

**Imagine the frenzy on the trading floor when a \$10 million penny oil company announces a modest oil discovery worth \$250 million. Total mayhem.**

Trading in that stock will likely halt. When it reopens, the price will no longer be measured in pennies you bought the stock at originally, but in dollars or tens of dollars. Your modest investment will rocket to a hundred grand or more.

That was essentially what happened with Apco, a penny oil company with holdings in a remote corner of South America. They discovered oil and their share price rose from a mere 13¢ to \$41 bucks! Each \$100 you invested in Apco would have grown into as much as \$31,500.

Nowhere else in the world can you get leverage like this in oil. Nowhere else can you get thousand-dollar profit potential for virtual pocket change. It's too late to reap the rewards of Apco, but I have two other penny oils I think can give you as much profit potential, if not more.

Dear Oil & Energy Subscriber:

The profits with penny oil shares can be staggering. One penny oil (Pogo Producing), was a US oil/gas exploration and production company with a nice property in Thailand. It struck oil and went from \$2.50 to \$49.00 -- up 1,960%.

Another penny oil, Transmontaigne, a Denver pipeline company, went from \$1.13 to \$20 in just 2 years, up 1,760%. You could have made a \$6,000 investment and, in just two short years, walked away with as much as \$105,600.

And Apco, a tiny oil company with holdings in a remote corner of South America -- shot-up from 13¢ a share to \$41.00 on the heels of rising oil prices and a moderately successful

exploration. That's 31,538% profits. Amazing. Astounding. Incredible. Just think ... if you'd plopped down a thousand bucks in Apco, you could have walked away with more than \$315,000.

Nowhere else in the world can you get leverage like this in oil. Nowhere else can you get thousand-dollar profit potential for virtual pocket change.

**With Asia's surging demand pushing up oil prices, there hasn't been a better time to invest in penny oils since 1973, when OPEC's embargo sent oil prices through the roof**

Oil prices more than doubled in 1999. They're set to double again to \$40 or \$50 a barrel -- or even \$100.

One of the most powerful driving forces behind the current boom in oil prices isn't OPEC, but rather the explosive demand throughout Asia for oil.

China, for example, is a country that 20 years ago had 50,000 bicycles for every car. Now, the Chinese are tearing down whole limestone mountains to make concrete for freeways. Vast parts of the Chinese countryside look like a moonscape with trees 25 miles from the quarries covered in such thick limestone dust that you can't see a hint of green anywhere.

I was recently in Guangzhou, Shenzhen, and a few other Chinese cities. They have traffic that makes New York look like a ghost town. Beijing and Shanghai are even worse.

It's absolutely horrendous. Bumper to bumper cars, motorbikes, scooters, and buses -- but not many pedal bicycles these days. Did you know that there's one city in China that the CIA's spy satellites have not been able to photograph for years because the smog is too thick?

At the rate China's oil consumption is increasing, in less than a decade, the Chinese will be consuming more than 9 million barrels of oil a day -- which equals the entire oil output of Saudi Arabia.

On top of that, India, Korea, and Taiwan are doubling their oil consumption every 9 years. Where's the oil for the rest of the world going to come from?

**While demand for oil is booming,  
the supply of oil from two of the world's three  
largest oil-producing nations could go off the market tomorrow**

Saudi Arabia, the largest producer, faces a 4-sided Islamic civil war when its King Fahd -- who's dying of cancer -- finally kicks the bucket. The contesting parties are the crown prince (who is bitterly anti-American), versus 6,000 other royal princes, versus Sunni fundamentalists, versus Shiites who are allied with Iran. The entire country is a keg of dynamite whose fuse has been lit.

Russia is the world's third largest oil producer. But oil production in Russia has declined nonstop for 10 years -- down 46% so far, and they haven't hit bottom yet. The Siberian pipeline leaks so badly that entire forests have been turned into tar pits. And they can't fix it. Siberia is so cold, the only thing that keeps the oil from solidifying is the constant motion -- if they shut the pipeline down for repairs, it would turn into an 800-mile long candle.

And in the US, production has been falling for 23 years due to environmental restrictions. It's almost impossible to get the necessary permits for drilling and bringing new fields into production. Just drive up and down the California coastline and you'll see all the oil rigs standing idle.

There IS a fourth oil giant, and it isn't facing any revolutions, crises, or faddish environmental restrictions. But if you're an American, don't take solace from that -- because that country is Iran, no friend of America, and not about to bail out America's chestnuts.

**Get ready now to make huge profits when oil shoots to  
\$50 a barrel. It's time to get rich**

You're already beginning to see the impact of Asia's insatiable appetite for oil on oil prices. As I said, last year, oil prices more than doubled.

With demand exploding at a far faster rate than new oil discoveries are being made -- I think it's safe to say that oil prices are going nowhere but up. Even without the whiff of a crisis, oil prices are headed to \$50; and if there IS a crisis, it's to \$100 a barrel and beyond.

Get ready now to make huge profits when oil shoots to \$50 a barrel. Sky-high oil prices are going to clobber almost every sector of the stock market you can imagine. But, obviously, oil shares are going to explode.

The last time oil went to \$40 bucks the oil stocks, on the average, tripled.

That's already beginning to happen with the shares I've recommended in Oil & Energy. Every single share I've recommended for the O&E Income Portfolio is up at least 30%. In the Growth Portfolio, Syntroleum is already up 94.3%, Triton up 104.3% -- and oil is still nowhere near \$50 a barrel.

By the time oil goes to \$50, I think you'll quadruple your money, or better. I love quadrupling my money.

But if you can handle a more aggressive position, you can make 10, 20, or even 30 times the profits in the penny oils. For instance...

**Penny oils give you the potential to make \$500,000  
with a modest \$5,000 investment**

If you're like me and don't mind making modest speculative investments of \$5,000 to \$10,000, I think you're staring at a replay of the penny gold market in the late '70s. There, hundreds of investors got rich -- just by sinking \$500 to \$1,000 into a whole bunch of different penny golds.

Coeur D'Alene was then an unknown selling for a few pennies. A few years later, it went to \$21. Work it out: a \$1,000 investment would have risen to \$1,050,000.

There were plenty of other penny golds that made it into the big time, including Agnico Eagle, Barrick Gold (which started out as Horsham/American Barrick), Hemlo, and a whole crop of other penny golds that made it big in the Hemlo region. And, just a few years ago, there were Diamond Fields (which went from pennies to over \$100) and Aber, and a whole second crop of penny golds that made it into the big time.

Man oh man -- so what if you missed on 8 or 9 out of 10? With Coeur D'Alene, a \$1,000 investment would have given you as much as \$1,050,000. Diamond Fields and Hemlo would have given

you similar incredible, life-changing returns on your money. One penny gold would have made you rich.

Now, the penny oils are about to have their day in the sun. And the Australian penny oils are a great way to start because Australia has oil; they're allowed to develop it; and they have great disclosure, just like they have in America.

**Buy 100,000 shares in a great Australian penny oil for a beggarly \$500 plus commission**

One of the Aussie pennies is exploring for oil on its property (50% owned) which is located within a major oilfield in western Siberia. This is a huge oilfield already known to contain more than a billion dollars of proven and probable reserves.

But this Australian penny oil is teensy. Its shares are selling for about half-a-cent each. You can buy 100,000 shares for a beggarly \$500 plus commission! Chump change.

It's a great buy. One great rule of the oil industry is that the best place to find oil is right next door to an existing oilfield. And that's what this small company has.

I've used this strategy repeatedly with larger companies in my Oil & Energy recos. Enterprise Oil, for example, rose 84.1% profits in 10 months and Premier Consolidated was up 50.4% in 3 months.

That's good money, but it's NOTHING compared with what you can make with this little runt of an Aussie penny oil. This company has market cap of around \$2.8 million.

The difference between these penny oils and the big names in the oil industry is market capitalization. Exxon's market cap, for instance, is \$187 billion. So when they make a modest-sized strike worth say, \$250 million in oil, it's barely a hiccup for them. It might move the share price from \$70 to \$70 1/8.

But when a teensy Aussie penny oil with the market cap of \$2.8 million makes that \$250 million strike hits a penny oil -- like the -- it's an earthquake. It can make you 10, 20, or even 100-fold profits.

Can you imagine the frenzy on the trading floor when a \$2.8 million company announces a modest-sized oil discovery worth \$250 million? Total mayhem.

Trading in that stock will stop. When it starts up again, the price will no longer be quantified in pennies, but in dollars or tens of dollars. You could turn a few thousand bucks into a few hundred thousand almost overnight.

As I mentioned before, this happened with Apco. When they discovered oil, their share price went berserk. You could have turned \$500 into more than \$157,000 with that company. That's what could easily happen with this company.

An investment where you can put up as little as \$500 bucks for the potential return of over \$100,000 is almost impossible to find anywhere outside the penny oils.

Another Aussie penny oil that turns me on has extremely promising oil properties in Australia, Papua New Guinea, and Indonesia. In Papua New Guinea, for example, it has an important stake in the huge South Eastern Gobi oilfield.

Already, two majors have started to buy in. Not only does this Australian penny oil have a good chance of making a big discovery and going to the moon, but even if it doesn't, you could easily make 500% on it. It's now selling for less than 6¢ a share, and even at 30¢ a share, this company would be chump change for a major oil producer like Exxon.

These are two absolutely great Aussie penny oils. Either one of them has the potential to turn a \$100 investment into \$31,500, like Apco, or a \$500, into \$100,000.

And there are more where they come from. I have an in-depth report that tells you about these two and 8 other dynamite Aussie penny oils that can make you filthy, stinking rich when oil shoots to \$40 or \$50 a barrel.

**Take a flyer in these 10 Aussie penny oils**  
**(total cost: around \$5,000), and you can walk away**  
**with \$250,000 or more**

Much as I like the individual companies recommended in my report, my suggestion is to spread your money around so you have a better chance of owning one of the ones that shoot up from pennies to a dollar or more per share. This is the same classic

strategy that made hundreds of penny gold investors in the 1970s into millionaires.

Let me give you the numbers on this, so you know what I'm talking about. Do what I suggest, and all you need is for one of these stocks to rise to a dollar and you can make as much as \$250,000. If it goes a little higher, you can clear half a million.

If you get lucky and catch a rising oil market -- and god, I don't see how you can miss -- one of these oil shares could go to \$10. Then, you'll be sitting on as much as \$2.5 million dollars in profits on that one company. This is a real possibility today with oil prices going up.

Look, I'm not expecting all of these to strike it rich. You don't even need one to strike it rich. All you need is a modest-sized oil strike and the share price goes to the moon. But even with the ones that miss, if the price of oil rises, remember that when the wind blows even the turkeys fly.

I remember that Sunshine Mining was closed, and on strike, in the late '70s when silver went to \$40. But because it was known as a silver mining company, the share price tripled. They weren't taking an ounce of silver out of the ground, and the share price still tripled.

I'm not guaranteeing this is going to happen again. All penny shares -- the penny Australian oils included -- are unpredictable. But the grubstake is small and the potential profits are mind-bogglingly large. The risk-reward ratio is absolutely spectacular.

I'd love to recommend stocks like these in my Oil & Energy Investment Report. But I have to tell you: these penny stocks don't move like the stocks I normally recommend in Oil & Energy.

These shares can whip up (or down) in a flash. I can't rely on a by-mail newsletter, like my dearly beloved Oil & Energy Investment Report, for these recommendations. The 4 weeks between issues can be several lifetimes for a penny oil.

For example, one penny oil I was looking at for you went from 3¢ (Canadian) to 20¢ in less than 6 weeks. By the time I could have gotten an issue mailed to you, two-thirds of the advance was over. The cream was gone. You would have

had four times the risk and a quarter of the profit potential.

Don't worry. I know you're going to do extraordinarily well with the oil and energy stocks I recommend in the Oil & Energy Report. I think that the tripling of oil shares in the past comparable oil price hikes is a good model for this coming rise in oil prices to \$40 a barrel.

But to multiply those profits by 10-fold or more, you have to go to the penny oils -- and that means you have to be able to get in and out on a dime.

This is why I've started a special service dedicated solely to these penny oils. It's called the Penny Oil Speculator. Each issue goes direct from my computer to you by e-mail or fax, your choice.

By and large, expect to lose money if oil prices go down. Conversely, expect rising oil prices to send penny oil shares to the moon. Our subscribers have already been racking it in.

I closed out a Russian penny energy (shares listed in the United States) with 153% profits in just 8 months. Another recent reco is up 65%. A penny oil I recommended on October 13th is already up 73%. And a fourth penny oil is up 97% in the last five weeks since I recommended it (on December 16th). My last three recommendations were also up sharply, straight out of the gate.

**What you will get when you subscribe  
to the Penny Oil Speculator**

Right off the bat, the first thing I'll send you (by Federal Express) is my special report on the penny oils with all the profit potential of Apco that can turn every \$100 you invest into \$31,500.

This report gives you in-depth analyses of the 6¢-a-share company that the majors are already eyeballing ... the teensy, tiny company with a prime oil property right in the middle of a major oil field in western Siberia selling for under a penny ... and eight other comparable Aussie penny oils that can give you profit potential like Apco. You also get instructions on how to invest in Australian pennies right here, in America. No hassle.



In addition, you'll get 20-30 recommendations a year by fax or e-mail (your choice) chock full of my expertise and world-renowned trading skills, as well as the expertise of my entire research staff. These recommendations cover penny oils around the world, wherever there's big bucks to be made.

Our reports aren't fancy. No time for that. Just nuts and bolts recommendations. We'll tell you what to buy, what to sell, and how to make huge profits step-by-step. We leave no guesswork. We give you the actual buy/sell instructions word-for-word. All you have to do is read them to your broker.

When news breaks about one of the companies I've recommended, we'll send you an e-update or fax, explaining what's happening, why it happened, what we think will happen next, and what changes, if any, you need to make in your investment strategy.

When the time comes to sell, I don't care if it's in the middle of the week, or the middle of the night -- you'll hear from us as soon as you open up your e-mail or check your fax machine.

When you have questions, we'll give you an e-mail and fax number to reach our experts, and your questions will be answered ASAP. Questions asked are often answered within a couple of hours during trading hours.

You get a generous 60-day trial with a full subscription refund if you're not already wallowing in profits. Pro-rata refunds after that.

**Limited to 600 subscribers**

Because of the intensely personal service my co-editors and I offer, I have to limit this service to 600 subscribers, if for no other reason than to maintain our sanity. But as importantly, some of these penny oils are very thinly traded. I simply can't have too many subscribers rushing to get in (or out) at once, or nobody's going to make the buy or sell at a good price.

I'm about to offer Penny Oil Speculator subscriptions to up to 200,000 investors: the price for them is \$5,000 a year. And even at that full price, I think they're going to lap it up.

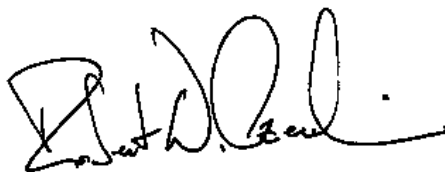
But before I offer this service to the public at large -- I want to offer it to my loyal Oil & Energy subscribers at a special rate. That means you can subscribe for just \$3,750 for 1 year and a mere \$6,250 for 2 years.

There are a hundred fortunes waiting to be made in penny oils -- with companies like that 6¢-a-share company that two majors are already buying into ... the tiny company with oil property right in the middle of a major oil field in western Siberia selling for just under a penny a share ... and 8 other great penny oils I think can give you a real-live chance to turn every \$100 you invest into \$31,500, just like you could have with Apco. If and when the price of oil rises to \$40 or \$50 a barrel, you can ride these shares to glory.

It's already beginning to happen. In the three weeks since I first recommended these Aussie penny oils, one's risen 21.8%; another one has risen 97.0%; a third is down 10.3%, and two others are up 15.3% and 25.2% respectively. I think this is what you have to look forward to.

The profits -- even with the loss included -- are staggering in such a short period of time. Get in now, while the penny oils are still pennies. This is an incredible opportunity. Don't let it slip by. Phone toll-free (in the US) to 1-800-961-0042; Outside the US, phone to 1-561-750-6650

Yours sincerely,

A handwritten signature in black ink, appearing to read "Bob Czeschin". The signature is stylized and cursive, with a large initial "B" and "C".

Bob Czeschin, Editor  
Penny Oil Speculator

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Dear Bob:

Yes, I want a chance to get into the penny oils with all the profit potential of Apco that can turn \$100 into \$31,500. Please lock in my slot to your service right now and rush me by Federal Express your special report: "10 Aussie Penny Oils That Can Turn Every \$100 Invested Into \$31,500." With such a huge

payday for so little at risk, I want in. Sign me up on your special pre-marketing offer for...

2 years, only \$6,250 (save \$3,750)

1 year, \$3,750 (I save \$1,250)

Please send me your Penny Oil Speculator recommendations by --

E-mail. My e-mail address is: \_\_\_\_\_

Fax. My fax # is (     ) \_\_\_\_\_

Both of the above

Please note: 600 subscriber limit

For faster service, call Atwood toll-free 1-800-961-0042 or 1-561-750-6650. He's there from 9 a.m. to 6 p.m. Monday thru Friday. Our fax (1-612-395-5250) never sleeps.

### **Penny Oil Speculator**

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