

159923

AFFIDAVIT OF LABOR PERFORMED
AND IMPROVEMENTS MADE
FOR THE ASSESSMENT YEAR
ENDING SEPTEMBER 1, 1995

STATE OF IDAHO

)
) ss
)

County of Kootenai

PETER W. LACZAY, as agent for Bert E. Dougal, Tracy A. Dougal, Leslie Dougal, George K. Vetek, Roland E. Mackin, Jane M. Guy, Steve Groven, Opal Laczay and VX Corporation a Nevada corporation.

1. That this affidavit is made on behalf of the current owners of the unpatented claims ("Claims") more fully described in Exhibit A attached hereto and made part hereof.

2. That an aggregate of at least \$ 9,000.00 (equal to more than \$100.00 total expenditure per claim) worth of work and improvements was performed upon or for the benefit of each and all of the said Claims as a contiguous group under common plan of evaluation and development program conducted by then owner Summit Silver, Inc. for the assessment year ending September 1, 1995, for the purpose of complying with the laws of the United States of America and the State of Nevada pertaining to annual assessment work and holding the said Claims. The work was performed for the purpose of developing the mineral potential of all of the claims and was performed upon the COR group of unpatented mining claims situated in Eureka County, Nevada.

3. That the character of the labor performed or improvements made was that of reconnaissance geological mapping and sampling along claim end lines and nearby principal exposures, making minor improvements of existing access roads, removing boulders and improving creek crossings, Research of available records and reports from the Bureau of Mines, U.S.G.S. and compilation and writing of report and recommendations entitled "Primary Report on East Roberts Mountain Property of Summit Silver, Inc." attached hereto and made part hereof.
4. That approximately 40 days were spent on such labor and that the labor was performed in the period between September 13, 1994 to August 25, 1995.
5. That the labor was performed and improvements were made on behalf of the individual claim owners at the expense of then owner Summit Silver Inc., under the supervision of Peter Laczay consulting geologist. Assaying was conducted by SVL Analytical Box 929, Kellogg, ID and that the total expenditures for the labor and improvements exceeded \$ 9,000.00.

BOOK 289 PAGE 582

6. That the name, current residence, and mailing address of said claim owners is:

Bert E. Dougall Jr.
P.O. Box 1161
Post Falls, ID. 83854

Tracy A. Dougall
P.O. Box 1161
Post Falls, ID. 83854

Roland E. Mackin
7040 Colfax
Coeur d'Alene, ID. 83814

Jane M. Guy
1228 McFarland Ave.
Coeur d'Alene, ID. 83814

VX Corporation
P.O. Box 97
Coeur d'Alene, ID. 83814

Peter W. Laczay, Agent

[Handwritten signature]

P.O. Box 787
Coeur d'Alene, ID. 83814

SUBSCRIBED and sworn to before me on this 18 day of November

1995.

Notary Public for the State of Idaho
Residing at: Coeur d'Alene, Idaho
My commission expires: Nov. 3, 1999



BOOK 289 PAGE 583

"EXHIBIT A"

For the following group of lode mining claims situated in Section 1; Township 23 North; Range 50 E; Eureka County, State of Nevada to-wit:

Claim name	B.T.M. No.	County Recording #
COR #37	708968	156063
COR #51	708972	156067
COR #52	708973	156068
COR #53	708974	156069
COR #54	708975	156070
COR #55	708976	156071
COR #56	708977	156072
COR #57	708978	156073
COR #58	708979	156074
COR #60	708980	156075

Owner: Leslie Dougall
 P.O. Box 1161
 Post Falls, ID. 83854

BOOK 289 PAGE 584

The lode mining claims situated in Section 35 Township 24 North Range 50 E., Eureka County, State of Nevada to-wit:

Claim name	B.L.M. No.	County Recording #
COR #24	707872	155865
COR #20	707870	155863
COR #18	707869	155862
COR #16	707868	155861
COR #7	707859	155852
COR #6	707858	155851
COR #5	707857	155850
COR #4	707856	155849
COR #3	707855	155848
COR #2	707854	155847

Owner: Steve Groven 1228 McFarland Ave. Coeur d'Alene, ID. 83814

BOOK 289 PAGES 85

Owner: Berl E. Dougan P.O. Box 1161, Post Falls, ID. 83854

<u>Claim name</u>	<u>B.L.M. No.</u>	<u>County Recording #</u>
COR #61	708981	156076
COR #62	708982	156077
COR #63	708983	156078
COR #64	708984	156079
COR #65	708985	156080
COR #66	708986	156081
COR #67	708987	156082
COR #69	708989	156084
COR #88	709007	156102
COR #91	709010	156105

The following group of lode mining claims situated in Section 12 : Township 23 North : Range 50 E., Eureka County, State of Nevada to-wit:

"EXHIBIT A"

The following group of lode mining claims situated in Sections 12 & 13 : Township 23 North : Range 50 E. : Eureka County, State of Nevada to-wit:

Claim Name	B.L.M. #	County Recording#	Book	Page
COR # 73	7089 92	156087	279	90
COR # 74	708993	156088	279	91
COR # 75	708994	156089	279	92
COR # 76	708995	156090	279	93
COR # 78	708997	156092	279	95
COR # 80	708999	156094	279	97
COR # 82	709001	156096	279	99
COR # 84	709003	156098	279	101
COR # 86	709005	156100	279	103
COR # 94	709013	156108	279	111

Owner: Tracy A. Dougall, P.O. Box 1161, Post Falls, ID. 83854

BOOK 289 PAGES 87

"EXHIBIT A"

Lode mining claims situated in section 2, Township 23 North, Range 50 East, EUREKA COUNTY, state of NEVADA, to-wit:

<u>Claim name</u>	<u>B.L.M. No.</u>	<u>County Recording #</u>
COR # 8	707860	155853
COR # 9	707861	155854
COR # 10	707862	155855
COR # 11	707863	155856
COR # 12	707864	155857
COR # 13	707865	155858
COR # 14	707866	155859
COR # 15	707867	155860
COR # 17	708959	156054
COR # 19	708960	156055

Owner: Jane M. GUY, 1228 McFarland Ave., Coeur d'Alene, ID. 83814

BOOK 289 PAGES 88

"EXHIBIT A"

The lode mining claims situated in Section 1, Township 23 North, Range 50 E., Eureka County, State of Nevada to-wit:

<u>Claim name</u>	<u>B.L.M. No.</u>	<u>County Recording #</u>
COR #21	708961	156056
COR #23	708962	156057
COR #25	708963	156058
COR #27	708964	156059
COR #28	708965	156060
COR #34	708966	156061
COR #36	708967	156062
COR #39	708969	156064
COR #46	708970	156065
COR #47	708971	156066

Owner: Opal Laczay, 1228 McFarland Ave. Coeur d'Alene, ID. 83814

BOOK 289 PAGE 589

These mining claims situated in sections 35, Township 24 North, Range 50 East, EUREKA COUNTY, State of NEVADA, to-wit:

<u>Claim name</u>	<u>B.L.M. No.</u>	<u>County Recording #</u>
COR # 1	707853	155846
COR # 22	707871	155864
COR # 26	707873	155866
COR # 27	707874	155867
COR # 38	707875	155868
COR # 40	707876	155869
COR # 41	707877	155870
COR # 42	707878	155871
COR # 43	707879	155872
COR # 45	707880	155873

Owner: Roland E. Macklin 7040 Colfax, Coeur d'Alene, ID. 83814

BOOK 289 PAGES 91

The following group of lode mining claims situated in Sections 12&13; Township 23 North; Range 50 E.; Eureka County, State of Nevada to-wit:

County Recording #	B.L.M. No.	Claim name
156083	708988	COR # 68
156085	708990	COR # 70
156086	708991	COR # 72
156101	709006	COR # 87
156103	709008	COR # 89
156109	709014	COR # 95
156110	709015	COR # 96
156111	709016	COR # 103
156112	709017	COR # 115
156113	709018	COR # 116

Owner: VX Corporation, P.O. Box 97, Coeur d'Alene, ID. 83814

BOOK 289 PAGES 92

PETER W. LACZAY, P.E.
CONSULTING MINING GEOLOGIST
P. O. BOX 488
COEUR D'ALENE, IDAHO 83814

IDAHO ASSOCIATION OF PROFESSIONAL GEOLOGISTS

Phone 208-667-9565

PRIMARY REPORT ON EAST ROBERTS MOUNTAIN
PROPERTY OF SUMMIT SILVER, INC.

Summit Silver, Inc., through its agent, has located early September 1994, 90 COR claims on the easterly slopes of Roberts Mountain in Eureka County, Nevada. These lode claims are covering the area of highest economic resource potential, as shown by Plate 1 of U.S. Geological Survey Bulletin 1731-K.

Summit Silver's COR group is located 32 miles north-northwest of Eureka, Nevada and about 50 miles south of Carlin, Nevada, in the Battle Mountain Gold trend or belt of northeastern Nevada. Recently several major gold deposits have been found within this belt. The largest of the new discoveries is the Pipeline deposit with 4.2 million ozs. of gold and the South Pipeline with 3.3 million ozs. of gold, 30 miles northwest from the COR group. The Cortez and Buckhorn Gold deposits are about 20 miles northwest of Summit Silver's property. In the vicinity of Roberts Mountain the Tonkin Springs gold deposit is about 8 miles northwest and the Gold Bar Mine 8 miles southwest from the COR group. The Mountain Hope large molybdenum deposit is located 6 miles southeast and the newly discovered Ruby Mine of Homestake, with about 3 million ozs. of gold, reserve, is located about 25 miles s-southeast of Summit Silver's COR claim group. The physiography of COR claims area typical of Basin and Range province with north-south ranges and broad valleys. Elevations range between 10,100 ft at Roberts Cr. Mountain and 7000 ft at Willow Creek, the north-easterly end of the 23,000 ft long claim group of Summit Silver. Vegetation consists of grass, sage, juniper, piñon pine and mountain mahogany.

The paramount geologic feature in the Roberts Mountain is the Roberts Mountain Thrust of Mississippian age, which moved the upper Vinini Ordovician siliceous formations more that 60 miles eastward, and these rock formations now rest on lower plate Cambrian through

BOOK 289 PAGES 93

Berrian largely carbonaceous formations. Numerous Late Tertiary, northerly-trending high angle faults cut both upper and lower plate rock. These faults may have acted as chennell ways for the hydrothermal solutions.

The low angle Roberts Mountain thrust is present for about 11-12,000 feet length on the southern half of Summit's COR claim group. The exposed lower plate carbonaceous formations were intensely fractured and brecciated hydrothermally altered over large areas of s-easterly portion of property. The Gold-Silver mineralization is of hydrothermal nature. The hydrothermal alteration further described by Mineral Land Assessment 24-86 open file report of Bureau of Mines on page 11. "The Roberts Mountains has undergone several periods of extensive faulting. Mineralized intrusive bodies, for example the Mount Hope stock 10 mi to the southeast, are present in the region. The faulting produced zones of weakness making large areas of rock susceptible to fluid migration. This combination of porous rock and nearby heat sources resulted in fluid movement and hydrothermal alteration of the enclosing rocks. Large areas of partially to totally silicified rock found in the Roberts Mountains are evidence of this strong hydrothermal activity."

Additionally on page 12 the following appears: "All of the companies contacted by the Bureau feel that the Roberts WSA has a very good chance of containing precious metals resources, and ASARCO's Joy claim group contains several million tons of ore-grade (gold) material (P. Vikre, personal commun., 1985)."

Summit's COR Group's southern portion is in Area III of Bureau of Mine geology of which is further described on page 24 of Mineral Land Assessment/1986. "Area III, located on the east side of the WSA, has the best indications of resources. Area III has the largest zone of altered rock, the greatest number of anomalous samples, and is right on trend, with similar altered rock located just northeast of the WSA (Joy claims). P. Vikre (personal commun., 1985) states that the Joy claim group contains several million tons of ore-grade (gold) material."

The Bureau's recommendation for further work should be a guide in further exploration of Summit's COR Group. Their recommend-

for their work described on page 24 of Mineral Land Assessment/1986, Open file report, entitled Mineral Resources of Roberts Wilderness Study Area, Eureka County, Nevada, on page 24, "Because disseminated gold-silver deposits are very nebulous in outline (in many cases mineralized rock is visibly very similar to barren material), the only way to precisely pinpoint resource locations is to take a great number (many time that taken during the present USBM effort) of surface and underground (drill) samples."

Thus I am recommending that a systematic chip sampling program

be undertaken to sample even barren looking limestones or marbleized limestones on the footwall side of jasperites or jasperoids in the

lower plate and immediately below the Roberts Mtn. Thrust. Ten to

twenty (10 to 20) ft spacing should be sufficient in the southern

portion of the property. The iron rich formations have probably been sampled by the Bureau of Mines or Amseco (former owner of southerly

half of Summit property), but they may not have taken any samples from the unaltered or unoxidized limestones or marbles that may contain

Deep Post like ore zones (deep openpit of American Barric.)

On December 1, 1993, on the Spokane Mining Convention, Stanley

B. Keith and Michael G. Parr of Magma Chem & Associates stated that

the "sediment-hosted Carlin type deposits in the underlying Paleozoic

rocks extend downwards into pluton-hosted deposits in gabbro/diorite

plutons that comprise the magnetic anomalies (beginning at about

5 km). By extrapolation, gold deposits in north-central Nevada may

only have been explored to about 20% of their actual depth extent. That

is, the ultimate gold play in Nevada is still in its infancy and Nevada

is still one of the best place in the world to explore for deep mesother-

mal gold deposits-not the rootless epithermal scabs envisioned by the

shallow-minded thinking of the 1980's. If deposits are sorted by age

and present day elevation, it is clear that larger deposits are

1) Mesozoic in age and 2) have increasingly greater yields and higher

grades at lower present day elevations. That is, Carlin-type gold

deposits are getting 'bigger and better' with depth."

Thus it is recommended that a drilling program at 1000 feet

centers be undertaken from the boundary road on the south half of the

Summit property. This area also covers two of the high potential areas for mineral or gold resources, as designated by the U.S.G.S. Bulletin 1731-K near the Roberts Mtn. Thrust.

The drill holes should be about 700 feet deep, some inclined 45° to 50° westerly, others vertical, depending on the distance from the Thrust Fault. Nine (9) holes are recommended in this area for a total footage of 6300 feet. The south half of northerly portion of Summit's claim group should also be drilled and 3 holes are recommended in the vicinity and south of Asarco's easterly Joy Claims, where several million tons of gold mineralization was intersected. In this vicinity the Wilderness Study Boundary is extending 4000 feet southerly from the Joy Claims enabling Summit to drill three holes in this area at 1000' spacing, starting from the Joy Claims southern boundary. Depending on the results of the initial drilling program a fill in or follow up program is recommended also.

ESTIMATED COST:

1. 12 drill holes, 700' each,	8,400 feet @ \$15/ft.	\$126,000.
2. Drill road preparation & mobilization costs & permitting	15,000.	
3. Geological & sampling cost	12,000.	
4. Assay costs	10,000.	
5. Contingencies	5,000.	
		<u>\$168,000.</u>

Respectfully submitted.

Peter W. Laczay
 Peter W. Laczay

January 3, 1995

BOOK 289
 OFFICIAL RECORDS
 RECORDED AT THE REQUEST OF
 Peter W. Laczay
 95 NOV 21 AM 11:57
 EUREKA COUNTY NEVADA
 M.N. REBAL EATL. RECORDER
 FILE NO.
 PAGE 582
 FEES \$315.00

159923

BOOK 289 PAGES 96