

Pegasus Gold Corporation  
230 South Rock Blvd., Su. 30  
Reno, NV 89502

AFFIDAVIT OF ANNUAL ASSESSMENT WORK

The undersigned certifies that at least ONE HUNDRED AND 00/100 DOLLARS (\$100.00) per claim was expended for development, labor and improvements, or equivalent value added, as the annual assessment work for the assessment year ending September 1, 1990, for the following unpatented mining claims generally located in those unsurveyed sections set out on attached Exhibit "A", M.D.B.&M., Unknown Mining District, Lincoln County, Nevada.

|                      |                       |
|----------------------|-----------------------|
| <u>Name of Claim</u> | <u>BLM Serial No.</u> |
| Big Cat 7, et al     | NMC 563196, et al     |

The owner and claimant is Pegasus Gold Corporation, 230 S. Rock Blvd., Suite 30, Reno, Nevada, 89502.

The work consisted of geophysical surveys, geochemical studies, and other work as detailed on Exhibit "B" attached hereto and made a part hereof, and was performed by the parties therein set forth.

The work was performed at the expense of Pegasus Gold Corporation between July 19, 1990 and August 25, 1990. It cost in excess of \$800.00, and was performed at those locations set forth on Exhibit "B".

All of the aforementioned unpatented mining claims constitute a contiguous block of claims, and work on or for the benefit of any one claim or group of claims tends to develop all the claims. The work was performed for the purpose of developing the mineral potential of the claims and to maintain and hold such claims.

Executed under oath and penalty of perjury this 9th day of October, 1990.

By: [Signature]  
David W. Godlewski, Agent  
Pegasus Gold Corporation

STATE OF NEVADA            )  
  ) ss  
County of Washoe            )

RECORDER'S STAMP

SUBSCRIBED and SWORN to before me  
this 9th day of October, 1990.

[Signature]  
Notary Public

09/18/90  
LAH:bb/r



EXHIBIT "A"

Those certain unpatented lode claims situate in Sections 13, 14, 23, 24, T6S-R70E, M.B.D.6M., Unknown Mining District, Lincoln County, Nevada, more particularly described as follows, to-wit:

| CLAIM      | County Recording |      | BLM SERIAL NO. |
|------------|------------------|------|----------------|
|            | BOOK             | PAGE |                |
| Big Cat 7  | 86               | 134  | NMC 563196     |
| Big Cat 8  | 86               | 135  | NMC 563197     |
| Big Cat 9  | 86               | 136  | NMC 563198     |
| Big Cat 10 | 86               | 137  | NMC 563199     |
| Big Cat 11 | 86               | 138  | NMC 563200     |
| Big Cat 13 | 86               | 140  | UMC 563202     |
| Big Cat 15 | 86               | 142  | UMC 563204     |
| Big Cat 17 | 86               | 144  | UMC 563206     |

Total Claims: 8

Exhibit "A" attached to Affidavit of Annual Assessment Work dated October 9, 1990 by Pegasus Gold Corporation.

09/18/90  
LAH:bb/r

**EXHIBIT "B"**

The following report is filed in compliance with the requirements of Title 30, United States Code, Section 28-1 for the unpatented lode claims known as Big Cat 7-10, 11, 13, 15, 17. These claims lie in Lincoln County, Nevada, T6S, R70E, sections 13, 14, 23, and 24.

Geological mapping, and sampling were performed and supervised on all listed claims by David W. Godlewski (M.S. Geology, University of Montana) a geologist employed by Pegasus Gold Corporation. The work included mapping of outcrop and float geology, and surface rock sampling for geochemical analysis. Twelve rock samples were collected throughout the property.

Geochemical analyses were completed by Barringer Laboratories, Inc., 1455 Deming Way, Suite 15, Sparks, Nevada 89531.

All work was performed between the dates of July 19 and August 25, 1990 on Big Cat 7, 8, 9, 10, 11, 13, and 15. A total of \$800.00 was expended during this period.

Results of the work confirm the presence significant alteration which may indicate a mineralized zone near surface. This alteration consists of iron staining, and multiphase silica veining.

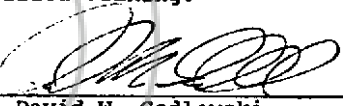
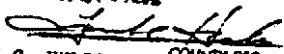
By:   
David W. Godlewski

Exhibit "B" attached to Affidavit of Annual Assessment Work dated October 9, 1990 by Pegasus Gold Corporation.

09/18/90  
DWG:LAh:bb/r

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COUNTY REC. CLERK  
  
FRANK C. HULSE COUNTY REC. CLERK