

124239

AFFIDAVIT OF ANNUAL ASSESSMENT WORK

TO WHOM IT MAY CONCERN:

The undersigned, Cominco American Resources, Incorporated, Buckhorn Operations, by and through its agent or agents, certifies that it expended more than One Hundred Dollars, (\$100.00), per claim for development, labor, and improvements, or equivalent value added, as the annual assessment work for the assessment year ending August 31, 1988, for each and everyone of the following 8 unpatented lode mining claims generally located in Sections 9, 16, 17 of Township 27 North, Range 50 East, M. D. B. & M..

CLAIMS

BLM REGISTRATION #

H & R 1-8

NMC 432575-432582

The aforementioned claims are owned by:

Pactolus Corporation
1545 South Wells Ave.
PO Box 21510
Reno, NV 89515-1510

The labor, development and improvements were performed by the following individuals and companies under the direction of Cominco American Resources, Incorporated -- Buckhorn Operations:

- 1.) Thomas J. Krause -- Cominco American Resources Inc., Buckhorn Operations., BS degree in Geology from Colorado State University, Fort Collins, CO., December, 1983.
- 2.) Wojtek A. Wodzicki -- Cominco American Resources Inc., Southwest Exploration Office, Sparks, NV., BS degree in Geology from Whitman College, Walla Walla, WA., August, 1985.
- 3.) North American Exploration -- Kaysville UT., contract geologists, geochemists, samplers, field crews.
- 4.) Geochemical Services Inc. -- Torrence, CA., commercial geochemists and assayers.

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The survey work for the development of the claims was performed between May 1, 1988, and August 31, 1988, and consisted of:

- 1.) Taking shallow soil samples at grid points spaced 600' x 750'.
- 2.) Having full geochemical and fire assays performed on each sample.
- 3.) Preparation of maps showing geochemical survey information obtained.
- 4.) Preparation of map showing geological survey information obtained.

Such work cost, and is valued at, in excess of \$800.00.

As a result of the geological and geochemical surveys conducted, it has been determined gold, silver and arsenic in soil outline areas of gold mineralization, and are coincident with hydrothermal alteration and fault/fracture intersections.

All of the aforementioned 8 unpatented lode mining claims are contiguous either with each other or with claims also in the control of Cominco American Resources Inc., and work on one claim or group of claims tends to develop all of the claims. The work was performed for the purpose of developing the mineral potential of the claims, and to maintain and hold such claims.

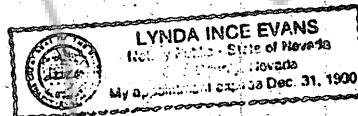
Dated this 26th day of October 1988.

COMINCO AMERICAN RESOURCES INCORPORATED
BUCKHORN OPERATIONS

By: *TJ Krause*
T.J. Krause
Mine Geologist

SUBSCRIBED and SWORN To before me
this 26th day of October 1988.

Lynda Ince Evans
NOTARY PUBLIC



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OFFICIAL RECORDS
CLERK COUNTY OF NEVADA
MINERAL RIGHTS RECORDS
FILE NO. 121239
FEE \$ 14.00

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COMINCO AMERICAN
OCT 26 P 3 00

RECORDED AT THE REQUEST OF