0.05% U₃O₈ and 0.15% ThO₂ (non NI 43-101 compliant).

The only reference to the Grand Calumet Property subsequent to 1958 is the 1983 Annual Report of Albermont. Within their report a possible tonnage of 1 million tons grading 0.08% U₃O₈, 0.29% ThO₂ and 10-15% fluorite is indicated (non NI 43-101 compliant). It is worth noting that the deposit was drilled of with small diameter core. A proper, modern drill program using large diameter core is warranted.

Investment recommendation:

Globex Mining Enterprises Inc., with a large and well diversified portfolio of over 70 mineral properties, including gold, silver, copper and zinc deposits, as well as uranium projects, has one of the largest gold holdings in the prolific Abitibi-Greenstone Belt of Quebec and Ontario. More than 20 of the Company's deposits are advanced exploration projects, of which a growing number are optioned or joint ventured with other companies in order to finance exploration and development while preventing dilution of its outstanding shares. Illustrative examples for this strategy are the Duquesne West Gold Property 50% optioned to **Diadem Resources**, which has to undertake Cdn\$ 6 million in exploration over the next 3 years; the Wood Pandora property in 50/50 Joint Venture with **Queenston Mining** and the in preproduction Russian Kid Gold Mine optioned to **RocMec Mining**.

The Company's Fabie Bay Copper-Silver Deposit and Magusi River Deposit are optioned to **First Metals**, which is endeavouring to place them both into production in the short term. In addition to its precious metals and base metals properties, Globex holds three prospective uranium prospects, one molybdenum deposit and one magnesium talc deposit and a joint venture on a diamond project.

Having acquired its large portfolio of mineral properties before the boom in the metal markets really took off; the share price of Globex has already benefited strongly, but still doesn't reflect the potential value of properties which will be enhanced by a growing number of transactions with other companies as well as ongoing exploration being conducted by Globex on its own behalf. The value of the more than 20 advanced exploration projects alone represents a value of more than Cdn \$100 million in our opinion, with a substantial added value from its other projects.

As a result, we think that the shares of Globex are still substantially undervalued.

Our first price objective is: Cdn \$ 7.00