

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):

Taurus No. 1-31, 33, 35, 37-61
 As described on Exhibit "A" attached.

BIM Serial No.:

NMC 356500-356557

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

The work consisted of road and drill pad construction, drill site preparation, 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 \$5,800.00.

The work described above was performed on various Taurus claims located in referenced sections.

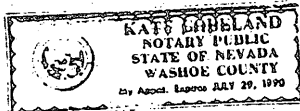
All of the aforesaid unpatented mining claims constitute a contiguous block of claims, and work on, or for the benefit of, any one claim or group of claims tends to develop all the claims. The work was performed for the purpose of developing the mineral potential of the claims and to maintain and hold 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 Libeland
 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>
Taurus No. 1	140	486	7	22N	51E	356500
Taurus No. 2	140	487	7	22N	51E	356501
Taurus No. 3	140	488	6,7	22N	51E	356502
Taurus No. 4	140	489	6,7	22N	51E	356503
Taurus No. 5	140	490	6	22N	51E	356504
Taurus No. 6	140	491	6	22N	51E	356505
Taurus No. 7	140	492	6	22N	51E	356506
Taurus No. 8	140	493	6	22N	51E	356507
Taurus No. 9	140	494	12	22N	50E	356508
Taurus No. 10	140	495	1,12	22N	50E	356509
Taurus No. 11	140	496	1,12	22N	50E	356510
Taurus No. 12	140	497	1	22N	50E	356511
Taurus No. 13	140	498	1	22N	50E	356512
Taurus No. 14	140	499	1	22N	50E	356513
Taurus No. 15	140	500	1	22N	50E	356514
Taurus No. 16	140	501	1	22N	50E	356515
Taurus No. 17	140	502	1	22N	50E	356516
Taurus No. 18	140	503	1	22N	50E	356517
Taurus No. 19	140	504	1	22N	50E	356518
Taurus No. 20	140	505	1	22N	50E	356519
Taurus No. 21	140	506	1	22N	50E	356520
Taurus No. 22	140	507	1	22N	50E	356521
Taurus No. 23	140	508	1	22N	50E	356522
Taurus No. 24	140	509	1,2	22N	50E	356523
Taurus No. 25	140	510	1	22N	50E	356524
Taurus No. 26	140	511	1,2	22N	50E	356525
Taurus No. 27	140	512	1	22N	50E	356526
Taurus No. 28	140	513	1,2	22N	50E	356527
Taurus No. 29	140	514	1	22N	50E	356528
Taurus No. 30	140	515	1,2	22N	50E	356529
Taurus No. 31	140	516	1	22N	50E	356530
Taurus No. 32	140	517	1	22N	50E	356531
Taurus No. 33	140	518	1	22N	50E	356532
Taurus No. 35	140	519	1,12	22N	50E	356533
Taurus No. 37	140	520	1	22N	50E	356534
Taurus No. 38	140	520	6	22N	51E	356535
Taurus No. 39	140	521	6	22N	51E	356535
Taurus No. 40	140	522	1	22N	50E	356536
			6	22N	51E	

Claim Name	County Book	Recording Page	Section	TWP	RGE	BLM N HC
Taurus No. 41	140	523	6	22N	51E	356537
Taurus No. 42	140	524	1	22N	50E	356538
			6	22N	51E	
Taurus No. 43	140	525	6	22N	51E	356539
Taurus No. 44	140	526	1	22N	50E	356540
			6	22N	51E	
Taurus No. 45	140	527	6	22N	51E	356541
Taurus No. 46	140	528	1	22N	50E	356542
			6	22N	51E	
Taurus No. 47	140	529	6	22N	51E	356543
Taurus No. 48	140	530	1	22N	50E	356544
			6	22N	51E	
Taurus No. 49	140	531	6	22N	51E	356545
Taurus No. 50	140	532	1	22N	50E	356546
			6	22N	51E	
			31	23N	51E	
Taurus No. 51	140	533	6	22N	51E	356547
			31	23N	51E	
Taurus No. 52	140	534	36	23N	50E	356548
			31	23N	51E	
Taurus No. 53	140	535	31	23N	51E	356549
Taurus No. 54	140	536	31	23N	51E	356550
			36	23N	50E	
Taurus No. 55	140	537	31	23N	51E	356551
Taurus No. 56	140	538	31	23N	51E	356552
			36	23N	50E	
Taurus No. 57	140	539	31	23N	51E	356553
Taurus No. 58	140	540	31	23N	51E	356554
Taurus No. 59	140	541	31	23N	51E	356555
Taurus No. 60	140	542	31	23N	51E	356556
Taurus No. 61	140	543	31	23N	51E	356557
			6	22N	51E	

58 Claims

Owner: Pegasus Gold Corporation
230 South Rock Blvd., Suite 30
Reno, Nevada 89502

Exhibit "A" to Affidavit of Annual Assessment Work dated August 16
1988, by Pegasus Gold Corporation.

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

RECORDED AT THE REQUEST OF

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Pegasus Gold Corp -
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OFFICIAL RECORDS
EUREKA COUNTY, NEVADA
P.M. REBALD, RECORDER

FILE NO. 121823 FEE \$101 50