

AFFIDAVIT OF ANNUAL ASSESSMENT LABOR

STATE OF UTAH)
 : ss.
COUNTY OF SALT LAKE)

The undersigned, being first duly sworn, states that SILVERHORN JOINT VENTURE, a joint venture with offices at 2720 Fairmount Street, Dallas, Texas 75201, caused at least \$1,700 worth of geological, geochemical and/or geophysical work to be performed upon or for the benefit of all of the following described contiguous group of lode mining claims situated in Sections 4 and 5, Township 3 North 65 East, Silverhorn Mining District, in Lincoln County, Nevada.

NMC 324560-324567 SILVERHORN Nos. 300-307
NMC 137964-137966 SILVERHORN Nos. 6-8
NMC 137979-137982 SILVERHORN Nos. 21-24
NMC 137999-138000 SILVERHORN Nos. 41-42
(17 claims)

The above-described unpatented mining claims are contiguous with other patented and unpatented mining claims comprising a contiguous group of mining properties controlled by Silverhorn Joint Venture upon which said work was performed during July and August, 1988, for the purpose of exploring and holding said unpatented claims.

Attached to this Affidavit is a summary report of this work, as required by Title 30, United States Code, Section 28-1.

The work described above was performed by James W. Cole and John R. Poloni at the expense Silverhorn Joint Venture.

Dated at Salt Lake City, Utah, this 13th day of October, 1988.

R. E. Nelson
R. E. Nelson, Partner

Subscribed and sworn before me this 13th day of October, 1988.

KATHY HUDSON
Notary Public
Residing at Salt Lake City, UT

My Commission Expires: 5/31/92



SUMMARY REPORT

September 6, 1988

This report is filed in compliance with the requirements of Title 30, United States Code, Section 28-1 for the Silverhorn Joint Venture Nos. 6-8, NMC 137964-137966; 21-24, NMC 137979-137982; 41-42, NMC 137999-138000; and 300-307, NMC 324560-324567, a contiguous group of 17 mining claims situated in the Silverhorn Mining District of Lincoln County, State of Nevada.

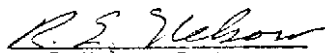
A soil geochemical survey grid was established, commencing approximately 1,000 feet south of the mine area in Section 4, Township 3 N, Range 65 E. Location is shown on Plan No. 19 appended. This grid covered a section 3,000 feet long and 600 feet wide with grid lines 100 feet apart and sample stations at 100 feet.

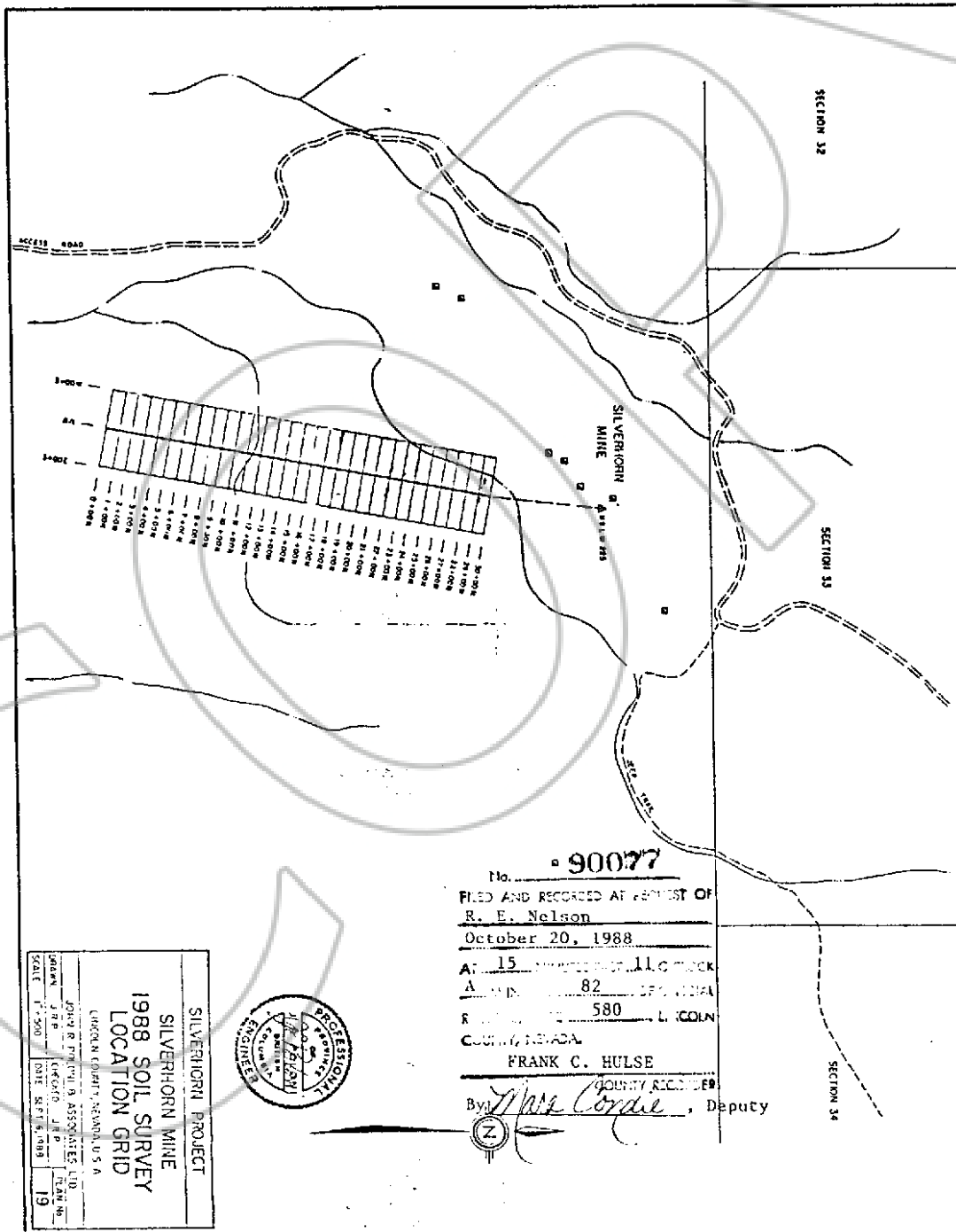
Samples were analyzed for silver ppm, arsenic ppm, antimony ppm, and mercury ppb (southern part only). Two areas of mercury highs are indicated, on line 12+00 N west and line 18+00 N, 17+00 N east. Silver responses are generally background or lower except for single station values, with a better frequency of higher values in the north part of the grid. Similar geochemical responses were obtained for arsenic and antimony with better results in the northerly part of the grid.

The work was completed by August 31, 1988 by Mr. J. W. Cole, consulting metallurgist and graduate of Mackay School of Mines, Nevada, and Mr. John R. Poloni, P. Eng., a graduate of McGill University of Montreal, Quebec with a Degree in Geology.

All results are in the possession of and are considered to be the exclusive property of Silverhorn Joint Venture, the owner of the subject mining claims, with offices at 2720 Fairmount Street, Dallas, TX 75201: Mr. Lewis Chandler, Partner.

Respectfully submitted,


R. E. Nelson, Partner
Silverhorn Joint Ventures



No. **90077**

FILED AND RECORDED AT REQUEST OF
R. E. Nelson
 October 20, 1988

AP. 15
 ADMIN. 82
 R. 580
 COUNTY, NEBADA

FRANK C. HULSE
 COUNTY RECORDER

By *Mark Cordie*, Deputy



SILVERHORN PROJECT
 SILVERHORN MINE
 1988 SOIL SURVEY
 LOCATION GRID

UNION COUNTY, NEBADA, U.S.A.
 JOHN R. PETERSON ASSOCIATES, LTD.
 CIVIL ENGINEERS
 DATE: SEP 15, 1988
 SCALE: 1"=500'
 PLAN NO. 19