

When recorded return to:

Timothy H. Dyhr
J. D. Welsh and Associates
260 Coney Island Dr.
Sparks, NV 89431

123217

AFFIDAVIT OF ANNUAL ASSESSMENT WORK

STATE OF NEVADA)
) SS
COUNTY OF EUREKA)

Under penalty of perjury, the undersigned, being a duly authorized agent of the owners of the unpatented mining claims hereinafter described and acting on behalf of such owners states:

1. That J. D. Welsh and Associates is the owner of each and all of those certain unpatented mining claims situated in an unknown mining district in Eureka County, State of Nevada, and more particularly described in Exhibit "A" attached hereto and incorporated herein by this reference.

2. That upon various dates and during various periods of time between the first day of September, 1987, and the first day of September, 1988, there was expended and/or labor and improvements made upon and for the benefit of the mining claims enumerated in Exhibit "A", an amount valued at not less than ONE HUNDRED DOLLARS (\$100.00) per claim.

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3. Said work consisted of geologic mapping and geochemical sampling. A summary report of the results of this investigation is attached in Exhibit "B". All the foregoing work was done for the benefit and development of said claims and to facilitate the extraction of minerals therefrom.

4. That the work was done on the U.D. unpatented mining claims, controlled by the owners above-named. The claims upon which work was performed in each instance form a contiguous body and said work was done to the common benefit of all the property inasmuch as they are operated as a single unit.

5. That said work was applicable to the annual assessment work requirement for the assessment year beginning noon, September 1, 1987 and ending at noon, September 1, 1988.

6. All the aforesaid work and improvements were performed by and/or at the expense of J.D. Walsh and Associates.

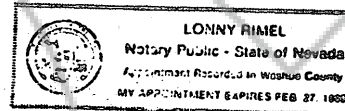
Andy Markos
Andy Markos
Agent of the Affiant and
Owners above-named

WITNESS

Rich Henderson
Debby

Subscribed and sworn to before me
this 13 day of October, 1988.

[Signature]
NOTARY PUBLIC

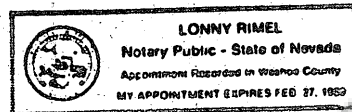



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STATE OF NEVADA)
) SS
COUNTY OF WASHOE)

On this 6th day of October, 1988, before me personally appeared ANDY MARKOS, to me known to be the agent of J. D. WELSH AND ASSOCIATES, that executed the within and foregoing instrument and acknowledged said instrument to be the free and voluntary act and deed of said corporation, for the uses and purposes therein mentioned, and on oath stated that he was authorized to execute said instrument.

IN WITNESS WHEREOF, I have hereunder set my hand and affixed my official seal the day and year first above written.




Notary Public in and for the
State of Nevada
residing at: 260 Coney Island Dr.
Sparks, NV 89431

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EXHIBIT "A"

W.D. Recording Information

Claim	BIM No.
W.D. No. 1	NMC 415492
W.D. No. 2	NMC 415493
W.D. No. 3	NMC 415494
W.D. No. 4	NMC 415495
W.D. No. 5	NMC 415496
W.D. No. 6	NMC 415497
W.D. No. 7	NMC 415498
W.D. No. 8	NMC 415499
W.D. No. 9	NMC 415500
W.D. No. 10	NMC 415501
W.D. No. 11	NMC 415502
W.D. No. 12	NMC 415503
W.D. No. 13	NMC 415504
W.D. No. 14	NMC 415505
W.D. No. 15	NMC 415506
W.D. No. 16	NMC 415507
W.D. No. 17	NMC 415508
W.D. No. 18	NMC 415509
W.D. No. 19	NMC 415510
W.C. No. 20	NMC 415511

W.D. No. 1 thru W.D. No. 20 are located in Section 6 T31N R49E MDB & M.

EXHIBIT "B"

Summary Report

September 1, 1988

This detailed report is filed in compliance with the requirements of Title 30, United States Code, Section 28-1 for the W. D. No. 1 through No. 20, a contiguous group of 20 lode mining claims situated in the Beowawe Mining District, Eureka County, Nevada.

The work consisted of reconnaissance geological mapping and geochemical sampling of the entire claim group, to evaluate the discovery of valuable mineral deposits located thereon and to assist in planning further exploration and development work. The work was performed on various dates and during various periods of time between the first day of September, 1987, and the first day of September, 1988, by or under the direct supervision of Andy Markos, 260 Coney Island Drive, Sparks, Nevada, 89431, a geologist of 12 years experience in exploration with a degree from University of Nevada-Reno (M.S., Geology, 1985).

The cost of the geological-geochemical study exceeded \$2,000.00 and was paid for by J.D. Welsh and Associates, owners of the subject mining claims.

Geologic mapping and geochemical sampling results indicated that geologic and geochemical factors similar to other known mineralized properties in the region occur within the claim boundaries of the subject mining claims. Mineralization within the subject claims is controlled by at least three factors, two of which are quite obvious, but the third is somewhat more subtle. However, all are of apparent equal importance.

An exploration-development program consisting of geophysical surveys, drilling and sampling is under consideration for the subject mining claims. All technical work and results are in possession of and are considered to be the exclusive property of J.D. Welsh and Associates, a Nevada corporation, the owner of the subject mining claims, with offices at 260 Coney Island Drive, Sparks, Nevada, 89431. Attn: Tim Dyhr, Landman.

Respectfully submitted,

Welsh Minerals Inc.

Andy Markos
V.P. Exploration

RECORDED AT THE REQUEST OF
BOOK 187 PAGE 440 &
Welsh Minerals, Inc.
88 OCT 18 P226

OFFICIAL RECORDS
EUREKA COUNTY, NEVADA
M.M. REBALEATI, RECORDER
FILE NO. 123217

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