

Lincoln County

AFFIDAVIT OF ANNUAL ASSESSMENT WORK

State of Nevada)
 County of Lincoln) ss:

The Undersigned, Albert Cottino, certifies that at least ONE HUNDRED AND 00/100 DOLLARS (\$100.00) per claim was expended for development, labor and improvement, or equivalent value added, as the annual assessment work for the assessment year ending September 1, 19 86 for the following unpatented mining claim(s) generally located in the following section(s):

<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>Meridian</u>
<u>6-8</u>	<u>1 N</u>	<u>67 E</u>	<u>Mount Diablo</u>
<u>14-16</u>	<u>1 N</u>	<u>67 E</u>	<u>Mount Diablo</u>
<u>20-23</u>	<u>1 N</u>	<u>67 E</u>	<u>Mount Diablo</u>
<u>12</u>	<u>1 N</u>	<u>66 E</u>	<u>Mount Diablo</u>

Name of Claim(s)

BLM Serial No.:

The patented claim: Ely Valley and see the attached Exhibit A for a list of unpatented federal lode mining claims located in the Ely Mining District.

NMC-80387 through 80386
NMC-80388 through 80467
NMC-80477 through 80482

OWNER or CLAIMANT: Picche-Ely Valley Mines, Inc.
10830 North Central Expressway, Suite 175
Dallas, Texas 75231

The work consisted of (use additional page if required): watcher services for 12 months, remaining roads, general upkeep of all buildings including roof repairs, geological surveys and geochemical and metallurgical sampling and survey
 The work described above was performed at the following locations: generally covering all of each of the above listed claims
 Said work was performed between September 1, 19 85, and August 7, 19 86. A total of more than nine thousand AND 00/100 DOLLARS (\$9,000.00) was expended in performing the work, or equivalent value added. The work was performed by: Albert Cottino and employees, Pierre Lalonde, R. Erlich, J. Fernetto, and J. Kislack, & G. Fernetto.

The findings of the above work are as follows:

The basic findings of the work indicate a zone of disseminated manganiferous gold mineralization in altered limestones of the Lynden Formation near the contact with the underlying Picche Shale. This mineralization is laterally extensive and may be associated with stratiform zinc-lead-silver mineralization in the underlying units.

The work was performed under the direction of Greg Fernetto whose qualifications to supervise such work include the following experience and education: more than twelve years experience in the mineral industry and seven years of undergraduate and post-graduate university education in the field of geology.

- continued on next page -

AFFIDAVIT OF ANNUAL ASSESSMENT WORK

- Page 2 -

All of the aforesaid unpatented mining claims are contiguous and work on, or for the benefit of, any one claim or group of claims tends to develop all the claims. The work was performed for the purpose of developing the mineral potential of the claims and to maintain and hold such claims.

Dated this 7 day of August, 19 86

BY: Albert H. Cottino
Albert Cottino

Subscribed and sworn to before
me this 7 day of
AUGUST, 19 86.

Mara L. Condie
NOTARY PUBLIC



.....
RECORDER'S STAMP
.....
.....
.....
.....
.....
.....
.....
.....
.....
.....

Lincoln County

EXHIBIT A

LIST OF CLAIMS

CLAIM OWNER: Pioche-Ely Valley Mines, Inc.
 ADDRESS: Suite 175
 10830 North Central Expressway
 Dallas, Texas 75231

CLAIM NAME	BLM SERIAL NO.	LINCOLN COUNTY RECORDER BOOK	PAGE(S)
Harvester	80388	H-1	271
Harvester No.1	80389	H-1	271
Harvester No.2	80390	H-1	272
Harvester No.3	80391	H-1	345
Harvester No.4	80392	H-1	465
Harvester No.5	80393	H-1	465
Harvester No.6	80394	H-1	466
Harvester No.7	80395	H-1	467
		H-1	23
Harvester No.8	80396	J-1	205
Harvester No.9	80397	J-1	205
Harvester No.10	80398	J-1	206
Harvester No.11	80399	J-1	206
Harvester No.12	80400	J-1	207
Harvester No.13	80401	J-1	207
Harvester No.14	80402	J-1	224
Harvester No.15	80403	J-1	225
Harvester No.16	80404	J-1	225
Harvester No.17	80405	J-1	226
Harvester No.18	80406	J-1	226
Harvester No.19	80407	J-1	208
Harvester No.20	80408	J-1	208
Harvester No.21	80409	H-1	499
Harvester No.22	80410	H-1	499
Harvester No.23	80411	H-1	500
Harvester No.24	80412	L-1	371
Harvester No.25	80413	L-1	372
		H-1	23
Harvester No.26	80414	L-1	372
Harvester No.27	80415	L-1	373
		H-1	23
Harvester No.28	80416	L-1	373
Harvester No.29	80417	L-1	374
		H-1	24
Harvester No.30	80418	L-1	374
Harvester No.31	80419	L-1	375
Harvester No.32	80420	H-1	366
Harvester No.33	80421	H-1	366
Harvester No.34	80422	H-1	84
Harvester No.35	80423	H-1	84
Harvester No.36	80424	H-1	85
Harvester No.37	80425	H-1	85
Harvester No.38	80426	H-1	86
Harvester No.39	80427	H-1	86

Lincoln County

EXHIBIT A (continued)

LIST OF CLAIMS

CLAIM OWNER: Ploche-Ely Valley Mines, Inc.
 ADDRESS: Suite 175
 10830 North Central Expressway
 Dallas, Texas 75231

CLAIM NAME	BLM SERIAL NO.	LINCOLN COUNTY RECORDER	
		BOOK	PAGE(S)
Harvester No.40	80428	N-1	87
Harvester No.41	80429	N-1	87
Harvester No.42	80430	N-1	440
O.K. No.2	80431	H-1	466
O.K. No.3	80432	H-1	467
		W	90
O.K. No.4	80433	H-1	474
		Y	211
		H-1	475
O.K. No.5	80434	H-1	475
O.K. No.6	80435	H-1	475
O.K. No.7	80436	H-1	167
O.K. No.8	80437	J-1	46
O.K. No.9	80438	N-1	82
O.K. No.10	80439	N-1	83
O.K. No.11	80440	N-1	83
O.K. No.12	80441	N-1	84
O.K. No.13	80442	N-1	293
O Key No.14	80443	N-1	293
O Key No.15	80444	N-1	294
O Key No.16	80445	N-1	294
O Key No.17	80446	N-1	295
O Key No.18	80447	N-1	296
O Key No.19	80448	N-1	296
O Key No.20	80449	N-1	296
Superior No.1	80385	G-1	261
Superior No.2	80386	G-1	262-262
Gold Eagle Fraction	80384	I	393
Marion	80450	F-1	227
Marion No.2	80451	F-1	227
Marion No.3	80452	J-1	164
Marion No.4	80453	J-1	165
Marion No.5	80454	J-1	165
Marion No.6	80455	J-1	166
Marion No.7	80456	J-1	166

Lincoln County

EXHIBIT A (continued)

LIST OF CLAIMS

CLAIM OWNER: Pioche-Ely Valley Mines, Inc.
 ADDRESS: Suite 175
 10830 North Central Expressway
 Dallas, Texas 75231

CLAIM NAME	RLM SERIAL NO.	LINCOLN COUNTY RECORDER	
		BOOK	PAGE(S)
Blue Bell No.1	80457	E-1	15
		H-1	463
Blue Bell No.2	80458	E-1	15
		H-1	463
Blue Bell No.3	80459	E-1	16
		H-1	464
Blue Bell No.4	80460	E-1	16
		H-1	464
Blue Bell No.5	80461	K-1	117
Blue Bell No.6	80462	K-1	118
Blue Bell No.7	80463	K-1	118
Blue Bell No.8	80464	K-1	119
Sure Thing	80465	H-1	95
Sure Thing No.1	80466	H-1	96
Sure Thing No.2	80467	J-1	167
Blue Bell No.10	80477	K-1	119
Blue Bell No.11	80478	L-1	89
Blue Bell No.12	80479	L-1	89
Blue Bell No.13	80480	L-1	90
Blue Bell No.14	80481	L-1	90
Blue Bell No.15	80482	L-1	90

No. 85410

FILED AND RECORDED AT REQUEST OF
 Pioche-Ely Mines, Inc.

August 8, 1986

AT 30 MINUTES PAST 2 O'CLOCK

P.M. IN BOOK 71 OF OFFICIAL

RECORDS, PAGE 496 LINCOLN

COUNTY, NEVADA

Janice S. Sutter
 COUNTY RECORDER