

PROOF OF ANNUAL LABOR

[Performance and Completion of Assessment Work]

STATE OF Nevada
COUNTY OF Lincoln } ss.

The Undersigned, Clifford Phillips being first duly sworn deposes and says, that he (has) (have) caused work to be performed, and/or improvements completed up to August 18, 1987, on or for the Scout #1 thru #11

Scout # 1 thru # 7 NMC 34412 thru 34418
Scout # 8 thru # 11 NMC 142974 thru 142977

lode mining claim(s) situated in the Eagle Valley Mining District
Lincoln County, State of Nevada; such work was performed and/or completed during the year ending at 12:00 Noon, September 1, 1987, for the purpose of complying with the law and holding said claim(s). (If such work completed was done for more than one claim, such work as and where performed developed each and all of said claims, which said claims are contiguous or form one compact group).

That at least \$ 1100.00 were expended, and/or the following labor expended or improvements completed consisting of: Drilling 2 7/8" Dia. Exploration hole on Scout # 11

by or at the expense of American Exploration, 8156 S. 535 E Sandy, Utah 84070

owner(s) of said claim(s).

Garry Hewitt
Max Hewitt
Don Hewitt
Dave Schmutz
Cliff Phillips
Craig Phillips

Clifford Phillips
(Signature of Person certifying the above)

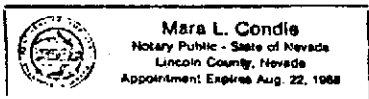
Suscribed and sworn to before me this

26 day of AUGUST, 1987

Mara L. Condis
NOTARY PUBLIC

Commission Expires: 8-22-88

(Use Black Ink or Typewriter Ribbon)



RECORDER'S STAMP

No. 87550
FILED AND RECORDED AT REQUEST OF
Dave Schmutz
August 26, 1987
AT 50 MINUTES PAST 2 O'CLOCK
P.M. IN BOOK 76 OF OFFICIAL
RECORDS, PAGE 476 LINCOLN
COUNTY, NEVADA.

FRANK C. HULSE
COUNTY RECORDER
By Mara Condis, Deputy