Lincoln County

AFTER RECORDING RETURN TO:

Cominco American Resources Incorporated 831 East Glendale Avenue Sparks, Nevada 89431

STATE OF NEVADA) AFFIDAVIT OF COUNTY OF WASHOE) ANNUAL ASSESSMENT WORK

The undersigned, being first duly sworn, states under penalty of perjury that the statements herein are true:

1. For the annual assessment year ending on September 1, 1989, labor was performed or improvements were made, or expenditures for labor or improvements were made, having a value of at least one Thousand Three Hundred Dollars (\$1,300.00) on the following unpatented mining claims situated in Sections 23, 24, and 26, Township 1 North, Range 67 East, Mount Diablo Meridian, in Lincoln County, State of Nevada.

See attached Exhibit A for the list of claims.

- 2. The labor was performed or the expenditures or improvements were made in the amount of at least \$100.00 per claim, by or at the expense of the claim owner whose name and addresses are: Pioche-Ely Valley Mines, Inc. of Suite 175, 10830 North Central Expressway, Dallas, Texas 75231.
- 3. The labor was performed by Harris Exploration Drilling and Associates, Inc. and Cominco American Resources Incorporated and the expenditures were made by: Cominco American Resources Incorporated.
- 4. The labor and improvements were for the benefit of all of claims as a contiguous group of claims, and affected all of the claims by facilitating the development of the claims as a mine and extraction of ore therefrom. The labor and improvements consisted of drilling one hole on the James No.6 claim to a total depth of 160 feet. The work was performed on August 26, 1989.
- 5. The claims are held and claimed by the owner for the valuable minerals contained therein, and the owner intends to continue the development of each claim. MOTICE OF INTENTION TO HOLD THE CLAIMS is hereby given.

Dated this 20th day of October, 1989.

James M. Telford, Project Geologist Agent for Cominco American Resources Incorporated

Subscribed and Sworn to before me this 204 day of October, 1989.

PAMELA II. HAZLETON
Notary Public - State of Nevada
Apprinted Received in Washer Coulty
NY APPOINTMENT SOMES JUME 22, 1991

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Lincoln County

AFFIDAVIT OF ANNUAL ASSESSMENT WORK FOR THE YEAR ENDING SEPT. 1, 1989

EXHIBIT A

The thirteen (13) unpatented claims referred to in the Affidavit of Annual Assessment Work are part of a Joint Venture Agreement between Cominco American Resources Incorporated and Pioche-Ely Valley Mines, Inc. and comprise a portion of the Poorman Property which claims are located in Sections 23, 24, and 26, Township 1 North, Range 67 East, Mount Diablo Meridian, in Lincoln County, Nevada, and are more particularly described as follows:

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name of	COUNTY	BLM SERIAL
CLAIM	BOOK: PAGE	NUMBER
September	J-1:204	NCM-80357
Acme No.2	H-1:321	NCM-80359
Acme No.3	H-1:321	NCM-80360
Acme No.4	H-1:322	NCM-80361
James No.1	M-1:194	NCM-80362
James No.2	M-1:194	NCM-80363
James No.3	M-1:195	NCM-80364
James No.4	M-1:379	NCM-80365
James No.5	M-1:379	NCM-80366
James No.6	M-1:380	NCM-80367
James No.7	M-1:380	NCM-80368
Acme No.5	H-1:322	NCM-80473
Acme No.6	H-1:323	NCM-80474

The above-listed thirteen (13) unpatented claims are contiguous with the patented mining claims:

NAME OF CLAIM	MINERAL SURVEY	PATENT NO.
Poormans Prospect	1403/Lot57	28391
Younatti	1403/Lot57	28391
Albion	1403/Lot57	28391
Capen	1403/Lot57	28391
Jig	1403/Lot57	28391

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