

AFTER RECORDING RETURN TO:  
Cominco American Resources Incorporated  
831 East Glendale Avenue  
Sparks, Nevada 89431

STATE OF UTAH  
COUNTY OF SALT LAKE

}  
} ss.

AFFIDAVIT OF  
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, 1990, labor was performed and expenditures were made for labor for geophysical survey work, 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 and the expenditures were made in the amount of at least \$100.00 per claim, by or at the expense of the claim owner whose name and address are: Pioche-Ely Valley Mines, Inc. of Suite 175, 10830 North Central Expressway, Dallas, Texas 75231.

3. The labor was performed or the improvements were made by: Cominco American Resources Incorporated, a Delaware corporation, its employees, agents and/or independent contractors pursuant to the terms of that certain Joint Venture Agreement dated effective August 1, 1989, and on behalf of Cominco American Resources Incorporated as Optionee and Pioche-Ely Valley Mines, Inc. as Owner of said claims; 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 a geophysical survey. Attached to this Affidavit is a copy of the Report of such work, as required by Title 30, United States Code, Section 28-1. The labor and improvements were performed or made covering all of each claim during the periods from February 24, 1990, through February 25, 1990, and from April 5, 1990, through April 7, 1990.

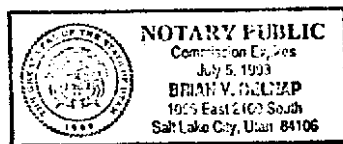
5. The claims are held and claimed by the owner for the valuable minerals contained therein, and the owner intends to continue the development of each claim. NOTICE OF INTENTION TO HOLD THE CLAIMS is hereby given.

Dated this 9<sup>th</sup> day of October, 1990.

By: James M. Telford  
James M. Telford  
Project Geologist, Cominco American Resources Incorporated  
Agent for Pioche-Ely Valley Mines, Inc. as owner, and Cominco American Resources Incorporated as optionee.

Subscribed and Sworn to before me this 9<sup>th</sup> day of October, 1990.

Brian Belmont  
NOTARY PUBLIC



**AFFIDAVIT OF ANNUAL ASSESSMENT WORK  
FOR THE YEAR ENDING SEPTEMBER 1, 1990**

**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:

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

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

<u>NAME OF CLAIM</u>	<u>MINERAL SURVEY</u>	<u>PATENT NO.</u>
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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AFFIDAVIT OF ANNUAL ASSESSMENT WORK  
FOR THE YEAR ENDING SEPTEMBER 1, 1990

STATEMENT OF QUALIFICATIONS  
and  
REPORT OF BASIC FINDINGS

This detailed report is filed in compliance with the requirements of Title 30, United States Code, Section 28-1 for the claims of the Poorman Property, a group of 13 unpatented lode claims and 5 patented lode claims situated in Lincoln County, State of Nevada.

The work consisted of a geophysical survey covering all of each claim to evaluate the discovery of valuable mineral deposits located thereon, to locate hidden ore controls, and to assist in planning further exploration and development work. The geophysical survey work was performed during the period from February 24, 1990, through February 25, 1990, by and under the direction of Richard Van Blaricom, a geophysicist with over twenty-eight (28) years experience in the mineral industry with degrees from Portland State University and the University of Arizona (B.S. Geology and M.S. Geophysics, respectively), whose address is North 22710 Perry Rd., Cobert, Washington 99005, and by Robert W. Hennessey, a geophysicist with over 16 years of geophysical experience in the mineral industry, whose address is East 11413 Frederick, Spokane Washington 99206. Additional geophysical survey work was performed during the period from April 5, 1990, through April 7, 1990, by and under the directions of Richard Van Blaricom and by Norm Carlson, a geophysicist with over 15 years of geophysical experience in the mineral industry, whose address is 3322 east Fort Lowell Road, Tucson, Arizona 85716. All of the geophysical survey work was done under the direction and supervision of James M. Telford whose address is 1445 South 1500 East, Salt Lake City, Utah 84105, a geologist with fifteen (15) years experience in the mineral industry with a degree from Tennessee Technological University (B.S., 1975). The cost of the geophysical survey work exceeded Five Thousand Five Hundred Dollars (\$5,500.00) and was paid for by Cominco American Resources Incorporated, owner and optionee of the subject mining claims.

The geophysical surveys were planned to establish the depth to bedrock on the down-dropped portion of a range front fault under pediment cover and to test for sulfide responses from within the bedrock. The initial survey technique employed was a CS-AMT survey. One northeast-trending line was surveyed using an "a" spacing of 500 feet with a station interval of 500 feet. The frequencies used were from 2048 Hz to 2 Hz. The results of the CS-AMT survey indicate that depth to bedrock is in excess of 1000 feet with a conductive zone a depth of 1500 feet on the northeast end of the survey line. A second geophysical survey using the TEM technique of a 1500' by 1500' source loop was used to follow up the CS-AMT response. TEM results agree with the CS-AMT results in identifying a conductive layer on the northeast end of the survey line. Drill data indicates, however, that this conductive layer is not sulfide-generated but due to an extensional fault within the down dropped fault block.

An exploration-development program consisting of drilling, sampling, and additional other studies is under consideration for this property. All technical work and results are in the possession of and are considered to be the exclusive property of Cominco American Resources Incorporated.

Respectfully submitted,

*James M. Telford*

James M. Telford, Project Geologist  
Agent for Cominco American Resources Incorporated as Optionee and Pioche-Ely  
Valley Mines, Inc. as Owner

No. 095193

Filed and Recorded at the request of  
COMINCO AMERICAN RESOURCES INCORPORATED  
this 15th day of October, 1990, at 15  
minutes past 1 O'clock P.M., in  
Book 92 of Official Records, Page 570  
Lincoln, County, Nevada.

*Frank C. Hulse*  
FRANK C. HULSE - County Recorder

*JA*