

CERTIFICATE OF LOCATION

The undersigned certifies as follows:

1. The name and mailing address of the locator is:

Pegasus Gold Corporation
255 West Moana Lane, Suite 108
Reno, Nevada 89509

2. That on the 26th day of May, 1987, pursuant to and in compliance with the mining laws of the United States and the State of Nevada, the undersigned located and claimed, and hereby locates and claims, the lode mining claim called the A No. 38 Mining Claim (the "Claim").

3. The Claim is located in the following quarter sections:

NE 1/4 of Section 6, Township 23 1/2 N., Range 50 E., M.D.B. & M.
SE 1/4 of Section 36, Township 24 N., Range 49 E., M.D.B. & M.
 _____ 1/4 of Section _____, Township _____ N., Range _____ E., M.D.B. & M.
 _____ 1/4 of Section _____, Township _____ N., Range _____ E., M.D.B. & M.

in the Unknown Mining District, Eureka County, Nevada.

4. The general course of the lode or vein, as near as may be determined, is Southerly and Northerly.

5. The locator claims 1,480 feet in a Southerly direction and 20 feet in a Northerly direction from the monument of location at which the Notice of Location is posted, together with 300 feet in width on each side of the center of the vein or lode.

6. The position of each corner of the Claim is shown on the mining claim map recorded herewith. The number, position and markings on each corner or side line center monument are as follows:

<u>Monument</u>	<u>Position</u>	<u>Markings</u>
No. 1	Northwest Corner	NW Cor. 1 A No. <u>38</u>
No. 2	Northeast Corner	NE Cor. 2 A No. <u>38</u>
No. 3	East Side Center	ESC Cor. 3 A No. <u>38</u>
No. 4	Southeast Corner	SE Cor. 4 A No. <u>38</u>
No. 5	Southwest Corner	SW Cor. 5 A No. <u>38</u>
No. 6	West Side Center	WSC Cor. 6 A No. <u>38</u>

7. As erected on the ground, each corner and side line center monument consists of a plastic post at least three inches in diameter by five feet in length, set one foot in the ground and marked as described above by an aluminum tag.

8. The monumentation and marking of the monument on the ground were completed within sixty (60) days from the date of posting of the Notice of Location. The location work consisted of making and recording of duplicate claim maps filed herein and incorporated herein by this reference.

Dated this 27th day of July, 1987.

LOCATOR: PEGASUS GOLD CORPORATION

By: Paul Briggs

Agent

John J. Lerman
 Witness

WHEN RECORDED RETURN TO:

PEGASUS GOLD CORPORATION
 255 West Moana Ln., #108
 Reno, Nevada 89509

CERTLOC

RECORDED AT REQUEST OF
 PEGASUS GOLD CORPORATION
 BOOK 161 PAGE 137
 87 AUG 5 P 2: 04
 OFFICIAL RECORDS
 CLERK OF COUNTY OF NEVADA
 IN REDEMPTION
 FILE NO. 110451
 Fee \$ 6.25