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Subject: Chevron Invests \$1.5 Billion in Argentina...Great News for MVN

Dear Alphastox Subscribers,

What an incredible month it has been for Alphastox subscribers. Madalena Ventures (MVN) has almost doubled in the last month on huge volume – over 2 million shares traded a day. Alphastox.com, Transcend Resource Group and our clients have been heavily involved in supporting Madalena's market for quite a while now, we continue to accumulate shares in the market and believe in the future of company's plans to unlock significant shareholder value across its sizeable unconventional assets. Madalena is personally my largest holding and I continue to buy more in the open market.

Even in these tough markets, my portfolio has been generating positive returns with the help of MVN's recent surge in share price and I hope you had all listened to my recent recommendations on the stock so you could all take advantage of its recent success. On April 22nd, 2013, we provided Alphastox subscribers with an update on the company and a BUY recommendation on the stock. MVN was trading around \$0.24 at the time. Our most recent recommendation on the stock was on April 30th, 2013 while the stock was at \$0.265. Today, on May 21st, MVN closed at \$0.435 and hit \$0.48 on over 4 million shares traded. If you had invested \$5,000 on April 22nd, your investment would have been worth over \$9,000 giving you an over 44% return in a month. I feel the stock is still VERY cheap at these levels and the opportunity needs to be taken advantage of today. I do not think the stock will be trading at these levels for much longer especially as we get better news out of Argentina which we are starting to see now...

Last week, Chevron announced that it will be increasing its initial investment into the Vaca Muerta oil reservoir in Argentina from \$1.0 Billion to \$1.5 Billion via a significant Joint Venture deal with YPF on two blocks within the oil window of the shales. This agreement (i.e. which is offset to Madalena's acreage) made between Chevron and state-owned Argentine oil company YPF said its investment in Argentina will start at \$1.5 billion and may reach as high as \$15 billion. Chevron is now saying that the Vaca Muerta has the 2nd largest shale oil resource worldwide. This is huge news for MVN as Madalena holds two blocks with oil in the Vaca Muerta and Agrio Shales at both Coiron Amargo and Curamhuele. Madalena is driving ahead with its Vaca Muerta shale drilling at Coiron Amargo with a rig expected to

mobilize to the block within 30 days with multiple wells to be drilled in the oil window of the shales in 2013 onward.

Bill Newman, of Mackie Research says “With YPF recently reporting a recent ramp to 12 rigs running in the Loma de Lata area , YPF and Shell are ramping up drilling activities in the shales offset to Coiron Amargo, within the oil window of the Vaca Muerta. YPF is expected to have approximately 10,000 boe/d of shale production now online in the Loma Lata area: YPF current produces approximately 10,000 boe/d(~72% oil & liquids) composed of 5,500 bbl/d of light oil, 1,700 of NGL’s and 16.8 mmcf/d of natural gas from the unconventional shales.”

We all need to understand that Chevron has done their fair share of due diligence of the area and feel the rewards far outweigh the risks of doing business in Argentina. They do not feel any significant repercussions and feel comfortable with the partnership they have established with President Fernández de Kirchner.

This is all incredible news for MVN and its shareholders. As good news continues to come out from Argentina, look for MVN share price to move much higher.

As always, if you have any questions, please do not hesitate to give me a call anytime.

Best Regards,

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