

130582

PROOF OF ASSESSMENT WORK

LODE CLAIMS

STATE OF UTAH )  
                  )  
COUNTY OF SALT LAKE)

AFFIDAVIT

Stanford R. Mahoney, being first duly sworn and according to law, deposes and says that he is a citizen of the United States, of age, and resides in Salt Lake County, Utah. Affiant is an officer of Arroyo Minerals, Inc., owner of the below enumerated Lyndall mining claims described in Exhibit A, attached hereto, and made a part hereof, referred to as the "Subject Claims," which claims are contiguous, and which are situated in the unorganized Roberts Mountains mining district, Eureka County, Nevada, on unsurveyed lands, which when surveyed according to protraction diagram, would probably be in Sections 27 and 34, T. 23N., R. 50E., MDB&M.

Affiant states that at least One Thousand and No/100 Dollars (\$1,000.00) worth of labor was performed and improvements made during the assessment year, beginning at 12:00 noon of the first day of September, 1988, and ending on 12:00 noon of the first day of September, 1989, upon and for the benefit of the Subject Claims, being not less than One Hundred Dollars (\$100.00) for each and every claim. Such labor included drilling with a reverse-circulation, truck-mounted rotary drilling rig, with all work physically performed on the Lyndall #s 38 & 39 claims. The drilling contractor was Brown Drilling Company, Rexburg, Idaho.

The following drill holes were drilled, logged, and sampled on the dates and portions of the claims drawn:

6/23-25/89	Lyn	39-89-1	TD 180'	Central Portion of Lyndall #39
6/26-27/89	Lyn	39-89-2	TD 120'	Central Portion of Lyndall #39
6/27/89	Lyn	38-89-9	TD 85'	Central Portion of Lyndall #38
6/27-28/89	Lyn	39-89-3	TD 125'	Central Portion of Lyndall #39
6/28/89	Lyn	39-89-4	TD 60'	North Central Portion of Lyn. #39
6/28/89	Lyn	39-89-5	TD 100'	Northwest Portion of Lyndall #39
6/29/89	Lyn	39-89-6	TD 95'	Northwest Portion of Lyndall #39
6/29/89	Lyn	38-89-8	TD 75'	Northeast Portion of Lyndall #38

Total 840'

Such labor so performed, and improvements made upon and for the benefit of the Subject Claims, includes, but is not limited to, the above drilling, and additional work was performed in geologic studies over the entire area of the claims, which is not included in the expenditures set out in this Affidavit. Reports, paid invoices, and cost summaries are maintained in corporate files. Such expenditures, as were made in June, 1989 directly on the claims, exceed \$10,000, and were payable to Brown Drilling, Rexburg, Idaho, and Stanford R. Mahoney, geologist and project supervisor, who, in March, 1989, staked drill locations; and, in June, 1989, supervised drilling operations, logged and sampled drill cuttings throughout the June drilling program. Assaying was performed by Rocky Mountain Geochemical Corporation, West Jordan, Utah, the cost of which is in addition to the above.

The Subject Claims, as more particularly described on Exhibit A, are part of a contiguous group of mining claims, as aforesaid. Said work was for the benefit of all of the Subject Claims as a part of a common plan of development and tends to improve and permit the development of each of the Subject Claims for which this Proof of Labor is being filed.

Such labor and improvements, as described above, include 840 feet of drilling along mineralized structures on the Lyndall #'s 38 and 39 claims. A continuing evaluation and compilation of results of field work is being performed at date of this Proof in the offices of the Corporation by consulting geologist Stanford R. Mahoney. A mineral discovery has been made, with gold values and intercepts indicating a likely commercial ore body or ore bodies. Further delineation and development drilling is planned in the near future.

Such work actually performed on the Subject Claims was performed at a contractual cost in excess of Ten Thousand and No/100 (\$10,000.00) Dollars.

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Such expenditure was made and performed by Arroyo Minerals, Inc., a Utah Corporation, P. O. Box 21521, Salt Lake City, Utah 84121, for the purpose of complying with the laws of the United States (30 U.S.C. §28) and of the State of Nevada, pertaining to annual assessment.

Dated this 27th day of October, 1989.

*Stanford R. Mahoney*  
Stanford R. Mahoney, Vice President,  
Geologist & Agent for Arroyo Minerals, Inc.

Subscribed and sworn to before me this 27th day of October, 1989.

*Nancy Newland*  
Notary Public  
*Salt Lake City, Utah*  
Residing:

My commission expires:  
*Jan. 8, 1992*



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EXHIBIT A  
PROOF OF ASSESSMENT WORK  
OCTOBER 27, 1989

CLAIM NAME	RECORDED		BIM SERIAL NO.
	BOOK	PAGE	
Lyndall #20	152	257	NMC 384052
Lyndall #22	152	258	NMC 384053
Lyndall #24	152	259	NMC 384054
Lyndall #37	152	260	NMC 384055
Lyndall #38	152	261	NMC 384056
Lyndall #39	152	262	NMC 384057
Lyndall #118	152	263	NMC 384058
Lyndall #119	152	264	NMC 384059
Lyndall #120	152	265	NMC 384060
Lyndall #121	152	266	NMC 283061

RECORDED AT THE REQUEST OF  
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*Stanford S. Mahony*  
89 OCT 30 P2:13

OFFICIAL RECORDS  
EURYKA COUNTY, FLORIDA  
H.M. REBALEATI, RECORDER  
FILE NO. FEE \$ 17 50

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