

WHEN PREPARED, PLEASE RETURN TO:

STATE MINING CO.
P.O. BOX 1000
DENVER, CO 80202
3393
DENVER, CO 80202
DENVER, CO 80202

129631

PROOF OF MINING LABOR CLAIMS
AFFIDAVIT

STATE OF NEVADA)
COUNTY OF EUREKA) SS.

The undersigned states: that between September 1 (Moon), 1988 and September 1 (Moon), 1989, the following described work and labor were performed and made upon, or for the benefit of these certain contiguous lode mining claims, situated in the County of Eureka State of Nevada.

<u>Claim Name/Number</u>	<u>Federal Serial Number</u>
CC #41 - 71	293385 - 293415

Location of Property:

Situated in Sections 16, 17, 20, 21, 28, 29, 32, and 33 of Township 35 North, Range 52 East, MDB&M Meridian, Elko and Eureka Counties, Nevada.

Said labor/improvements for the above-referenced claims were made at the request and for the benefit of Billiton Minerals U.S.A., Inc. Affiant, located at P. O. Box 2906, Houston, TX 77252, and Lana Resources (U.S.), Inc., Owner, located at 620-450 West Georgia Street, Vancouver, B.C., Canada V6B 4M9.

Billiton Minerals U.S.A., Inc. is entitled to possession of the above mining claim by virtue of the Exploration and Interest Earning Agreement dated July 12, 1988 between Billiton Minerals U.S.A., Inc. and Lana Resources (U.S.), Inc.

Description of Labor:

At least \$3,200 worth of labor or improvements consisting of the following were performed during the period of July 5, 1989 and July 11, 1989.

Services of Drilling Services Co., of 12030 East Riggs Road, Chandler, AZ 85249 were contracted for drilling of 300 feet at a rate of \$7.35 per foot with additional fees for move-in/move-out time and materials furnished for the drilling process. Value of said drilling procedure is in excess of \$2,700.00.

Geochemical assays of 60 rock-chip drilling samples were assayed by Chemex Labs, at 994 West Glendale Ave., Suite 7, Sparks, NV 89431, at a cost of \$13.00 per sample. Value of assays is in excess of \$750.00.

Contracted S.M.&S. Neilsen Exploration, whose address is P. O. Box 310, Battle Mountain, Nevada 89820, for road construction. Cat work services were performed at a rate of \$85.00 per hour for 9.5 hours. Value of road construction as charged by S.M.&S. Neilsen was in excess of \$800.00.

Total value of said work for these claims is in excess of \$4,250.00.

Said work was performed for the purpose of evaluating the claim block for gold mineralization. The basic finding of this study indicated that elemental concentrations of this mineralization vary greatly over the indicated claims.

The 1989 assessment work obligation has been fulfilled for the above claim block.

The above-described work was supervised by Edward B. Hanley, Senior Minerals Geologist, employed full-time by Billiton Minerals U.S.A., Inc., who has over eighteen years of experience in minerals exploration.

I hereby certify under penalty of perjury that the foregoing is true and correct.

Sworn and subscribed to this 7th day of Sept., 1989, at Houston, Texas.

BILLITON MINERALS U.S.A., INC.

By: D. L. Mahar
D. L. Mahar
President

STATE OF TEXAS }
COUNTY OF HARRIS } SS.

I, Patricia A. Smith, a Notary Public in and for said county and state, do hereby certify that D. L. Mahar, to me personally known, and known to me to be the same person who executed the foregoing instrument as Attorney-in-Fact of Billiton Minerals U.S.A., Inc., a Delaware corporation, and that instrument was signed and delivered in behalf of said corporation, by authority of its Board of Directors, and further acknowledged said instrument and his execution thereof to be his free and voluntary act and deed, for the uses, purposes and consideration therein expressed.

Given under my hand and official seal this 7th day of Sept., 1989.

Patricia A. Smith
Notary Public in and for said county
and state, residing at Harris County,
Texas.



RECORDED AT THE REQUEST OF

BOOK 203 PAGE 046

Shell Mining Co.
89 SEP 21 19:14

OFFICIAL RECORDS
EUREKA COUNTY, CALIFORNIA
M.N. PEBALLAN, RECORDER
FILE NO. FILE # 54 25

1:20:31

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