

Recording Requested By:

129551

ATLAS PRECIOUS METALS INC.

When Recorded, Mail To:

ATLAS PRECIOUS METALS INC.

Attention: Land Department

743 Horizon Court, Suite 202

Grand Junction, Colorado 81506

AFFIDAVIT OR STATEMENT OF ANNUAL ASSESSMENT WORK

(PROOF OF LABOR)

ON UNPATENTED MINING CLAIMS

STATE OF NEVADA)

ss.

COUNTY OF WASHOE)

I, Richard J. Kehmeier, being first duly sworn, do depose and state as follows:

1. I am making this Affidavit on behalf of Atlas Precious Metals Inc., a Nevada corporation, owner of the mining claims referred to herein, at whose expense the labor and/or improvements herein described was performed and made.

2. My mailing address is Atlas Precious Metals Inc., 395 Freeport, Suite 12, Sparks, Nevada, 89431.

3. Certain labor and/or improvements required by law were performed or made on or for the benefit of the mining claim(s) which together comprise a group of contiguous claims, located in Eureka County, State of Nevada, which are more particularly described in Exhibit A attached hereto and made a part hereof by this reference, in and for the mining assessment work year ending at noon on September 1, 1989.

4. The labor performed and/or improvements made consisted of the following:

Description of labor/improvements: Geochemical Sampling and Geological Mapping (See Exhibit B)

Date(s) of labor/improvements: September 1, 1988 - September 1, 1989

5. The total fair and reasonable value of the labor performed and/or improvements made was more than \$ 1,500.00 at least \$100.00 of which was expended in the development of each of the claims described on Exhibit A, as the annual assessment work. The names and addresses of the persons and/or companies who performed the labor or made the improvements, as known to me, are:

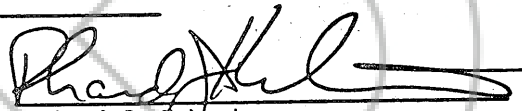
Edward L. Cope and Tracy Delaney
Atlas Precious Metals Inc.
P. O. Box 251
Eureka, NV 89316

6. The current mailing address and current residence address of the owner of the claims remain as follows:

Atlas Precious Metals Inc.
743 Horizon Court,
Suite 202
Grand Junction, CO 81506

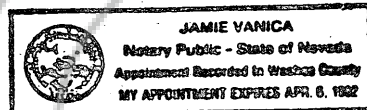
7. The above listed claims are held and claimed by the owner for the valuable mineral contained therein.


Dated: 8-28-89



Richard J. Kehmeier
Agent for Atlas Precious Metals Inc.

1989. Subscribed and sworn to before me this 28th day of August

My commission expires: 4/6/1992




Notary Public in and for said State
395 Freeport Boulevard, Suite 12
Sparks, Nevada 89431
Address


Witness

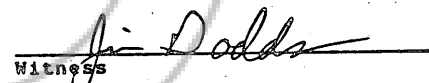

Witness

EXHIBIT A

<u>Claim Name</u>	<u>Claim Number</u>	<u>Section</u>	<u>Twp</u>	<u>Rge</u>	<u>Meridian</u>	<u>BLM NMC No</u>	<u>Recorded Book/Page</u>	
Lone Whip	1	11.12	22N	50E	HDPH	NMC 390717	153 198	
Lone Whip	2	12	22N	50E	HDPH	NMC 390718	153 199	
Lone Whip	3	11.12	22N	50E	HDPH	NMC 390719	153 200	
Lone Whip	4	12	22N	50E	HDPH	NMC 390720	153 201	
Lone Whip	5	11.12	22N	50E	HDPH	NMC 390721	153 202	
Lone Whip	6	12	22N	50E	HDPH	NMC 390722	153 203	
Lone Whip	7	11.12	22N	50E	HDPH	NMC 390723	153 204	
Lone Whip	8	12	22N	50E	HDPH	NMC 390724	153 205	
Lone Whip	9	11.12	22N	50E	HDPH	NMC 390725	153 206	
Lone Whip	10	12	22N	50E	HDPH	NMC 390726	153 207	
Lone Whip	11	11.12	22N	50E	HDPH	NMC 390727	153 208	
Lone Whip	12	11.12	22N	50E	HDPH	NMC 390728	153 209	
Lone Whip	13	11.12	22N	50E	HDPH	NMC 390729	153 210	
Lone Whip	14	1. 2	22N	50E	HDPH	NMC 390730	153 211	
Lone Whip	15	11.12	1. 2	22N	50E	HDPH	NMC 390731	153 212

EXHIBIT B

Assessment work, 1988-1989, Edward L. Cope (M.S. Geology from Colorado State University) and Tracy Delaney (B.S., Geology from University of Colorado) spent twenty (20) days mapping and sampling the Lone Whip Claims, Eureka County, Nevada. They collected seventy-five (75) samples which were analyzed by Chemex Labs, Inc. for gold, silver, arsenic, antimony, and mercury. The results indicate further work should be done to fully explore the claims.

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Atlas Precious Metals
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M. N. REBALEATI, RECORDER
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