

**NEVADA AFFIDAVIT OF PAYMENT OF CLAIM MAINTENANCE FEES
AND NOTICE OF INTENT TO HOLD UNPATENTED MINING CLAIMS
FOR SEPTEMBER 1, 1998 THROUGH AUGUST 31 1999**

THE UNDERSIGNED, on behalf of Kennecott Exploration Company ("KEC"), 961 Matley Lane, Suite 120, Reno, Nevada 89502, being first duly sworn, deposes and says that he is a citizen of the United States and more than eighteen years of age, and that in accordance with the 1993 Omnibus Budget Reconciliation Act, Public Law No. 103-66, 107 Stat. 405, One Hundred Dollars in maintenance fees were paid by KEC for the assessment year ending at 12:00 noon on September 1, 1999, for each of the unpatented mining claims further described on Exhibit "A" attached hereto and made a part hereof by this reference. Said fees were paid in lieu of the annual assessment work requirements and were paid for the claims described herein which are owned, leased, worked, controlled or claimed by KEC for the valuable mineral contained therein, and it is the intent of KEC to hold and develop these unpatented mining claims for itself or for the benefit of the owner, H. Walter Schull, whose address is 901B Walker Ave., Reno, NV 89509

IN WITNESS WHEREOF, this instrument is executed as of the 8th day of September, 1998.

KENNECOTT EXPLORATION COMPANY

By Robert S. Johnson
Robert S. Johnson, Land Manager, U.S.A.

STATE OF NEVADA)
COUNTY OF WASHOE)
:ss

On this day, personally appeared before me Robert S. Johnson, known to me to be the individual described in and who executed the within and foregoing instrument, and acknowledged that he signed the same as his free and voluntary act and deed, for the uses and purposes therein mentioned. Given under my hand and official seal this 8th day of September 1998.

JANELLE SMITHSON
Notary Public - State of Nevada
Appointment Recorded in Washoe County
No: 96-2936-2 - EXPIRES MAY 21, 2000



Janelle Smithson
Notary Public in and for the State of Nevada
My Commission Expires: May 21, 2000

BOOK 821 PAGE 067

EXHIBIT "A"
 Attached to and made a part of that certain Nevada Affidavit of Payment of Claim Maintenance Fees and Notice of Intent to Hold Unpatented Mining Claims for the following group of unpatented lode mining claims situated in Sections, 16-21, 28 and 29, Township 25 North, Range 49 East, MDB&M, Eureka County, State of Nevada, further described as:

Claim Name	Book No.	Page No.	BLM Number
------------	----------	----------	------------

COAL CANYON NO. 1	140	327	353694
COAL CANYON NO. 2	140	328	353695
COAL CANYON NO. 3	140	329	353696
COAL CANYON NO. 4	140	330	353697
COAL CANYON NO. 5	140	331	353698
COAL CANYON NO. 6	140	332	353699
COAL CANYON NO. 7	140	333	353700
COAL CANYON NO. 8	140	334	353701
COAL CANYON NO. 9	140	335	353702
COAL CANYON NO. 10	140	336	353703
COAL CANYON NO. 11	140	337	353704
COAL CANYON NO. 12	140	338	353705
COAL CANYON NO. 13	140	339	353706
COAL CANYON NO. 14	140	340	353707
COAL CANYON NO. 15	140	341	353708
COAL CANYON NO. 16	140	342	353709
COAL CANYON NO. 17	140	343	353710
COAL CANYON NO. 18	140	344	353711
COAL CANYON NO. 19	140	345	353712
COAL CANYON NO. 20	140	346	353713
COAL CANYON NO. 21	140	347	353714
COAL CANYON NO. 22	140	348	353715
COAL CANYON NO. 23	140	349	353716
COAL CANYON NO. 24	140	350	353717
COAL CANYON NO. 25	140	351	353718
COAL CANYON NO. 26	140	352	353719
COAL CANYON NO. 27	140	353	353720
COAL CANYON NO. 28	140	354	353721
COAL CANYON NO. 29	140	355	353722
COAL CANYON NO. 30	140	356	353723
COAL CANYON NO. 31	140	357	353724
COAL CANYON NO. 32	140	358	353725
COAL CANYON NO. 33	140	359	353726
COAL CANYON NO. 34	140	360	353727
COAL CANYON NO. 35	140	361	353728
COAL CANYON NO. 36	140	362	353729
COAL CANYON NO. 37	140	363	353730
COAL CANYON NO. 38	140	364	353731
COAL CANYON NO. 39	140	365	353732
COAL CANYON NO. 40	140	366	353733
COAL CANYON NO. 41	140	367	353734
COAL CANYON NO. 42	140	368	353735
COAL CANYON NO. 43	140	369	353736
COAL CANYON NO. 44	140	370	353737

BOOK 821 PAGE 68

BOOK 321 PAGE 69

170588

BOOK 321 PAGE 67
 OFFICIAL RECORDS
 RECORDED AT THE REQUEST OF
Kenneth Spalderson
 98 SEP 10 PM 1:07
 EUREKA COUNTY NEVADA
 M.N. REBAL EATL. RECORDER
 FEES \$18.50
 FILE NO.

Total Number of Claims in Group: 91

Claim Name	Book No.	Page No.	BLM Number
COAL CANYON NO. 45	140	371	353738
COAL CANYON NO. 46	140	372	353739
COAL CANYON NO. 47	140	373	353740
COAL CANYON NO. 48	140	374	353741
COAL CANYON NO. 49	140	375	353742
COAL CANYON NO. 50	140	376	353743
COAL CANYON NO. 51	140	377	353744
COAL CANYON NO. 52	140	378	353745
COAL CANYON NO. 53	140	379	353746
COAL CANYON NO. 54	140	380	353747
COAL CANYON NO. 55	140	381	353748
COAL CANYON NO. 56	140	382	353749
COAL CANYON NO. 57	140	383	353750
COAL CANYON NO. 58	140	384	353751
COAL CANYON NO. 59	140	385	353752
COAL CANYON NO. 60	140	386	353753
COAL CANYON (C.C.) NO. 61	184	556	513108
COAL CANYON (C.C.) NO. 62	184	557	513109
COAL CANYON (C.C.) NO. 63	184	558	513110
COAL CANYON (C.C.) NO. 64	184	559	513111
COAL CANYON (C.C.) NO. 65	184	560	513112
COAL CANYON (C.C.) NO. 66	184	561	513113
COAL CANYON (C.C.) NO. 67	203	216	570135
COAL CANYON (C.C.) NO. 68	203	217	570136
COAL CANYON (C.C.) NO. 69	262	534	689727
COAL CANYON (C.C.) NO. 70	262	552	689745
COAL CANYON (C.C.) NO. 71	262	553	689746
COAL CANYON (C.C.) NO. 72	262	554	689747
COAL CANYON (C.C.) NO. 73	262	555	689748
COAL CANYON (C.C.) NO. 74	262	556	689749
COAL CANYON (C.C.) NO. 75	262	557	689750
COAL CANYON (C.C.) NO. 76	262	558	689751
COAL CANYON (C.C.) NO. 77	262	559	689752
COAL CANYON (C.C.) NO. 78	262	560	689753
COAL CANYON (C.C.) NO. 79	262	561	689754
COAL CANYON (C.C.) NO. 80	264	579	695034
COAL CANYON (C.C.) NO. 81	264	580	695035
COAL CANYON (C.C.) NO. 82	264	581	695036
COAL CANYON (C.C.) NO. 83	264	582	695037
COAL CANYON (C.C.) NO. 84	264	583	695038
COAL CANYON (C.C.) NO. 85	264	584	695039
COAL CANYON (C.C.) NO. 86	264	585	695040
COAL CANYON (C.C.) NO. 87	264	586	695041
COAL CANYON (C.C.) NO. 88	264	587	695042
COAL CANYON (C.C.) NO. 89	264	588	695043
COAL CANYON (C.C.) NO. 90	264	589	695044
COAL CANYON (C.C.) NO. 91	264	590	695045