

AFFIDAVIT OF ANNUAL ASSESSMENT WORK

STATE OF NEVADA)
) ss.
 County of Washoe)

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, 1988, for the following unpatented mining claims generally located in the sections set out on the attached Exhibit "A", Unknown Mining District, Eureka County, Nevada.

Name of Claim(s):BLM Serial No.:

Jake No. 1-12

NMC 359084-359095

As described on Exhibit "A" attached.

The owner or claimant is named on Exhibit "A".

The work consisted of road and drill pad construction, drilling, assaying and other work by Dateline Drilling, Inc., Box 5170, Dodson, Montana, 59524; Barringer Labs, 1455 Deming Way, Suite 15, Sparks, Nevada, 89431; Buffham Construction, Eureka, Nevada, 89316; and personnel of Pegasus Gold Corporation.

The work was done at the expense of Pegasus Gold Corporation, 230 South Rock Boulevard, Suite 30, Reno, NV 89502, between June 29, 1988 and August 6, 1988, and cost in excess of \$1,200.00.

The work described above was performed on various Jake Claims located in referenced Sections 11, 12, 13 and 14.

All of the aforesaid 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.

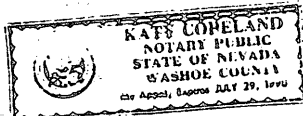
Dated this 26 day of August, 1988.

By: Curt P. Dechert
 Curt P. Dechert, Agent
 PEGASUS GOLD CORPORATION

SUBSCRIBED and SWORN to before me
 this 26 day of August, 1988.

Kate Copeland
 Notary Public

RECORDER'S STAMP



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EXHIBIT "A"

Those certain unpatented lode Mining claims situate in the Unknown Mining District, Eureka County, Nevada, and more particularly described as follows, to-wit:

<u>Claim Name</u>	<u>County Book</u>	<u>Recording Page</u>	<u>Section</u>	<u>TWP</u>	<u>RGE</u>	<u>BLM N MC</u>
Jake No. 1	142	98	13	22N	50E	359084
Jake No. 2	142	99	14	22N	50E	359085
Jake No. 3	142	100	13	22N	50E	359086
Jake No. 4	142	101	14	22N	50E	359087
Jake No. 5	142	102	13	22N	50E	359088
Jake No. 6	142	103	14	22N	50E	359089
Jake No. 7	142	104	13	22N	50E	359090
Jake No. 8	142	105	13	22N	50E	359091
Jake No. 9	142	106	11, 14	22N	50E	359092
Jake No. 10	142	107	14	22N	50E	359093
Jake No. 11	142	108	11, 14	22N	50E	359094
Jake No. 12	142	109	12, 13	22N	50E	359095

12 Claims

Owner: PEGASUS GOLD CORPORATION
230 South Rock Boulevard, Suite 30
Reno, Nevada 89502

Exhibit "A" to Affidavit of Annual Assessment Work dated August 26,
1988, by Pegasus Gold Corporation.

08/19/88
ERD:LAH:jd/c

RECORDED AT THE REQUEST OF
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Pegasus Gold Corp -
88 OCT -6 PM 2:10

OFFICIAL RECORDS
EUREKA COUNTY NEVADA
MIN. RECL. & LIT. RECORDER
FILE NO. FEE \$ 21
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