

Lincoln County

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 LABOR ON
PATENTED MINING CLAIMS
(NRS 362.050)

James M. Telford, being first duly sworn, on oath deposes and says: That at least One Hundred Dollars (\$100.00) worth of work and labor has been performed upon or for the benefit and development of each of the following patented mining locations:

See attached Exhibit A for the list of claims.

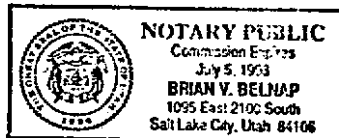
situated in the Ely Mining District, Sections 1 and 12, Township 1 North, Range 66 East, and Sections 6, 7, 8, 9, 16, 17, and 18, Township 1 North, Range 67 East, Mount Diablo Meridian, in the County of Lincoln, State of Nevada, during the federal mining assessment work period ending within the year 1990. The work was done at the expense of Cominco American Resources Incorporated and Pioche-Ely Valley Mines, Inc., the owner of the patented mines, for the joint benefit of Cominco American Resources Incorporated and Pioche-Ely Valley Mines, Inc., for the purpose of relieving the same from the tax assessment. It was performed 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. The labor and improvements were for the benefit of all of a contiguous group of patented mines and unpatented claims, and affected all of the patented mines and unpatented claims by facilitating the development of the patented mines and unpatented claims as a mine and extraction of ore therefrom. The labor and improvements consisted of geophysical and geological surveys. Attached to this Affidavit is a copy of the Report of such work, as required for the unpatented claims by Title 30, United States Code, Section 28-1. The labor and improvements consisting of the geophysical survey were performed or made covering all of each patented mine and unpatented claim during the period from February 21, 1990, through February 24, 1990, and consisting of the geological survey for the Startup, Startup No.2, Marion, Marion No.2, Marion No.6, Ely Valley, Ely Valley No.3, Ely Valley No.4, Alice, OK No.2, OK No.3, OK No.4, OK No.5, OK No.7, Hard Roades, and Gelder unpatented claims and patented mines during the period from November 14, 1989, through November 22, 1989.

Dated this 9th day of October, 1990.

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

Subscribed and Sworn to before me this 9th day of October, 1990.

Brian Belmont
NOTARY PUBLIC



JH

Lincoln County

AFFIDAVIT OF LABOR ON PATENTED MINING CLAIMS
FOR THE YEAR ENDING SEPTEMBER 1, 1990

EXHIBIT A

The thirty-one (31) patented mines referred to in the Affidavit of Labor on Patented Mining Claims are part of a Joint Venture Agreement between Cominco American Resources Incorporated and Pioche-Ely Valley Mines, Inc. and comprise a portion of the Ely Valley and West End Property which claims are located in Sections 1 and 12, Township 1 North, Range 66 East, and Sections 6, 7, 8, 9, 16, 17, and 18, 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>MINERAL SURVEY</u> | <u>PATENT NO.</u> |
|-------------------------|-----------------------|-------------------|
| Ely Valley | 3725 | 221093 |
| Ely Valley No.2 | 3725 | 221093 |
| Ely Valley No.3 | 3725 | 221093 |
| Ely Valley No.4 | 3725 | 221093 |
| Ely Valley No.5 | 3725 | 221093 |
| Alice | 3725 | 221093 |
| Golden Fleece | 3725 | 221093 |
| Margaret Pillans | 3725 | 221093 |
| O.K. | 3725 | 221093 |
| Silver Dick | 3864 | 245094 |
| Annice | 3864 | 245094 |
| Jefferson | 3864 | 245094 |
| Baby Mine Fraction | 3886 | 282179 |
| Ophir | 4072 | 339883 |
| Flag Staff | 4072 | 339883 |
| Buckhorn | 4185 | 496585 |
| Buckhorn No.2 | 4185 | 496585 |
| Smuggler | 4185 | 496585 |
| Rawhide | 4185 | 496585 |
| Deertrail | 4185 | 496585 |
| Johnathan | 4185 | 496585 |
| Johnathan No.2 | 4185 | 496585 |
| Gelder | 4160 | 504310 |
| Gelder No.2 | 4160 | 504310 |
| Startup | 4160 | 504310 |
| Startup No.2 | 4160 | 504310 |
| West End | 4160 | 504310 |
| Gold Eagle No.3 | 4160 | 504310 |
| Gold Eagle No.4 | 4160 | 504310 |
| Gold Eagle Consolidated | 4160 | 504310 |
| Hard Roades | 4160 | 504310 |

AFFIDAVIT OF LABOR ON PATENTED MINING CLAIMS
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 Ely Valley and West End Property, a group of 93 unpatented lode claims and 31 patented lode claims situated in Lincoln County, State of Nevada.

The work consisted of a geophysical survey covering all of each claim and a geological survey of a portion of the claims 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 21, 1990, through February 24, 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., Covert, 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. The geological survey work was performed during the period from November 14, 1989, through November 22, 1989, by 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). All of the geophysical and geological survey work was done under the direction and supervision of James M. Telford. The cost of the geophysical and geological survey work exceeded Thirteen Thousand Five Hundred Dollars (\$13,500.00) and was paid for by Cominco American Resources Incorporated, owner and optionee of the subject mining claims.

The geophysical survey was 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 survey technique employed was a CS-AMT survey. Four northeast-trending lines were 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. Lines were spaced at 4,500 foot intervals. The geological survey work consisted of geologic mapping at a scale of 100' to 1" of the Startup, Startup No.2, Marion, Marion No.2, Ely Valley, Ely Valley No.3, Ely Valley No.4, OK No.4, OK No.5, OK No.7, Hard Roades, and Gelder unpatented and patented claims and logging of drill core and cuttings from the Startup, Marion, Marion No.6, Ely Valley No.4, OK No.2, OK No.3, OK No.7, and Alice unpatented and patented claims, to aid in the interpretation of the geophysical survey. The results of the CS-AMT survey indicate that depth to bedrock is in excess of 2000 feet and no responses that could be interpreted as sulfide-generated were recorded.

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. 095198

Filed and Recorded at the request of
COMINCO AMERICAN RESOURCES INCORPORATED
this 15th day of October, 1990, at 35
minutes past 2 O'clock P.M., in
Book 92 of Official Records, Page 586
Lincoln County, Nevada.

Frank C. Hulse
FRANK C. HULSE - County Recorder

(Page 3 of 3)

BOOK 92 PAGE 588