

8 October 2008

Price: pre-IPO

Mining Sector

Balkan Resources Inc

Balkan Resources Inc is an emerging Canadian-based junior exploration company with a sharp focus on Albania. The currently unlisted company is going public through a reverse-takeover of Tajac Capital Inc, a TSX Venture Exchange "Capital Pool Company". Upon completion of the transaction and a concurrent public offering, Tajac will be renamed Balkan Resources Inc.

Balkan was founded in 2007 to explore and develop several mineral prospects in Albania, which remains one of the few remaining major underexplored regions in the world. The company currently holds licences covering four properties with known metal deposits, and five copper-rich tailings deposits.

Balkan is planning aggressive exploration programmes on its key properties over the next year. The company's strategy is to combine the benefits of local expertise with modern technology to give its promising projects an effective assessment.

The Perlati licence ranks first amongst Balkan's priority projects

The Perlati project is located near Burrel and lies about fifty kilometres north of Tirana, the capital of Albania, in the northern part of the country. Perlati lies in a known copper district and it is surrounded by the Mirdita project, which is currently yielding promising assays of zinc, copper and gold for Tirex Resources Ltd.

The Perlati project is under licence to Balkan Resources for two years, but is available for a full twenty-year term should results warrant extensions.

Balkan Resources recently commenced a second phase drill programme at Perlati, with the intention of completing 10,000 metres of delineation drilling. The goals of the programme are the delineation of the known deposit to a NI 43-101-compliant mineral resource, expansion of the existing mineralised zone and testing of further exploration targets.

Two former copper producers lie within the licence area and a historical, non-NI 43-101-compliant resource of ten million tonnes averaging 2.0 percent copper exists. Balkan continues to collect and assess historic exploration and production data from the Perlati project.

Key Projects

Perlati	Cu, Zn, Au
Kokogllave	Ni
Librazhd	Ni
Tuc	Cu

Management

Hon. Chair	James Belushi
Non-Exec Chair	Richard T. Groome
Pres. & CEO	Glenn Laing
COO	Claude Schimper
CFO (acting)	Ellie Jackson

Company details

Planned Quote	TSX Venture
Shares issued (m)	60.0
Fully diluted (m)	73.2
Website:	www.balkanresources.com

Andy Hartwill
Research Director
andy@objectivecapital.com
0870 080 2965

Analysts:

Will Purcell
will@objectivecapital.co.uk

Richard Thompson
richard.thompson@objectivecapital.co.uk

Objective Capital Limited
Token House

11-12 Tokenhouse Yard
London EC2R 7AS

Tel: +44-(0)870-080-2965

Fax: +44-(0)870-116-0839

US toll-free: 1-888-802-7215

editor@objectivecapital.com

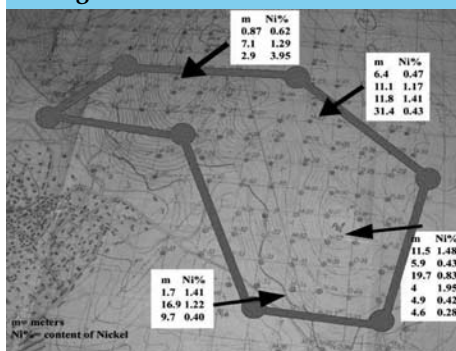
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Perlati copper licence



Kokogllave nickel



Librazhd Ni licenses



Source: Balkans Resources Inc

The Kokogllave licence hosts a prospective nickel deposit

Albania is known best as a copper producer under the former communist regime, but Balkan Resources has two prospective nickel properties, led by the Kokogllave licence in the southeastern part of the country near Bilisht, just west of the Greek border and 125 kilometres southwest of Tirana.

The property contains iron-nickel and nickel silicate lateritic mineralisation that has been tested with over 100 drill holes historically. The Albanian government explored the property during the 1980s and developed a non-NI 43-101-compliant estimate of 35 million tonnes, averaging 1.2 percent nickel. The geometry of the deposit appears amenable to open pit mining.

Balkan Resources has commenced a drilling programme to confirm the historic estimates. The plan includes 12,000 metres of drilling that should enable the company to upgrade the existing mineralisation to a NI 43-101-compliant resource. The company also plans a scoping study on the Kokogllave property that will include preliminary modelling and planning, metallurgical test work, and baseline environmental studies.

Balkan has a second nickel prospect at Librazhd

The company has a second nickel prospect in Albania. The Librazhd exploration licences lie in the east-central part of the country, about forty kilometres east southeast of Tirana. Balkan is undertaking a two-year exploration programme in the area, through which the Albanian nickel belt runs.

The 22,000-hectare zone includes ten formerly producing mines, including primarily nickel and chrome operations, within a region still regarded as underexplored. The zone of interest contains two areas that Balkan will target with future drill programmes, one in the eastern part of the zone, and the second in the western portion.

The Tuc prospect adds to Balkan's copper potential

Balkan Resources has a second copper prospect in northern Albania. The Tuc licence lies in the Puke district, north of the Perlati project and about 100 kilometres north of Tirana. Like Perlati, Tuc is encompassed by Tirez's Mirdita project and is therefore a promising volcanogenic massive sulphide target. Balkan holds an option on a 400-hectare exploration area for two years.

The Tuc project hosts several steeply dipping, stacked vein systems with historic data indicating significant mineralisation potential that could be exploited by underground mining. Balkan Resources intends to use modern wedge drilling techniques to assess the deposit along strike and at depth.

Balkan also holds five tailings licences with significant stockpiles of tails

The company has added copper potential in five tailings licences that would allow the company to reprocess tails from historic mines. Balkan Resources has access

to 1.94 million tonnes of tailings averaging 0.20 percent copper at Kurbnesh, 1.0 million tonnes averaging 0.25 percent copper at Reps 1 and Reps 2, 1.2 million tonnes averaging 0.30 percent copper at Reps 3, and 600,000 tonnes at Rreshen, averaging 0.20 percent copper.

Balkan has, in total, 4.74 million tonnes of tailings averaging 0.23 percent copper. Further, the company believes the material could contain significant quantities of gold and silver. Balkan plans assays of the tailings to assess the potential for precious metals, as well as metallurgical testing to determine the optimum processing method.

Balkan is pressing ahead with plans to obtain a TSX-V listing late this summer

The company is proceeding with a planned public offering ahead of obtaining a listing on the TSX Venture Exchange later this summer. The company is proposing to place 15.5 million units for gross proceeds of C\$6.5m, based on a C\$0.42 offering price. Each unit will contain one common share and one-half share purchase warrant, exercisable at C\$0.50 per share over a 12-month period from date of issue.

Balkan Resources anticipates having 60.0 million shares issued and outstanding once it commences trading. Of these, 2.8 million shares will be held by existing shareholders of Tajac Capital, and 41.7 million shares will be held by existing shareholders of Balkan.

The reorganised Balkan will have an ample treasury to aggressively explore its properties

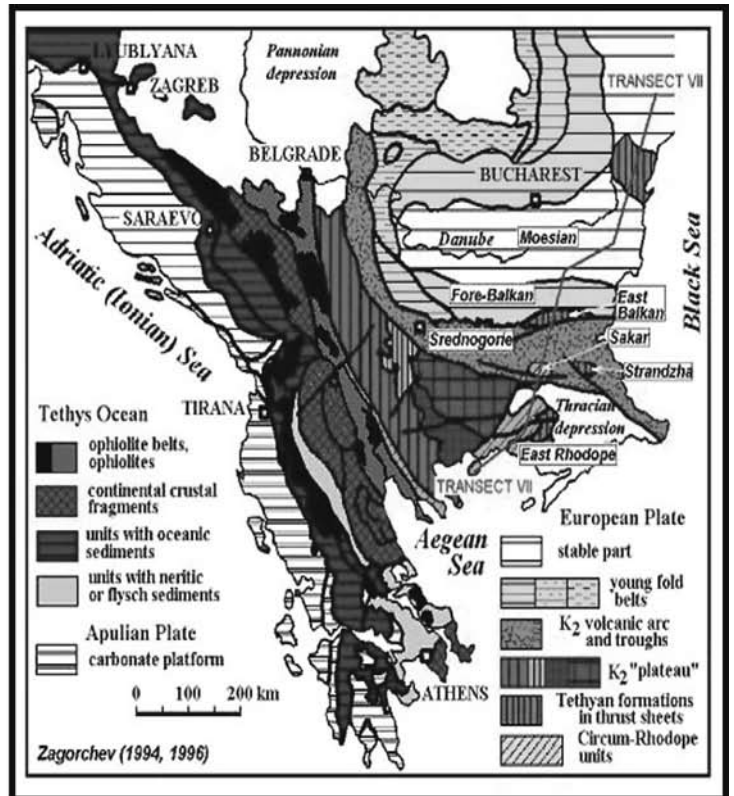
The proceeds of the public offering will bring Balkan's cash position to approximately C\$10m, which will be sufficient to cover its exploration activities for over one year. Balkan is budgeting C\$5m for its exploration programmes during the remainder of 2008 and 2009, and it plans to spend C\$0.5m on engineering studies this year. The company anticipates its general and administrative corporate expenses will be C\$1.0m to the end of 2009.

Balkan has experienced management in Canada and on the ground in Albania

The company's president, Glenn Laing, has over thirty years of experience in the operational and financial aspects of the resource sector. He is assisted by several other Canadian-based officers and directors who have extensive experience financing and administering junior companies, including Richard Groome, Balkan's chairman, and Claude Schimper, its chief operating officer.

Balkan also retains several key geologists in Albania. These individuals are well experienced with the opportunities and challenges of exploration in Albania, and with the company's key projects. Using local expertise in combination with leading-edge technology is key to the company's strategy to unlock the mineral potential of an underexplored region.

Base metal deposits in Albania



Source: Balkans Resources Inc

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