



Acquisition of Stingray Copper Inc.  
October 2009

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# Cautionary Statements

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This document contains certain forward-looking statements about Mercator Minerals Ltd. ("Mercator") and Stingray Copper Inc. ("Stingray"). When used in this document, the words "anticipates", "may", "can", "believes", "expects", "projects", "intends", "likely", "will", "to be" and any similar expressions and any other statements that are not historical facts, in each case as they relate to Mercator or Stingray are intended to identify those assertions as forward-looking statements. In making any of those statements, the person making them believes that its expectations are based on reasonable assumptions. However, any such statement may be influenced by factors that could cause actual outcomes and results to be materially different from those projected or anticipated. These forward-looking statements are subject to numerous risks and uncertainties. There are various important factors that could cause actual results to differ materially from those in any such forward-looking statements, many of which are beyond the control of Mercator and Stingray, including macroeconomic conditions and general industry conditions such as the competitive environment of the mining industry, unanticipated mining, milling and other processing problems, accidents that lead to personal injury or property damage, persistent commodity price reductions, changes in political, social or economic circumstances in areas where Mercator or Stingray operate, variances in ore grades, labor relations, adverse weather conditions, the speculative nature of mineral exploration, fluctuations in interest rates and other adverse financial market conditions, regulatory and litigation matters and risks or changes in tax and other laws. The actual results or performance by Mercator and Stingray, could differ materially from those expressed in, or implied by, any forward-looking statements relating to those matters. Accordingly, no assurances can be given that any of the events anticipated by the forward-looking statements will transpire or occur, or if any of them do so, what impact they will have on the results of operations or financial condition of Mercator or Stingray. Except as required by law, we are under no obligation, and expressly disclaim any obligation, to update, alter or otherwise revise any forward-looking statement, whether written or oral, that may be made from time to time, whether as a result of new information, future events or otherwise.

## Information Concerning Mineralization and Resources

Unless otherwise indicated, all resource estimates contained in this presentation have been prepared in accordance with National Instrument 43-101 Standards of Disclosure for Mineral Projects and the Canadian Institute of Mining, Metallurgy and Petroleum Classification System in compliance with Canadian securities laws, which differ from the requirements of United States securities laws. Without limiting the foregoing, this presentation uses the terms "measured resources", "indicated resources" and "inferred resources". United States investors are advised that, while such terms are recognized and required by Canadian securities laws, the United States Securities and Exchange Commission ("SEC") does not recognize them. Under United States standards, mineralization may not be classified as a "reserve" unless the determination has been made that the mineralization could be economically and legally produced or extracted at the time the reserve determination is made. United States investors are cautioned not to assume that all or any part of measured or indicated resources will ever be converted into reserves. Further, inferred resources have a great amount of uncertainty as to their existence and as to whether they can be mined legally or economically. It cannot be assumed that all or any part of the inferred resources will ever be upgraded to a higher category. Therefore, United States investors are also cautioned not to assume that all or any part of the inferred resources exist, or that they can be mined legally or economically. Disclosure of contained ounces is permitted disclosure under Canadian regulations; however, the SEC normally only permits issuers to report resources as in place tonnage and grade without reference to unit measures. Accordingly, information concerning descriptions of mineralization and resources contained in this presentation may not be comparable to information made public by United States companies subject to the reporting and disclosure requirements of the SEC.

Gary Simmerman, Mercator's VP Engineering, a Qualified Person as defined by National Instrument 43-101, supervised the preparation of and verified the Mercator technical information contained in this presentation.

Peter Mordaunt, P. Geo, Stingrays Chairman and CEO, a Qualified Person as defined by National Instrument 43-101, supervised the preparation of and verified the Stingray technical information contained in this presentation.



# Transaction Highlights

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- El Pilar, a near-term cathode copper producer in northern Mexico
- Positive Definitive Feasibility Study April 2009
  - IRR 25.3% at US\$2.25/Cu
  - Annual average production of >70 million lbs Cu over first 5 yrs
- Sustained pipeline of expansion and project development
  - Mineral Park Phase II steady-state coinciding with El Pilar construction (2011)
- 112% increase (1.5 billion lbs) in copper reserves acquired at US\$0.017/lb
- Asset diversification into an established mining friendly jurisdiction
- Existing expertise with successful development and construction of SX-EW copper mines



# Transaction Terms

<b>Structure</b>	<ul style="list-style-type: none"> <li>• Plan of Arrangement</li> <li>• Share for share exchange</li> </ul>
<b>Exchange Ratio</b>	<ul style="list-style-type: none"> <li>• 0.25 Mercator shares for each Stingray share             <ul style="list-style-type: none"> <li>– Premium of 52% over the closing price of Stingray shares on October 1, 2009</li> <li>– Premium of 71% based on the 20-day VWAP for both companies</li> </ul> </li> <li>• Stingray shareholders will own approximately 8% of the pro forma company</li> </ul>
<b>Transaction Conditions</b>	<ul style="list-style-type: none"> <li>• Approval by 66<sup>2/3</sup>% vote of Stingray shareholders</li> <li>• Receipt of all regulatory, Toronto Stock Exchange and court approvals</li> <li>• Receipt of fairness opinions to Stingray</li> <li>• Entering into a Definitive Agreement that will include terms and conditions customary for such a transaction</li> </ul>
<b>Other Terms</b>	<ul style="list-style-type: none"> <li>• Stingray Management and directors holding 6% of the outstanding shares of Stingray have entered into lock-up and support agreements</li> <li>• Cdn\$1.25 million break fee payable to Mercator under certain circumstances</li> <li>• Non-solicitation</li> <li>• Mercator has the right to match competing offers</li> <li>• Unanimous approval by each Board</li> </ul>
<b>Timeline</b>	<ul style="list-style-type: none"> <li>• Circular mailed to Stingray shareholders by end of October 2009</li> <li>• Stingray shareholder vote December 2009</li> <li>• Anticipated to close before December 31, 2009</li> </ul>

# Strong Additions to Management and Board

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## **Michael Surratt**

Director & CEO

- Formerly Aurex Resources, Miramar Mining

## **Peter Mordaunt**

Director, President & COO

- Stingray Copper Chairman & CEO

## **Gavin Thomas**

Independent Director, Non Executive Chairman

- President of Kingsgate Consolidated

## **Robert Quinn**

Independent Director

- Founding partner of Quinn & Brooks LLP

## **Ron Vankoughnett**

Independent Director

- Formerly Rio Algom, Miramar Mining, Northern Orion

## **Stephen Quin**

Independent Director

- President & COO of Capstone Mining

## **Michael Linderman**

Independent Director

- Valley Aggregate Transport

## **Joseph Keane**

Independent Director

- K.D. Engineering, Metcon Research

## **Raymond Lee**

Director, CFO

- Mercator CFO
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# Pro Forma Company Summary

Summary	Mercator	Stingray	Pro-Forma
Symbol/Exchange	ML TSX	SRV TSX	ML TSX
Shares OS (M)	178.4	60.6	193.0*
Shares FD (M)	212.2	63.6	228.1*
Cash (Cdn\$M)	\$70.0	\$15.8	\$85.8
Debt (Cdn\$M)	\$130.0	\$0	\$130.0
Cu Eq Resource (MM lbs)	5,572**	2,548	8,120

\*Using 0.25 share exchange ratio

\*\* Using US\$1.40 Cu and US\$7.50 Mo



MERCATOR MINERALS LTD.



# Project Locations

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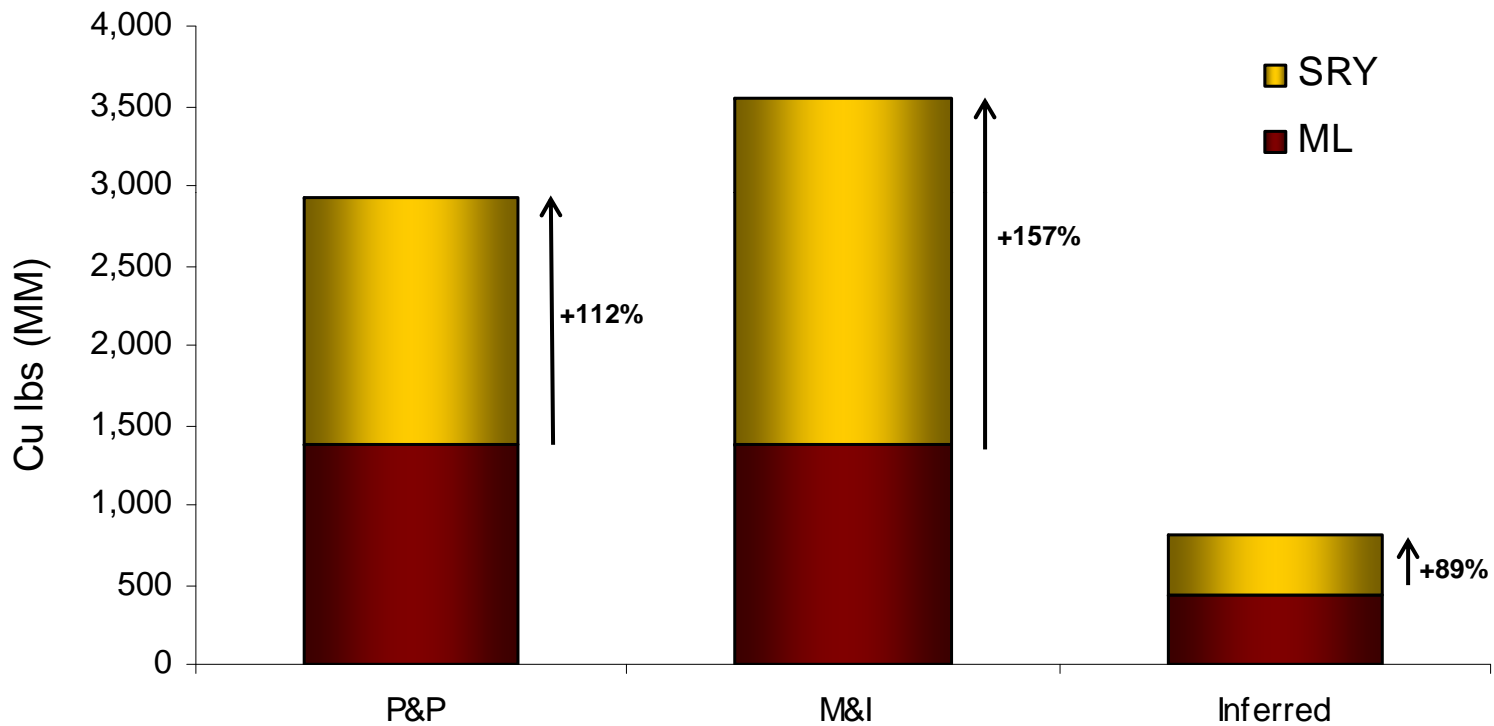
# El Pilar - Sonora, Mexico

- Feasibility Study completed April 2009; demonstrated robust economics using conventional open pit mining and SX-EW processing
- Security of acid supply via construction of captive acid plant
- Excellent infrastructure with water, power (within 30km), rail, skilled/unskilled labor
- Advancing permitting process

El Pilar	Economic Summary
Cu Price Assumption	US\$2.25
Life of Mine (LOM)	14 years
Maximum Annual Production	77.17Mlbs
Annual FCF (First 5 yrs)	US\$55M
LOM Cu Production	957,345 lbs
NPV10%	US\$289M (before tax) US\$184M (after tax)
IRR	33.6% (before tax) 25.3% (after tax)
Cash Operating Cost	US\$1.20/lb
Initial Capex (including captive acid plant)	US\$209M

# Increased Copper Reserves & Resources

## Pro Forma Copper Reserves & Resources

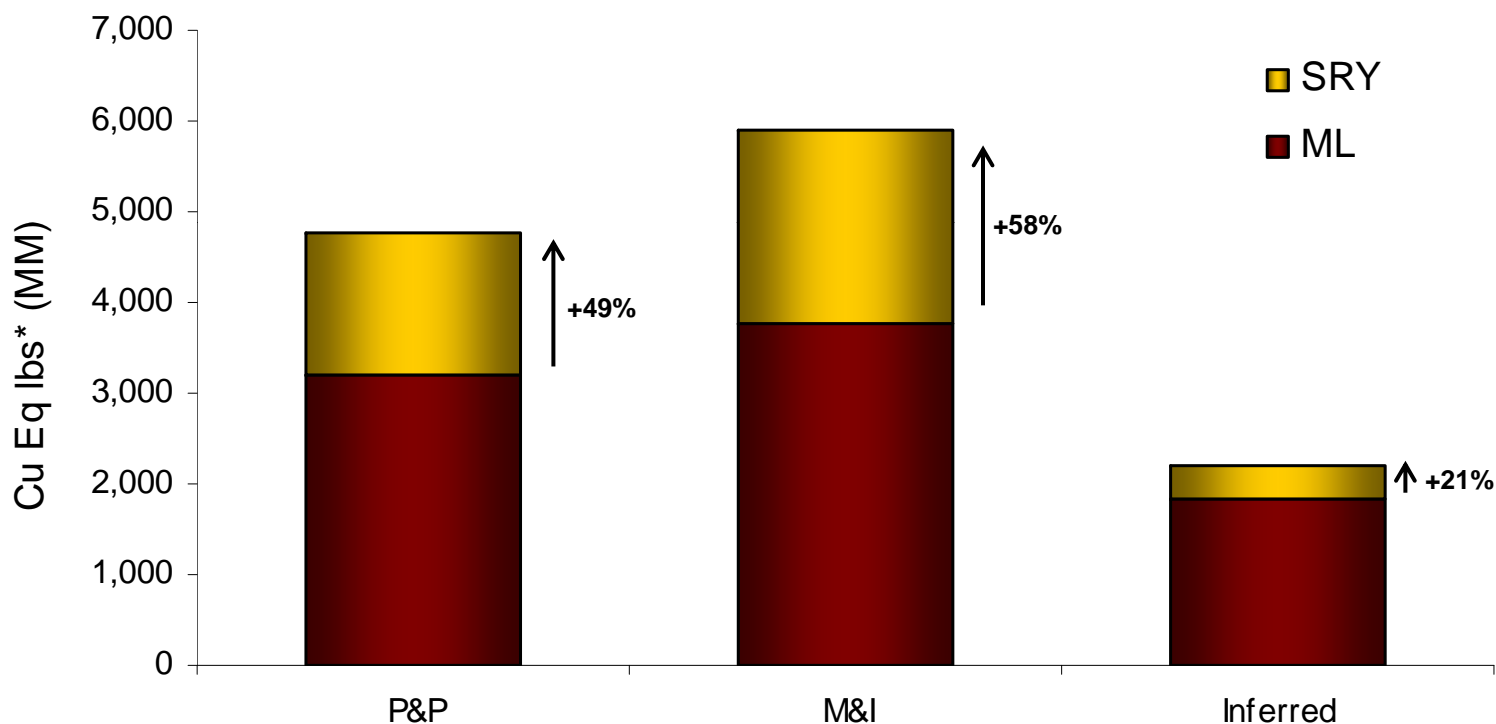


ML Reserve and Resources calculated using US\$1.40 Cu and US\$7.50 Mo at 0.30 CuEq cut-off  
SRY Reserve and Resources calculated at 0.15% Cu cut-off



# Increased Copper Equivalent Reserves & Resources

## Pro Forma Copper Equivalent Reserves & Resources



\*ML Reserve & Resources calculated using US\$1.40 Cu and US\$7.50 Mo at 0.30 CuEq cut-off  
SRY Reserve & Resources calculated at 0.15% Cu cut-off

# Production Expansion Pipeline

- Production expansion profile active over next 3+ years
- Test Heap at El Pilar in 2010
  - Production expected in 2012

Production Pipeline	Q3/09	Q4/09	Q1/10	Q2/10	Q3/10	Q4/10	Q1/11	Q2/11	Q3/11	Q4/11	Q1/12	Q2/12
Mineral Park @ 26,000 tpd												
Phase 1.5 Construction												
Mineral Park Phase 1.5 (35,000 tpd production)												
Phase 2 Construction												
Mineral Park Phase 2 (50,000 tpd)												
El Pilar EPCM												
El Pilar Production (35,000 t Cu Cathode per year)												



# Transaction Rationale - Stingray

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- Significant premium of 52% offered to Stingray shareholders based on October 1, 2009 closing share price
- Transition from a development stage company to a high growth profile producer, garnering improved valuation multiples
- Offers a partner with the ability to finance El Pilar through a combination of internally generated cash flow and/or access to the capital markets
- Enhanced commodity exposure and participation in recovering moly prices
- Enhanced liquidity, market profile and research coverage
- Geographic synergies given proximity of Mineral Park, in Arizona, to El Pilar in northern Mexico
- Accretive to Stingray relative to current financing options



# Contact Information

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## Mercator Minerals Ltd.

Marc S. LeBlanc  
VP Corporate Development

1971 Sandown Place,  
North Vancouver, BC, Canada V7P 3C3

Tel: 604-981-9661

Fax: 604-960-9661

[mleblanc@mercatorminerals.com](mailto:mleblanc@mercatorminerals.com)

ML-TSX

## Stingray Copper Inc.

Peter Mordaunt  
Chairman and Chief Executive Officer

Suite 605, 40 University Avenue  
Toronto, ONT, Canada M5J 1T1

Tel: 416-368-6240

Fax: 416-368-7174

[info@stingraycopper.com](mailto:info@stingraycopper.com)

SRY-TSX



MERCATOR MINERALS LTD.

