

AFFIDAVIT OF ANNUAL ASSESSMENT WORK ON  
UNPATENTED MINING CLAIMS

STATE OF NEVADA     }  
COUNTY OF EUREKA   }   SS

PROOF OF LABOR on the following described lode mining claims situated in Section 12 & 13 Township 36 North, Range 49 East, and Sections 7 & 18, Township 36 North, Range 50 East, in the Lynn Mining District, Eureka County, Nevada, to wit:

Gold Bug Claims # 1 through 27.

TO WHOM IT MAY CONCERN: Please take notice that the amount of money expended, or the value of the labor and improvements, made on or for the benefit of the above-described unpatented lode mining claims exceeds the sum of \$2700.00.

That said expenditure of money, labor and improvements was paid by Ian-Cana Industries, 1104 W. Main, Elko, Nevada 89801, as the Annual Assessment work for the year ending August 31, 1976, for the purpose of holding the aforesaid claims.

That said labor and improvements were performed by Worthinton Construction, Elko, Nevada, 89801, under the supervision of Thomas W. John, Consulting Geologist, 405 Richards Way, Sparks, Nevada 89431, during the month of August, 1976.

That said work consisted of geological mapping, drilling and sampling which was conducted by qualified experts.

That the claims upon which said work and improvements was performed and the claims above listed, and which are covered by this Proof of Labor, are part of a contiguous group of lode mining claims all owned by East Utah Mining Co., 721 First Security Building, Salt Lake City, Utah 84111; that said work was performed as part of a general plan of development and carried for the purpose of working, prospecting, benefitting and developing all of the above listed unpatented lode claims for which this Proof of Labor is filed, as

BOOK 56 PAGE 440

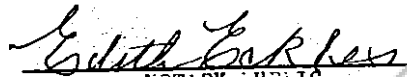
a group, and for the purpose of facilitating the discovery and extraction of minerals in or on said claims and property.

The aforesaid expenditure was made at the expense of PanCana Industries, Inc., 1104 West Main, Elko, Nevada 89801, with permission of East Utah Mining Co., the owner of said claims.

Dated: This 3rd day of September, 1976.

  
THOMAS W. SCHUCHMAN

SUBSCRIBED AND SWORN TO ME BEFORE ME  
THIS 3RD DAY OF SEPTEMBER, 1976.

  
NOTARY PUBLIC  
EDITH ECKLES  
Notary Public - State of Nevada  
Washoe County  
My Commission Expires May 28, 1978

RECORDED AT THE REQUEST OF PanCana Industries, Inc.  
on September 13, 1976 at 01 mins. past 8 A. M. In  
Book 56 of OFFICIAL RECORDS, page 440-441, RECORDS OF  
EUREKA COUNTY, NEVADA. WILLIS A. DePAOLI Recorder  
File No. 62184 Fee \$ 7.00

BOOK 56 PAGE 441