



CONTACT INFORMATION

Mining Records Curator
Arizona Geological Survey
416 W. Congress St., Suite 100
Tucson, Arizona 85701
602-771-1601
<http://www.azgs.az.gov>
inquiries@azgs.az.gov

The following file is part of the Doug K. Martin Mining Collection

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Hester & Associates, Inc.
3500 North Central Avenue
Phoenix, Arizona 85012
Phone 277-6831



ALL FORMS OF INSURANCE

INVOICE

DOUGLAS K MARTIN
4728 N 21ST AVE
PHOENIX, AZ 85015

PRODUCER
NO.

8

CUSTOMER
NO.

417185

DATE

JULY 19, 1985

NO.

\$
PAYMENT ENCLOSED

PLEASE DETACH HERE AND RETURN WITH YOUR REMITTANCE-THANK YOU

MAKE CHECK PAYABLE TO: HESTER & ASSOCIATES, INC.

EFFECTIVE DATE	POLICY NO	DESCRIPTION	AMOUNT	EXPIRATION DATE
07 14 85	BND2206505	CONTINENTAL INS CO RENEW POL - BONDS RESTORATION & DAMAGE BOND STATE OF AZ \$5,000	\$50.00	07 14 86

\$50.00

TOTAL AMOUNT DUE

PREMIUM DUE ON EFFECTIVE DATE SHOWN ABOVE. A 1 1/2% monthly service charge will be added to unpaid premiums which are delinquent 30 days after policy effective date.

If the insurance is not wanted, the policy or memorandum should be returned to our office AT ONCE.

To avoid payment of penalty and interest this payment must be IN the OFFICE OF the State Land Department ON or BEFORE the DUE DATE. Date of POSTAL STAMP will not be accepted as time of payment.

DOUGLAS K. MARTIN
4728 N. 21ST AVE
PHOENIX AZ 85015

STATE OF ARIZONA
STATE LAND DEPARTMENT
1624 WEST ADAMS - 4TH FLOOR
PHOENIX, ARIZONA 85007

08	92008	00
KIND ENTRY	LEASE OR C P REFERENCE NO	

RECEIPT

SEC	TOWNSHIP	RANGE

ACCOUNT NO		BILLING DESCRIPTION		RATE	ACRES	\$	AMOUNT
GRANT FUND	SUB						
14	300 35	APP FEE P.P. PERMIT.					50 00



CERTIFICATE OF PURCHASE	
\$	UNPAID BALANCE

BILLING PERIOD					
FROM			TO		
MO	DAY	YR	MO	DAY	YR

DATE BILLED		
MO	DAY	YR
07	23	85

DATE DUE		
MO	DAY	YR

TOTAL ACRES	

TOTAL AMOUNT	
\$	
	50 00

IF PAYMENT IS MADE ON OR BEFORE THIS DATE → PAY THIS AMOUNT

AMOUNT DELINQUENT SUBJECT TO PENALTY & INTEREST

PENALTY & INTEREST			DISTRIBUTION		
		\$			

5% PENALTY OF RENTAL.	\$		
TOTAL RENTAL AMOUNT PLUS PENALTY.	\$		
* INTEREST PER ANNUM ON RENTAL. AMOUNT			
AND PENALTY - NUMBER OF DAYS DELINQUENT () \$	\$		
TOTAL AMOUNT DUE INCLUDING PENALTY AND INTEREST	\$		
CASH RECEIVED	\$		
BALANCE DUE OR OVERPAYMENT	\$		

* INTEREST SET BY TREASURER UNDER ARS 37-288. ANY PROTEST OF THIS RENTAL AMOUNT MUST BE IN WRITING, RECEIVED BY THE STATE LAND DEPARTMENT WITHIN 30 DAYS FROM THE DATE BILLED.

1. This application must be accompanied by \$50.00 filing fee.
2. Applications must not cover more than ONE section.
3. All questions must be answered.
4. Attach a scaled plat for answers to numbers 4, 5, 7, 8. (Preferably a U.S.G.S. Topo Map)

STATE LAND DEPARTMENT
1624 West Adams
Phoenix, Arizona 85007

APPLICATION FOR MINERAL PROSPECTING PERMIT

I/WE DOUGLAS K. MARTIN
(Name)
of 4728 No 21ST AVE PHX AZ 85015 246-9573
(Address) (Telephone Number)

do hereby make application for a mineral exploration or prospecting permit on the State Lands hereinafter described, in accordance with the provisions of Title 27, Chapter 2, Article 4, Arizona Revised Statutes, such rules and regulations as the Commissioner may prescribe and the terms of the permit. Submit any additional information the Commissioner deems necessary, and to follow whatever steps that may be prescribed to protect the fresh water-bearing formations from contamination.

LEGAL DESCRIPTION:	SECTION	TOWNSHIP	RANGE	ACRES	COUNTY	GRANT
<u>N2 lot 2</u>	<u>30</u>	<u>18 N</u>	<u>14 W</u>	<u>5</u>	<u>MOHAVE</u>	<u>N-031</u>
<u>E2 W2</u>	<u>30</u>	<u>18 N</u>	<u>14 W</u>	<u>2178.25</u>	<u>MOHAVE</u>	<u>N-031</u>

1. State whether individual, partnership or corporation: Individual
2. If an individual, are you a citizen of the United States? yes Age 45 Married? no
Single? yes
3. Are there valid mineral locations, claims or leases on this Section? no
4. Are there any abandoned workings on this Section? yes
5. Will it be necessary to cross other State Lands to reach the land under application? no
6. Are there improvements or crops on the land under application? no
7. Indicate on plat the routes of ingress and egress to land under application.
8. Indicate primary type of mineral for which exploration is being conducted. SILVER & GOLD
9. What is the anticipated depth to the top of the ore body? Surface to ?
10. Which type mining operation do you anticipate for the extraction and/or removal of ore and/or mineral? Open Pit x Underground x in situ leaching _____
other _____
11. Indicate the type of exploratory method or methods to be employed:
 - a. EXCAVATIONS: Backhoe (x) Bulldozer () Other () Specify _____
 - b. GEOPHYSICAL: (Type) _____ Geological (x) Geochemical (x)
 - c. DRILLING: () Location: Show location(s) feet to nearest Section lines on plat. Indicate each location on plat, the elevation, hole size, and anticipated T/D. (No drilling shall be commenced without written approval from the Department; a scaled plat showing above information shall be filed with the request for such approval.)

CERTIFICATION

I/WE hereby certify under penalty of perjury that the information contained and statements herein made are to the best of (my/our) knowledge and belief true, correct and complete.

Dated this 23rd day of July, 1985

Douglas K. Martin
Applicant

By: _____

4728 No 21ST Ave PHX AZ 85015
Address

FOR DEPARTMENTAL USE ONLY

my opinion the present land market value of the above described parcel is \$ _____
r acre. _____

Signature of Appraiser _____

Received _____ Amount _____ Receipt No. _____

Approved for the period of _____ Beginning _____ Expiring _____

Recorded by _____ Approved or Denied by _____ Date _____

Denied, Cause: _____

Special provisions to be added to Lease: _____

=====

BLIND TRUST FORM

(To be filled in by Applicant)

This portion of the application **MUST BE COMPLETED** by the applicant before submitting application to the State Land Department.

Indicate whether the application is made in the name of an individual, corporation, partnership, or trust: Individual.

(a) If an individual: Date of Birth 10/4/39 Married _____ Single ☒

(b) If a corporation, submit a copy of the authorization to do business in the State of Arizona obtained from the Corporation Commission.

(c) If a partnership or trust, submit a copy of the partnership or trust document.

(d) If a trust, complete the following:

The name, address, age, citizenship and marital status of each of the beneficiaries, principals, or wards for whom the applicant will hold title are:

NAME	ADDRESS	AGE	CITIZENSHIP	MARITAL STATUS
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____

(e) The trust or other document under which the applicant will hold title is: _____, and recorded in the County of _____, in book _____, page _____, as document number _____.

EXHIBIT B
(Affected Land)

SECTION PLAT SHEET

SECTION _____ TOWNSHIP _____ RANGE _____

COUNTY _____ STATE _____ SCALE 1" = 660'

[illegible]



BRUCE BABBITT
GOVERNOR

Arizona
State Land Department

1624 WEST ADAMS
PHOENIX, ARIZONA 85007



OFFICE OF
STATE LAND COMMISSIONER

NOTICE OF AUTHORIZATION TO CANCEL BOND

DATE: January 29, 1986

D.K. Martin
4728 N. 21st Ave.
Phoenix, AZ 85015

Re: Prospecting Permit Number: 08-86533
Bond Number: 220 65 05

Dear Permittee:

You are hereby noticed that the above referenced prospecting permit has expired and has been cancelled by the Department.

YOU MUST PRESENT THIS LETTER TO YOUR BONDING COMPANY AS AUTHORITY TO CANCEL YOUR BOND. THE DEPARTMENT WILL NOT NOTIFY YOUR BONDING AGENT.

If you have any questions, please contact the Department's Mineral Section at (602) 255-4628.

Sincerely,

Manager
Minerals and Energy Section

cc: PP File



BRUCE BABBITT
GOVERNOR

Arizona
State Land Department

1624 WEST ADAMS
PHOENIX, ARIZONA 85007



OFFICE OF
STATE LAND COMMISSIONER

Date 3/6/86

[
[D.K. MARTIN
[4728 N. 21st AVE.
[PHOENIX, ARIZONA 85015

Lease/Permit No. 08-92561

NOTICE OF LEASE OR PERMIT DOCUMENT(S) ENCLOSED

- XX1. Enclosed is your original lease(s) or permit(s) which has been executed and finalized by the State Land Department. It is recommended that you store this document(s) in a safe place.
2. Enclosed is your original prospecting permit renewal endorsement which has been executed and finalized by the State Land Department. It is recommended that you affix this document to your original prospecting permit.
3. Enclosed is your original amended computer supplement legal description sheet which has been executed and finalized by the State Land Department. It is recommended that you affix this document to your original lease and store it in a safe place.

If you have any questions, contact the State Land Department at (602) 255-4632.

Thank You,

STATE LAND DEPARTMENT

Date January 2, 1986

PROSPECTING PERMIT

_____, the exclusive right, for a period of one (1) year from date, subject to renewals as hereinafter set forth, but in no event beyond the 1st day of January, 1991, to prospect for minerals on the State land hereinafter described upon the following expressed conditions which are a part of the permit.

1. The permittee shall have those surface rights necessary for the prospecting and exploration for mineral, but may remove from the land only that amount of mineral required for sampling, assay and metallurgical testing purposes.
2. The permittee shall have the right of ingress to and egress from the land covered by the permit but only along routes first approved by the State Land Commissioner.
3. The permittee shall be liable to and shall compensate the owner and lessee of the surface of the State land covered by this permit, or across which the permittee exercises the right of ingress and egress, for any loss to such owner and lessee from damage or destruction caused by the permittee, his or its agents or employees, to grasses, forage, crops or improvements upon such State land.
4. This permit shall terminate automatically, as of the end of any annual period from and after the date of issuance thereof unless during such annual period the permittee shall have expended in exploration for valuable mineral deposits on the State land covered by this permit the prescribed amount per acre, file an application for renewal and submit proof of the amount expended on exploration. The amount to be expended during each of the first two annual periods in which this permit may be in effect shall be not less than ten dollars for each acre of land covered by this permit at the commencement of such annual period, and the amount to be expended during each of the last three annual periods in which this permit may be in effect shall be not less than twenty dollars for each acre covered by this permit at the commencement of such annual period.
5. Prior to the termination of any annual period, the permittee may file a release with the State Land Department, releasing acreage covered by this permit provided that the acreage released be contained within one or more rectangular subdivisions of twenty acres more or less, or lots, according to the lines of the public survey.
6. Upon any partial or total relinquishment, or the cancellation or expiration of the permit, other than by issuance of mineral lease, the permittee shall fill any holes, ditches, or other excavations as may be required by the State Land Commissioner and so far as reasonably possible, restore the surface to its former conditions.

This document merely authorizes pursuit of its stated purposes; its existence does not constitute a finding by the Land Department that those purposes may be pursued profitably.

7. The permittee may, prior to expiration of the annual period for which the permit was issued, or prior to the expiration period for which this permit was renewed, file with the State Land Department an application for renewal for the ensuing annual period. This permit shall not be renewed for more than four successive annual periods following expiration of the first annual period.

8. No rental shall be payable for the first annual period for which the permit may be renewed. The rental for each of the three subsequent annual periods following the first annual period for which a permit may be renewed shall be one dollar for each acre of State land for which the application for renewal is filed.

9. The permittee shall file an affidavit of expenditure of the required amount in exploration during the current annual period, together with proof in support of such expenditure.

10. Following discovery of a valuable mineral deposit on the State land covered by this permit within a rectangular subdivision of twenty acres, more or less, or lot, of the public land survey, the permittee may apply to the State Land Commissioner for a mineral lease upon the State land within such rectangular subdivision, or lot.

11. This permit is subject to existing laws and rules and regulations and any laws or rules and regulations hereinafter enacted, or adopted, and in no event shall the State be liable for damages or otherwise under the provisions hereof.

12. The permittee shall not assign or sub-let this prospecting permit, or any right or rights thereunder, without first obtaining the written consent of the State Land Commissioner thereto.

In order to minimize or prevent surface or underground waste and pollution and promote maximum conservation, permittee shall seal or separate oil, gas, helium, water, mineral or other natural resource strata in order to prevent their contents from passing into another stratum.

The Lessee agrees to indemnify, hold and save Lessor harmless against all loss, damage, liability, expense, costs and charges incident to or resulting in any way from any injuries to person or damage to property cause by or resulting from the use, condition or occupation of the land.

The Permittee shall not, for exploration purposes, enter upon that part of the permitted area encompassed by right-of-way and permits granted to the Arizona State Highway Department without the express written permission of the State Highway Engineer and not then until the State Land Commissioner has in writing approved such entry.

The Permittee agrees that any mineral lease of a claim issued as a result of exploratory activity under this permit shall contain an additional and special condition denying the lessee entry to the area encompassed by those rights-of-way and permits mentioned next above for the purposes of extracting and shipping mineral unless and until the State Highway Engineer has given express written permission and not then until the State Land Commissioner has in writing approved such entry.

If at any time during the duration of this Permit the whole or any part of the Permitted premises shall be taken for any quasi-public or public purpose by any person, private or public corporation, or any governmental agency having authority to exercise the power of eminent domain or condemnation proceedings pursuant to any law, general, special or otherwise, this Permit shall expire on the date when the Permitted property shall be so taken or acquired and the Permittee shall have no compensable right or interest in the real property being condemned and shall have no compensable right or interest in severance damages which may accrue to the remaining Permitted property not acquired by condemnation proceedings. Net rent to be paid by the tenant shall be apportioned and paid to the date of such taking.

The State shall be entitled to and shall receive any and all awards, including severance damage to remaining state lands, that may be made for any eminent domain or condemnation proceedings concerning the land which is the subject of this Permit, except that Permittee shall have the right to receive any and all awards or payments made for any buildings or other improvements lawfully placed on the subject property by the Permittee with the approval of the Land Department.

This permit is issued for such leasable minerals now owned by the State of Arizona and in regard to which there has been no reservation by a predecessor in title to the State of Arizona.

Federal records may or may not reflect mineral interest claims that pre-date the state's claim to some or all of these lands; the state does not warrant that it owns the minerals sought to be prospected under this permit.

This permit issued subject to all the rights of the owner of the non-mineral land estate.

Provided however, in regard in those parcels of state lands sold under the provisions of ARS 37-231, providing for a reservation of minerals to the state, there shall be no entry upon such lands by an Arizona State Land Department lessee or permittee without express written approval of the Arizona State Land Commissioner following compliance with Arizona State Land Department Rule #12-5-707D by such lessee or permittee.

"Before significant earth movement may commence, the lessee or permittee hereof shall satisfy the Arizona State Land Department in writing that no significant cultural, historical, antiquity or archaeological values will be destroyed, and, in the event such values will be destroyed, that proper mitigation measures have been agreed upon between said lessee or permittee and the Arizona State Land Department, and further said lessee or permittee shall report all of such values as they are later discovered after such approval is given initially."

Notice of State authority to cancel this contract:

- A. The State may cancel any contract, without penalty or further obligation, made after September 4, 1978 by the State or any of its departments or agencies if any person significantly involved in initiating, negotiating, securing, drafting or creating the contract on behalf of the State or any of its departments or agencies is, at any time while the contract or any extension of the contract is in effect, an employee of any other party to the contract in any capacity or a consultant to any other party of the contract with respect to the subject matter of the contract.
- B. The cancellation shall be effective when written notice from the Governor is received by all other parties to the contract unless the notice specifies a later time.

Native Plant Law:

If the removal of plants protected under the Arizona native plant law is necessary to enjoy the privilege of this document, the permittee hereunder must previously acquire the written permission of the Arizona State Land Department and Arizona Commission of Agriculture and Horticulture to remove those plants.

ADDITIONAL CONDITION

PRIOR TO THE BEGINNING OF ANY EXPLORATION, A PLAN OF OPERATIONS AND RESTORATION MUST BE FILED WITH THE STATE LAND DEPARTMENT AND APPROVED BY THE STATE LAND COMMISSIONER OR HIS DEPUTY.

ASSIGNMENT OF PERMIT

Phoenix, Arizona _____

The application of _____
for permission to assign Permit No. _____ and the application of _____
_____ for the assumption of said Permit, having
been duly considered this _____ day of _____, 19____, and without
waiver of State rights which may exist against the permit assigned, and with this consent not to be
construed as initiating any new rights in assignee of permit, consent is hereby given for the assignment
applied for and it is ordered that the said Permit No. _____ and all rights thereunder be and
are hereby transferred to the said _____.

For the State Land Commissioner

ASSIGNMENT OF PERMIT

Phoenix, Arizona _____

The application of _____
for permission to assign Permit No. _____ and the application of _____
_____ for the assumption of said Permit, having
been duly considered this _____ day of _____, 19____, and without
waiver of State rights which may exist against the permit assigned, and with this consent not to be
construed as initiating any new rights in assignee of permit, consent is hereby given for the assignment
applied for and it is ordered that the said Permit No. _____ and all rights thereunder be and
are hereby transferred to the said _____.

State Land Commissioner

ASSIGNMENT OF PERMIT

Phoenix, Arizona _____

The application of _____
for permission to assign Permit No. _____ and the application of _____
_____ for the assumption of said Permit, having
been duly considered this _____ day of _____, 19____, and without
waiver of State rights which may exist against the permit assigned, and with this consent not to be
construed as initiating any new rights in assignee of permit, consent is hereby given for the assignment
applied for and it is ordered that the said Permit No. _____ and all rights thereunder be and
are hereby transferred to the said _____.

For the State Land Commissioner

Patent Notes:

STATE LAND DEPARTMENT OF ARIZONA
INDEMNITY SCHOOL LANDS

Section 30

Township 18 N

Range 14 W

Indicate Type and Location of Water: ☐ Well ☐ Spring ☐ Stream ☐ Reservoir ☐ Stock Tank

Mohave

County, G. & S. R. B. & M.

S E L E C T I O N S						A P P R O V E D B Y I N T E R I O R D E P A R T M E N T				R E J E C T I O N S , E L I M I N A T I O N S , E X C H A N G E S , E T C .				REMARKS
DATE	LIST No.	Serial No.	Grant	SUBDIVISION	ACRES	DATE	LIST No.	SUBDIVISION	ACRES	DATE	LIST No.	SUBDIVISION	ACRES	
/21/67	8167	A-1592	31 N	L. 2, 3, 4; E ₁ ; E ₂ W ₂	589.37	12/3/68	C. L. #448	L. 2, 3, 4; E ₁ ; E ₂ W ₂	589.37					

ABSTRACT OF ENTRIES


DATE	TYPE of LEASE	LEASE No.	SUBDIVISION	ACRES	NAME	APPR'D	BEGINS	Expires	PAID TO	REJECTED	REMARKS
2-15-69	G	1244 N	6234 E2, E1W2	589.37	KENT N. SMITH	2/22/69	8/11/69	8/20/71			4/21/69 CLASSIFIED GRAZ COM ORDER 521X
2/25/71	G	1244 N	" "	589.37	Kent N. Smith	12/10/71	8/21/71	11/31/74			
1/30/73	P.P.	25390-N	L. 2, 54, E2, E2W2	589.37	G & S Mineral Corp.	10/3/73	10/18/73	10/17/78			10/18/74 Expired
1/12/74	E	1244 N	LOTS 2-4, E3W2, E2	589.37	KENT N. SMITH	3/13/74	2/1/74	1/31/84			
1-18-74	P.P.	29985-N	Lot 4,	36.35	Eugene Dewane	1/19/74	2/4/74	2/3/79			12-4-75 Expired
2-3-76	P.P.	37349-N	Lot 2, E2NW, NE	276.56	C.R. Ward Corporation	6/3/76	6/8/76	6/12/81			6-21-76 Non Completion
2-30-76	PP	37516 N	Lot 3, 4, E2SW	153.65	C.R. WARD Corporation	6/2/76	6/17/76	6/16/81			6/18/76 NON-COMPLETION
2-21-76	PP	39676	LOTS 2, 3, 4, E2SW; E2NW, NE	429.37	Cedar Mineral Co.	1/22/76	5/6/76	5/5/81			12-6-77 Commissioner's Order
2/1/78	PP	69247-N	LOTS 2-3-4, NE, 2NW; E2SW	429.37	Cedar Mineral Co.	8/22/78	9/6/78	9/5/83			1-7-80 Commissioner's Order
7/80	P.P.	78097-N	LOTS 2, 3, 4, NE, 2W2	429.37	Cedar Mineral Co.	2/2/80	2/27/80	2/26/85			3/2/83 Expired 2/27/83
2-17-80	RT G	1244 N	LOTS 2, 3, 4, NE; E2W2, E2	589.37	CARSON Cattle Company, Inc.	9/17/82		1/31/84			
2-13-83	P.P.	86533	Lot 2, 3, 4, E2W2; NE	429.37	D. K. Martin				amend sec app of 5/9/83 - see below		
2-9-83	PP	86502	S2 of LOT 2, LOTS 3 & 4; NE of LOT 2, E2W2; NE	91.09	EDGAR NEWTON STEPHENS	7/26/83	8/10/83	8/9/88			
2-13-83	PP	86533		338.28	D. K. Martin	7/5/83	7/20/83	7/19/88			

ARIZONA STATE LAND DEPARTMENT				INTRAOFFICE MEMO			
TO: Natural Resources				DATE: May 16, 1983			
FROM: Dorine Hiser				SUBJECT: New App - PP-86533 D. K. Martin			
ROUTING ORDER		INITIALS	DATE ROUTED	ROUTING ORDER		INITIALS	DATE ROUTED
	COMMISSIONER				INFO RESOURCES		
	DEPUTY COMM				SURVEY & MAPNG		
	ADMIN SERVICES				CARTOGPH INFO		
	ACCOUNTING				NATURAL RESOURCES		
	DATA PROCESSING				NRCD		
	SALES ACCOUNTING				RANGE		
	PERSONNEL			1	MINERALS		
	OFFICE SERVICES				HYDROLOGY		
	CONTRACTS & RECDS				FORESTRY		
	LEASING				FORESTY MGMT		
B	CASE EXAMINER				FIRE MGMT		
A	RECORDS				SHOP PHX DIST OF		
	URBAN & COM DEV				FLAG DIST OFF		
	URBAN PLANNING				PRESCT DIST OFF		
	SELECT & EXCHNGS				TUC DIST OFF		
	APPRAISAL				BOARD OF APPEALS		
	TUCSON OFFICE						

INITIALS ABOVE WITHOUT COMMENT SHALL INDICATE NO FACTS AVAILABLE OR NO CONTRIBUTION WITHIN DISCIPLINE OF ASSIGNMENT TO ALTER OR NEGATE ACTION PROPOSED

changed to 7/20/83 - 7/19/84
 I.O. Please enter on 88 file. Dates are 7/6/83 thru 7/5/84. Rent: \$858.74
 MAY 20 1983 I.O. CLERK

5/24/83 This parcel was examined 2 1/2 months ago. Recommended approval of application with bond to be set at \$5000.00.
FRQ

5/24/83 Plan requested


RICHARD: Hall Susie has recommended approval of this new PP application. If you concur, please sign the processing sheet and matrix. Thanks Dorine 5/25/83

on 88
 I.O. Please correct legal and acreage per app due to previous filing. Money will be \$676.56.
 JUN 29 1983 I.O. CLERK
 Thanks dph 6/13/83

over

ARIZONA STATE LAND DEPARTMENT

The following information must be submitted to, and approved by the Minerals & Energy Section prior to initiating exploration or mining activities on State land.

1. APPLICANTName of Operator D. K. Martin246-9573

Telephone Number

Address of Operator 4728 N. 21st AvenuePhoenix, Arizona, 85015Name of Field Representative Corwin Coe

(if other than operator)

Address and Telephone Number of Field Representative _____

Box 1001, L.V.S.R., Kingman, Arizona 864012. LOCATIONTownship 18 N Range 14 W Section 30 Subsection _____3. MAPS

Attach as Exhibit A to this Plan a map of the referenced property (a 2" = 1 mile quad map or a U.S.G.S. 15' topographic map) and a sketch map showing details of the proposed operation.

4. ACCESS (Show on Map - Describe and locate any fences)

The proposed route of access is: Existing road on south side of Hair Clapper
wash from cane springs at highway # 93.

5. VEHICLES AND EQUIPMENT

The following vehicles and equipment, listed by type and size, will be used in connection with this operation.

4WD and 2WD pickup trucks. Portable geophysical survey equipment. Possible
follow up drilling with I. R. 335 air track drill and 600 cfm compressor.

6. TYPE OF OPERATION

Describe the type and extent of the operation to be performed. Detailed information is required for any earth moving and site clearance operations. A separate surface disturbance map will be submitted as Exhibit B if such operations are extensive. If the use of water is proposed, describe the source and quantity to be used. Map the location on Exhibit A.

Geophysical survey consisting of induced polarization, resistivity,
and self potential. Geological mapping, sampling, and possible drilling
of selected targets.

All drill holes will have a concrete plug installed at the collar for
a depth of approximately ten feet prior to abandoning.

IF DRILLING IS ANTICIPATED, DESCRIBE PROPOSED METHOD OF PLUGGING AND ABANDONING DRILLHOLES.

D. K. M.
JUL 15 1982



7. ENVIRONMENTAL, LAND AND/OR RESOURCE PROTECTION AND RECLAMATION

Describe actions taken to minimize adverse environmental, land and/or resource impacts. State plans for reclamation of disturbed areas and for erosion control, including provisions for filling excavations, grading of soil banks, blocking of access roads, reseeding, etc.

There should be no adverse environmental impact in the area since only the existing roads will be used and there are presently no plans to do any excavating in the area. The only disturbance will be the drill holes and they will be plugged. No refuse will be left in the the area from this project and an effort will be made to clean up the garbage that already exists on the property.

8. PERIOD OF OPERATION

This operation will begin on October / 1983 and end on October / 1984. If operations are proposed to exceed one year, an addendum to this plan shall be filed.

9. ANTIQUITIES

The applicant agrees to obtain archaeological clearance from the Arizona State Museum prior to the following surface disturbance:

- (A.) Prospecting Permit - All land surface to be affected by exploration activities, including roads, drillpads, etc.
- B. Mineral Lease - All acreage under application. The applicant will be contacted directly by the Arizona State Museum in regard to the above.

10. NATIVE PLANTS

If the destruction or removal of plants protected under the Arizona Native Plant Law is necessary to enjoy the privileges of a permit or lease, the applicant agrees to obtain written permission from the Arizona Commission of Agriculture and Horticulture and to purchase said plants from the Arizona State Land Department, prior to their destruction or removal.

Submitted by: *[Signature]*

Signature

6/13/83

Date

Following Departmental evaluation of this plan, two copies will be sent to the applicant detailing any special conditions required by the Department(below). Applicant shall sign and return one copy which will attach to, and become part of, the permit or lease.

SPECIAL CONDITIONS:

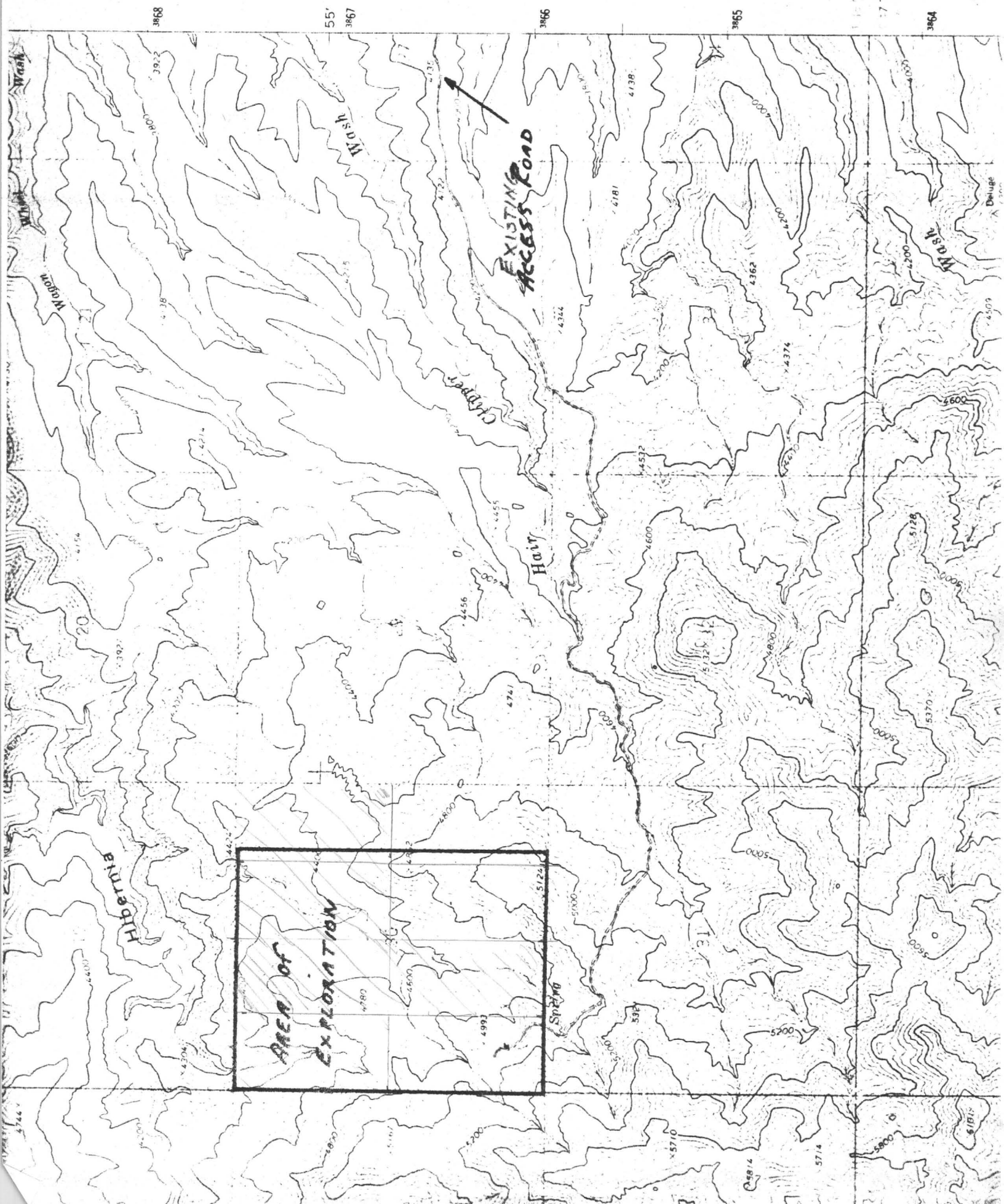
Prior to initiating drilling activities,
proposed drillhole locations shall be
submitted and approved.

Robert Larkin 7/13/83

I agree to abide by the methods and extent of operations described in this plan and the conditions listed above.

JUL 15 1982

Signature





D.K. MARTIN & ASSOCIATES
Mining Development & Administration
4728 N. 21st Avenue
Phoenix, Arizona 85015

Mr. Cory Coe
Arizona Silver
P. O. Box 1001
LVSR
Kingman, Arizona 86401

3 October 1983
RE: Silverado Mine

Dear Cory:

I spoke with Rudy Friday, since have not been successful in contacting you at the motel. He indicated I should send the Prospecting Permit records to you.

Attached are copies of the State Land Records in regards to the Silverado Mine area.

Page one shows there were no entries on 5/13/83 when a record check was made and the application was submitted. I also met with the mineral examiner and explained the property had previously been inspected and approved for prospecting permits.

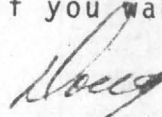
On June 13th, the land department discovered they had failed to log in a previous application. This meant our application had to be amended. This they did, and never informed me until I re-examined the books and discovered same.

I requested an explanation to the unfairness and also as to their justification of amending the application without prior approval from me.

I was informed I was to approve the change on the permit mailed to me. These papers were found in the file jacket at the State Land Department. I did, however receive them today (pages 4,5 & 6).

Mr. Stevens filing was looked at, and indeed he filed for the 91 acres on 5/9/83, or so the State stamp shows. No matter what mistakes the office personell has made, I was told, the date stamp takes precedence over all.

Sorry this happened, and please tell me if you want to retain the remainder of the permit.


Very truly yours,

Douglas K. Martin

(602) 246-9573

Lurwaes 1011-1410 211

1811-1410 121633

Sec 19 137415 ←

187636

Sec 30

124075

137415

140218

124075

Sec 21

121633

124075

137415

25

187636

138812

31



BRUCE BABBITT
GOVERNOR

Arizona
State Land Department

1624 WEST ADAMS
PHOENIX, ARIZONA 85007



OFFICE OF
STATE LAND COMMISSIONER

NOTICE OF AUTHORIZATION TO CANCEL BOND

DATE: January 29, 1986

Douglas K. Martin
4728 N. 21st Ave.
Phoenix, AZ 85015

Re: Prospecting Permit Number: 08- 86502
Bond Number: 28043630

Dear Permittee:

You are hereby noticed that the above referenced prospecting permit has expired and has been cancelled by the Department.

YOU MUST PRESENT THIS LETTER TO YOUR BONDING COMPANY AS AUTHORITY TO CANCEL YOUR BOND. THE DEPARTMENT WILL NOT NOTIFY YOUR BONDING AGENT.

If you have any questions, please contact the Department's Mineral Section at (602) 255-4628.

Sincerely,

Manager
Minerals and Energy Section

cc: PP File

SECTION, TOWNSHIP AND RANGE MUST BE INCLUDED IN THE LEGAL DESCRIPTION
RESTORATION AND DAMAGE BOND

KNOW ALL MEN BY THESE PRESENTS:

Bond No. BND 2226 714

That we, D. K. Martin
AS Principal, and Continental Insurance Company
a corporation organized under the laws of the State of New Hampshire, with its
principal office in the City of Piscataway, New Jersey, and duly authorized to trans-
act surety business in the State of Arizona, as Surety, are held and firmly bound unto the
State of Arizona for the use and benefit (1) of the State of Arizona, and (2) of any lessee,
under a lease issued or to be issued by the State of Arizona, covering the use of the sur-
face of State Land hereinafter described, as Obligee, in the full penal sum of \$2,000
Dollars, lawful money of the United States, for the payment of which, well and truly to be
made, we bind ourselves, our heirs, executors, administrators, successors and assigns,
jointly and severally, firmly by these presents.

Signed, sealed and dated this 2nd day of January, 19 86

WHEREAS, the above bounden Principal is about to obtain from the State of Arizona a
(XXXXX) (lease) Number 08-92561, for a term of One years, covering the
State Land described as follows:

Lots 2 through 4; E2W2 Section 30, Township 18 North,

Range 14W C&SRB&M

together with right of ingress and egress over State land described as follows:

AND

WHEREAS, the Principal is required by law to file and maintain in force with the State
Land Commissioner a bond conditioned as hereinafter set forth.

NOW, THEREFORE, it is the condition and obligation of this bond that if principal in
conducting any mining exploration, development or operation fails to comply with the
terms of the lease or permit, or otherwise by the end of the lease or permit fails to pro-
vide for the safety and protection of human life and livestock by the adequate fencing
and/or other closing or filling of all shafts, prospect holes, adits, tunnels and other dan-
gerous mine workings, insofar as it is reasonable, as determined by the Commissioner,
or fails to restore the surface of the subject property as nearly as possible to its con-
dition immediately prior to the issuance of this lease or permit then the above bounden
surety shall promptly pay to the State of Arizona and lessee of the surface of State Land
covered by the aforesaid lease or permit or across which the principal exercises the
right of ingress or egress, for any loss to the State of Arizona and such lessee for dam-
age or destruction caused by the principal, his agents or employees, to land surface,
grasses, forage, crops and improvements upon such State Lands resulting from princi-
pal's use and occupancy of the land under the lease or permit.

PROVIDED, regardless of the number of years this bond shall continue or be continued
in force and of the number of premiums that shall be payable or paid, the Surety shall
not be liable hereunder for a larger total amount, in the aggregate, than the penal sum of
this bond.

PROVIDED FURTHER, the Surety named herein may cancel this bond and be relieved of
any further liability hereunder by giving thirty (30) days notice, in writing, of its desire
to do so to the Commissioner of the Land Department, of the State of Arizona, Phoenix,
Arizona.

By: Mark Hester, Attorney-in-Fact

Surety

D. K. Martin

By

Principal

The Continental Insurance Company

80 Maiden Lane, New York, New York 10038

GENERAL POWER OF ATTORNEY

Know all men by these Presents, That THE CONTINENTAL INSURANCE COMPANY has made, constituted and appointed, and by these presents does make, constitute and appoint

Mark S. Hester of Phoenix, Arizona

its true and lawful attorney, for it and in its name, place, and stead to execute on behalf of the said Company, as surety, bonds, undertakings and contracts of suretyship to be given to

all obligees

provided that no bond or undertaking or contract of suretyship executed under this authority shall exceed in amount the sum of

Five Hundred Thousand (\$500,000) Dollars.

This Power of Attorney is granted and is signed and sealed by facsimile under and by the authority of the following Resolution adopted by the Board of Directors of the Company on the 1st day of November, 1977:

"RESOLVED, that the Chairman of the Board, the Vice Chairman of the Board, the President, an Executive Vice President or a Senior Vice President or a Vice President of the Company, be, and that each or any of them is, authorized to execute Powers of Attorney qualifying the attorney named in the given Power of Attorney to execute in behalf of the Company, bonds, undertakings and all contracts of suretyship; and that an Assistant Vice President, a Secretary or an Assistant Secretary be, and that each or any of them hereby is, authorized to attest the execution of any such Power of Attorney, and to attach thereto the seal of the Company.

FURTHER RESOLVED, that the signatures of such officers and the seal of the Company may be affixed to any such Power of Attorney or to any certificate relating thereto by facsimile, and any such Power of Attorney or certificate bearing such facsimile signatures or facsimile seal shall be valid and binding upon the Company when so affixed and in the future with respect to any bond, undertaking or contract of suretyship to which it is attached."

In Witness Whereof, THE CONTINENTAL INSURANCE COMPANY has caused its official seal to be hereunto affixed, and these presents to be signed by one of its Vice Presidents and attested by one of its Assistant Vice Presidents this 3rd day of March, 1982.

THE CONTINENTAL INSURANCE COMPANY

Attest:



T.H. Stephens, Assistant Vice President



By



M.L. Ford, Vice-President

STATE OF NEW YORK }

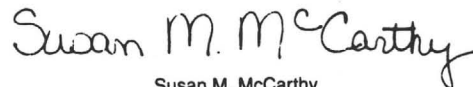
COUNTY OF NEW YORK }

ss.:

On this 3rd day of March, 1982, before me personally came M. L. Ford, to me known, who being by me duly sworn, did depose and say that he resides in Summit, in the County of Union, State of New Jersey, at 768 Springfield Avenue; that he is a Vice President of THE CONTINENTAL INSURANCE COMPANY, the corporation described in and which executed the above instrument; that he knows the seal of the said corporation; that the seal affixed to the said instrument is such corporate seal; that it was so affixed by order of the Board of Directors of said corporation and that he signed his name thereto by like order.



CERTIFICATE



Susan M. McCarthy
A Notary Public of New Jersey
My Commission Expires Feb. 17, 1987

I, the undersigned, an Assistant Secretary of THE CONTINENTAL INSURANCE COMPANY, a New Hampshire corporation, DO HEREBY CERTIFY that the foregoing and attached Power of Attorney remains in full force and has not been revoked; and furthermore that the Resolution of the Board of Directors, set forth in the said Power of Attorney, is now in force.

Signed and sealed at the City of New York. Dated the

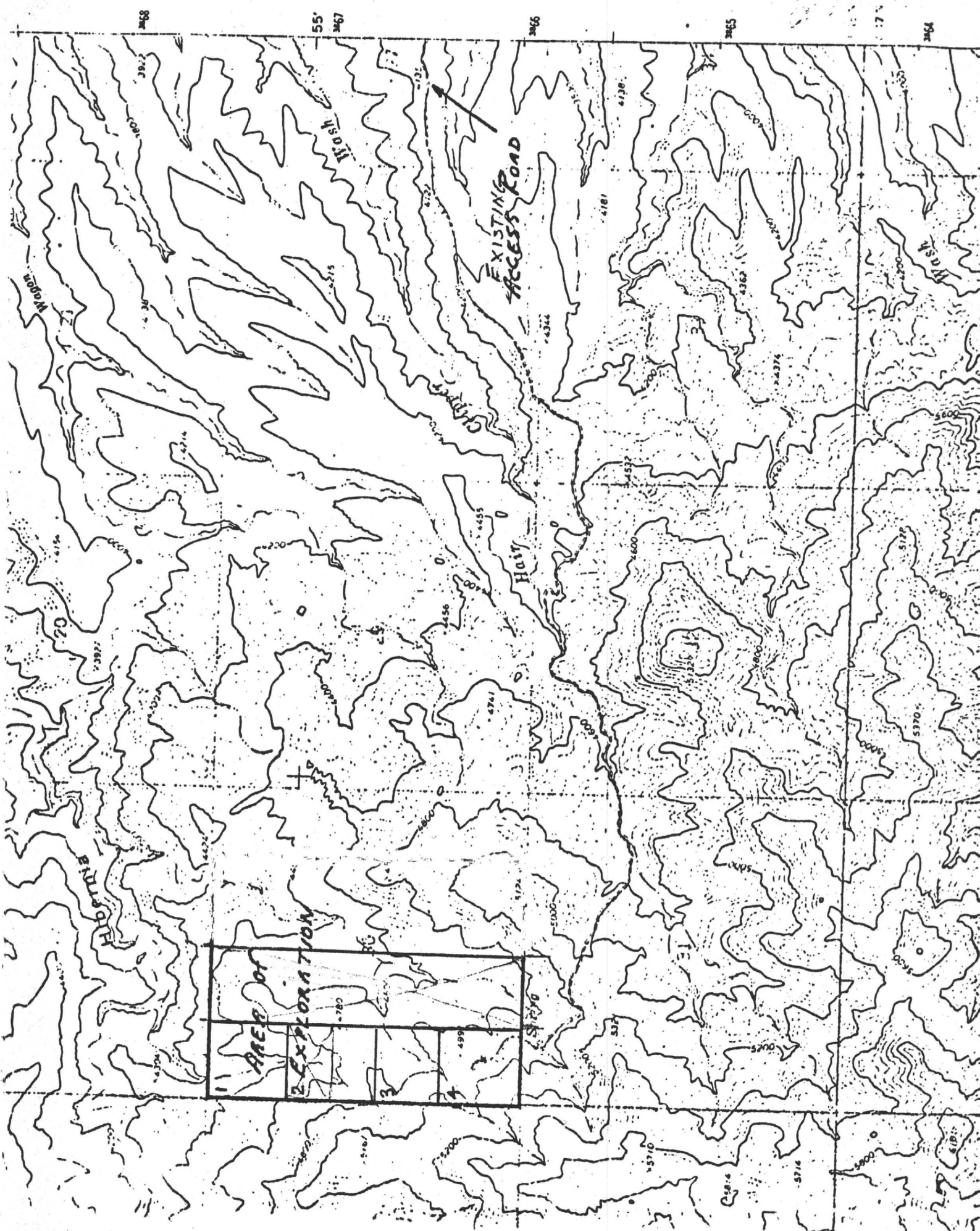
day of

, 19





James M. Keane, Assistant Secretary



"Time Stamped at Request
of Filer."

STATE LAND

1905 NOV -8 PM 3:50

DEPARTMENT

ARIZONA STATE LAND DEPARTMENT
Nonrenewable Resources & Minerals

Plan of Operation

The following information must be submitted to, and approved by the Department prior to initiating exploration or mining activities on State land. The plan is approved for a period of one year beginning on the date approved. Any change in the below described operations must first be approved by the Department.

Plan evaluation and approval may require 30 days.

PROSPECTING PERMIT OR MINERAL LEASE NUMBER(S) 08-92561

NAME IN WHICH ISSUED D. K. Martin

NAME OF OPERATOR Same TELEPHONE 246-9573

ADDRESS OF OPERATOR 4728 N. 21st Ave. Phx. Az. 85015

NAME OF FIELD REPRESENTATIVE C. Coe
(If different than operator include address and telephone)

1) LAND DESCRIPTION AND MAP

Attach as Exhibit A to this Plan a topographic map of the referenced property.

County Mohave Township 18 N Range 14 W Section(s) 30

2) PERIOD OF OPERATION

The operation is proposed to begin on March 86 and end on March 87.
If operations are proposed to exceed one year, an addendum to this plan must be filed prior to the plan expiration date.

3) ACCESS

Show on Exhibit A existing and proposed routes. Describe in detail the extent of all improved or newly constructed access. Note any locked gates.

Travel on existing road through locked gate on south side
of Hair Clipper Wash from Cane Springs at Hwy 93

4) VEHICLES AND EQUIPMENT

List by type and size all vehicles and equipment which will be used in connection with the operation. Include the capacity of concentrators for placer operations. 4WD and 2WD pickup trucks, portable
geophysical survey equipment

5) SCOPE AND TYPE OF OPERATION

Describe the type and extent of the operation to be performed. Include the estimated area of disturbance and provide detailed information for any earth moving or site clearance operations. For placer type exploration include the amount of material to be processed from each test site, and the dimension of test sites.

Estimated area of disturbance: Zero

Geophysical survey consisting of IP resistivity and self
Potential. Geological mapping and sampling.

6) AFFECTED LAND

Indicate to the nearest 300 feet the location of all proposed prospecting sites (Exhibit A). If necessary complete Exhibit B or provide coordinate description (topographic grid or distance from section corner). For placer type exploration include the location of concentrators.

Coordinate description: Submit as an attachment.

7) DRILLING

For all drilling operations indicate the type of drilling operation, drilling medium (air, water e.g.), hole diameter, and proposed total depth.

* Hole I.D.	Total Depth	Hole I.D.	Total Depth	Hole I.D.	Total Depth

If drilling is anticipated indicate the method of plugging and abandonment. Indicate the marsh funnel viscosity if applicable.

8) WATER USE

If the use of water is required, describe the location and quantity to be used.

9) RECLAMATION

Describe actions taken to minimize environmental impacts and state plans for reclamation of disturbed areas. If applicable include measures for erosion control, recontouring, seed bed preparation, method of seeding, seed species, etc. Unless otherwise approved reclamation is to be completed within the approved plan period of one year.

There should be no adverse environmental impact in the area. Only existing roads will be used and there are presently no plans for excavation. No refuse will be left in the area from this project and all efforts will be made to clean up the garbage that presently exists.

10) ANTIQUITIES AND NATIVE PLANTS

If required, the applicant agrees to obtain archaeological clearance prior to the following surface disturbance:

A. Prospecting Permit: All land surface affected by exploration activities including access roads.

B. Mineral Lease: All acreage under application. The applicant will be directly contacted by the Arizona State Museum.

Archaeological clearance must be obtained through the Arizona State Museum.

* Hole I.D. - Identification number

10) ANTIQUITIES AND NATIVE PLANTS (cont.)

If the destruction or removal of protected plants is necessary to enjoy the privileges of a permit or lease, the applicant agrees to obtain written permission from the Arizona Commission of Agriculture and Horticulture. The applicant also agrees to purchase said plants from the Arizona State Land Department. Native plants are as described under the Arizona Native Plant Law.

APPLICANT: DK Martin 2/10/86
Signature and Date

Applicant must be the permit holder or duly authorized representative.

Following the Department's evaluation of this plan, two copies will be sent to the applicant noting any conditions which may be required by the Department. The applicant shall sign and return one copy which will attach to, and become a part of, the permit or lease.

CONDITIONS OF APPROVAL: _____

Applicant agrees to abide by the methods and extent of the operations described herein. Applicant also agrees to abide by the above listed CONDITIONS OF APPROVAL.

APPLICANT: _____
Signature and Date

FOR DEPARTMENT USE ONLY

PLAN NUMBER _____

BOND AMOUNT _____

APPROVED FOR THE PERIOD: BEGINNING _____ EXPIRING _____

APPROVED BY: _____

REASONS FOR DENIAL: _____

DATE OF PERMIT OR LEASE ISSUE: _____

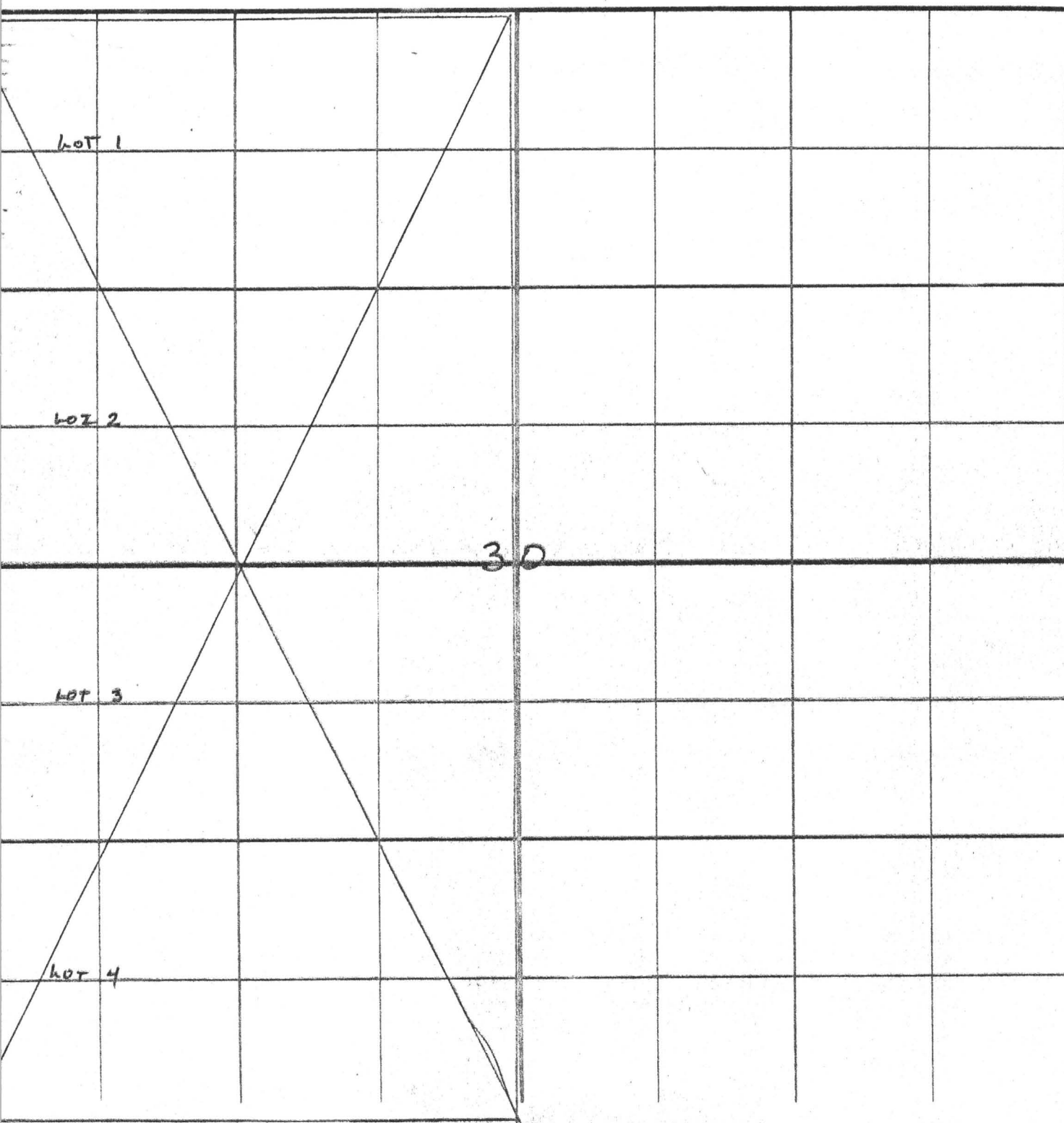
DATE LAST PLAN SUBMITTED: _____ PLAN NUMBER _____

REMARKS: _____

EXHIBIT B
(Affected Land)

SECTION PLAT SHEET

SECTION 30 TOWNSHIP 18 NORTH RANGE 14 WEST
COUNTY MOHAVE STATE ARIZONA SCALE 1" = 660'



Date January 2, 1986

PROSPECTING PERMIT

_____, the exclusive right, for a
period of one (1) year from date, subject to renewals as hereinafter set forth, but in no event beyond
the 1st day of January, 19 91

6. Upon any partial or total relinquishment, or the cancellation or expiration of the permit, other than by issuance of mineral lease, the permittee shall fill any holes, ditches, or other excavations as may be required by the State Land Commissioner and so far as reasonably possible, restore the surface to its former conditions.

This document merely authorizes pursuit of its stated purposes; its existence does not constitute a finding by the Land Department that those purposes may be pursued profitably.

Phone 602-966-7374

SILAS C. BROWN & ASSOCIATES
GEOLOGICAL CONSULTANTS

2401 W. Southern Ave. B-78
Tempe, Arizona 85282

GEOLOGICAL INVESTIGATION

SILVERADO - HIBERNIA VEIN SYSTEM
Mohave County, Arizona

for

D. K. Martin
dba
Conar Resources

16 June 1983

GEOLOGICAL INVESTIGATION
SILVERADO - HIBERNIA VEIN SYSTEM
Mohave County, Arizona

LOCATION:

The Silverado - Hibernia prospect consists of one patented mining claim, the Hibernia, located primarily in the southwest corner of Section 19, Twp. 18 N., Rge. 14 W., and two Arizona State Prospecting Permits (86502 and 86533) encompassing the Silverado Mine located in the southwest corner of Section 30, Twp. 18 N., Rge 14 W., G&SRB&M, Maynard Mining District, Mohave County Arizona.

The two mines are situated approximately one mile apart in fairly rugged terrain on the eastern slope of the Wallapai Mountains. The property is accessible from U.S. Highway 93 at Cane Springs via 10 miles of an unimproved, unmaintained road.

SCOPE OF REPORT:

Facts and opinions contained in this report are based on data gathered during a detailed field investigation of the vein system described below. Land status, regional geology, history and production from the property are beyond the scope of this report.

GEOLOGICAL INVESTIGATION
SILVERADO - HIBERNIA VEIN SYSTEM
Mohave County, Arizona

LOCATION:

The Silverado - Hibernia prospect consists of one patented mining claim, the Hibernia, located primarily in the southwest corner of Section 19, Twp. 18 N., Rge. 14 W., and two Arizona State Prospecting Permits (86502 and 86533) encompassing the Silverado Mine located in the southwest corner of Section 30, Twp. 18 N., Rge 14 W., G&SRB&M, Maynard Mining District, Mohave County Arizona.

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SCOPE OF REPORT:

Facts and opinions contained in this report are based on data gathered during a detailed field investigation of the vein system described below. Land status, regional geology, history and production from the property are beyond the scope of this report.

GEOLOGY:

The Silverado - Hibernia Vein outcrops intermittantly for the full one mile distance between the two mines. In areas of steep relief and heavy alluvial cover, the vein location can be inferred by trailing vein fragments up-slope to the point of origin. By utilizing the outcrop location by direct examination and the inferred locations from talus termination, the vein appears to be a continuous structure from the Silverado Mine to the Hibernia Mine. (See Map #1)

A true fissure vein exists where quartz occupies the open spaces along a fracture in the granite country rock. The Silverado - Hibernia Vein strikes between North 12° West at the Silverado Mine, to North 5° East in the vicinity of the Hibernia Mine. This indicates a slight curve in the vein trend and suggests the possibility of radial fracture. Dips vary from 64° West to 85° West at the Silverado Mine, to 61° East to 69° East at the Hibernia Mine. Rollover of vein dip occurs 800 to 900 feet north of the Silverado shaft, as as would be expected, the dip increases as the point of rollover is approached. Only true dips at clear contacts are plotted on Map #1. Questionable measurements were omitted.

Coincidentally, in the vicinity of the dip rollover and the main flexure in the vein, is the location of a significant quartz spur off the main vein. This assemblage of structural and physical anomalies warrants further examination.

Geology (continued)

Vein widths vary from 23 feet at the Silverado open cut to 15 feet at the Hibernia shaft. Between the two, widths generally pinch and swell, but average nearly 11 feet where measurable on the outcrop. Widths may possibly narrow where the vein does not outcrop and its location is inferred by float.

Vein mineralogy, as evidenced at the Silverado and Hibernia Mines, consist primarily of quartz with galena, chalcopyrite and pyrite occurring as veinlets and blebs within the quartz. Calcite, siderite and barite(?) were observed at the Hibernia and copper carbonates were observed at both mines. No minerals, other than quartz and minor iron oxides were noted in the outcrop or float in the remainder of the vein. The vein quartz is primarily white to blue-grey, very fine grained with occasional drusy cavities. An exception to note is in the vicinity of the vein spur where float and outcrop of the main vein contains abundant iron oxide staining and limonite filled cavities. The spur itself is atypical in texture and mineralogy being more characteristic of a pegmatite with large, euhedral, pink feldspar crystals in white amorphous quartz.

CONCLUSIONS AND RECOMMENDATIONS:

On the basis of field observations, ore deposits appear to be limited to pods, although, all assays show some silver and lead mineralization. Favorable loci for ore deposition in fissure veins appears to be at flexures, vein junctions and vein rollover.

While the old workings at the Silverado and Hibernia Mines appear to be pods, the existence of vein flexure, rollover and the quartz spur, plus the favorable assay results, justifies a drilling program.

Three drill holes are proposed as shown on Drawing #2, which should adequately test the anomalous zone of the quartz spur and the major vein.

Suggested Drilling Program

<u>DH</u>	<u>Depth</u>	<u>Angle</u>	<u>Bearing</u>
#1	200'	37°	N 67° W
#2	180'	41.5°	N 90° W
#3	200'	39.5°	S 66° W

Alternative Drilling Program

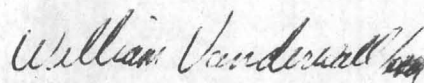
#1	110'	70°	N 67° W
#2	110'	70°	N 90° W
#3	100'	68°	S 66° W

Conclusions (continued)

The alternative program may be preferable. The total depths are considerably less and the angles more towards vertical. No extensive road building would be necessary for this plan. Any final program within the limits of the above suggestions would be acceptable. If stream gravels present a problem, this can be solved by either dozing the gravels from the drilling site to bedrock or moving adjacent to the wash, still testing the anomalous zone.

If one or two of the drill holes indicate acceptable ore, it would be advisable to test the vein at a depth of plus or minus 200 feet. This will determine the extent of the ore body and the water table. Additional test holes at or near the sample locations #4 and #6, which are near the Silverado Mine, will assist in the evaluation.

Respectfully submitted,



William Vanderall
Geologist
Az. Reg. No. GIT34

16 June 1984
Inclusions:
Map #1
Drawing #2
Composit Topographical Map
Sample Descriptions
Assay Report

SAMPLE DESCRIPTIONS

Quartz and gouge zone at Silverado Open Cut. West to East across vein. Total 23':

- 1) Fractured quartz with minor FeOx, CuCO₃ stain, small chalcopyrite and pyrite blebs. 5' channel
Assay Results: Ag 0.986 oz/tn Pb 106 ppm
- 2) Mostly gouge, red-brown, friable clay. 5' channel with granite inclusions.
Assay Results: Ag 0.557 oz/tn Pb 98 ppm
- 3) Quartz - same as #1. 5' channel
Assay Results: Ag 0.493 oz/tn Pb 26 ppm
- 4) Quartz - same as #1. 5' channel
Assay Results: Ag 10.150 oz/tn Pb 167 ppm
- 5) Quartz with very fine grain clay gouge. 3' channel
Assay Results: Ag 0.284 oz/tn Pb 21 ppm

Area North of Silverado Mine:

- 6) Fracture quartz with 50% clay gouge. 19' channel
Assay Results: Ag 5.626 oz/tn Pb 50 ppm

Area Near Vein Rollover:

- 7) Quartz, white to blue-grey, minor vugs with limonite. 13' channel
Assay Results: Ag 7.250 oz/tn Pb 3210 ppm

Approximate mid point between Silverado & Hibernia:

- 8) Quartz, white to blue-grey, drusy vugs. 11' channel
Assay Results: Ag 0.345 oz/tn Pb 148 ppm

Fractured quartz, heavy FeOx stain at Hibernia Shaft. West to East across vein. Total 15':

- 9) Quartz, FeOx stain. 5' channel.
Assay Results: Ag 0.383 oz/tn Pb 229 ppm
- 10) Quartz, FeOx stain. 5' channel.
Assay Results: Ag 0.142 oz/tn Pb 186 ppm
- 11) Quartz, FeOx stain. 5' channel.
Assay Results: Ag 0.177 oz/tn Pb 133 ppm

Area Near Hibernia Stockpile:

- 12) Grab sample of quartz with Ca(?), chalcopyrite, pyrite blebe and veinlets all stained with CuCO₃. Some Copper Carbonite and barite(?).
Assay Results: Ag 8.990 oz/tn Pb 23000 ppm

NORTH AMERICAN ASSAY COMPANY

1022 West 23rd Street
Tempe, Arizona 85282
(602) 894-0919

Job Number MA-1449

Page 1 Of 1

Date June 13, 1984

ANALYTICAL REPORT

<u>Client I.D.</u>	<u>Lab #</u>	<u>Geochemical Analysis</u>	
		<u>Ag</u> <u>(ppm)</u>	<u>Pb</u> <u>(ppm)</u>
1	1	34.0	106
2	2	19.2	98
3	3	17.0	26
4	4	350.0	167
5	5	9.8	21
6	6	194.0	50
7	7	250.0	3210
8	8	11.9	148
9	9	13.2	229
10	10	4.9	186
11	11	6.1	133
12	12	310.0	23000

These analysis opinions or interpretations are based on observations and materials supplied by the client to whom and for whose exclusive and confidential use this report is made. The interpretations or opinions expressed represent the best judgements of North American Assay Company, all errors or omissions excepted; but North American Assay Company and its officers and employees assume no responsibility and make no warranty or representations as to the productivity, proper operations, or profitability of any mineral deposit in connection with which such report is used or relied upon.

Client Name: D.K. Martin & Associates
Address: 4728 N. 21st Avenue
Phoenix, AZ 85015
Telephone: 246-9573

Samples Submitted By: D.K. Martin
Date Received: June 7, 1984

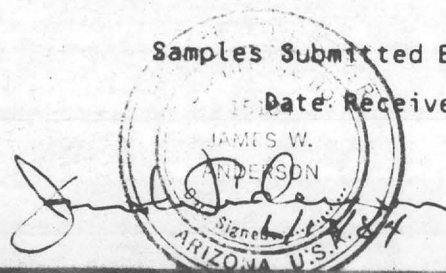


EXHIBIT C

SILVERADO PROJECT

Unpatented Lode Claims located on United States (Federal)
Property:

<u>DESIGNATION</u>	<u>BOOK</u>	<u>PAGE</u>
Silverado #1	326	58
Silverado #2	326	60
Silverado #3	326	62
Silverado #4	326	64
Hibernia #1	326	66
Hibernia #2	326	68
Hibernia #3	326	70
Hibernia #4	326	72
Hibernia #5	326	74
Hibernia #6	326	76
Hibernia #7	326	78
Hibernia #8	326	80
Hibernia #9	326	82
Hibernia #10	326	84

Arizona State Land Lease:

PP# 08-37516 SW $\frac{1}{2}$ 30, 18N 14W 160 acres
 PP# 08-37349 Lot 2 30 18N 14W 36.56 acres
 NE $\frac{1}{4}$ 30 18N 14W 160 acres
 E $\frac{1}{2}$ NW $\frac{1}{4}$ 30 18N 14W 80 acres

Located and recorded in Mohave County, Maynard Mining District,
 Arizona; Township 18 North; Range 14 West; Sections 19, 30, and
 31 of the G. & S.R.B. & M.

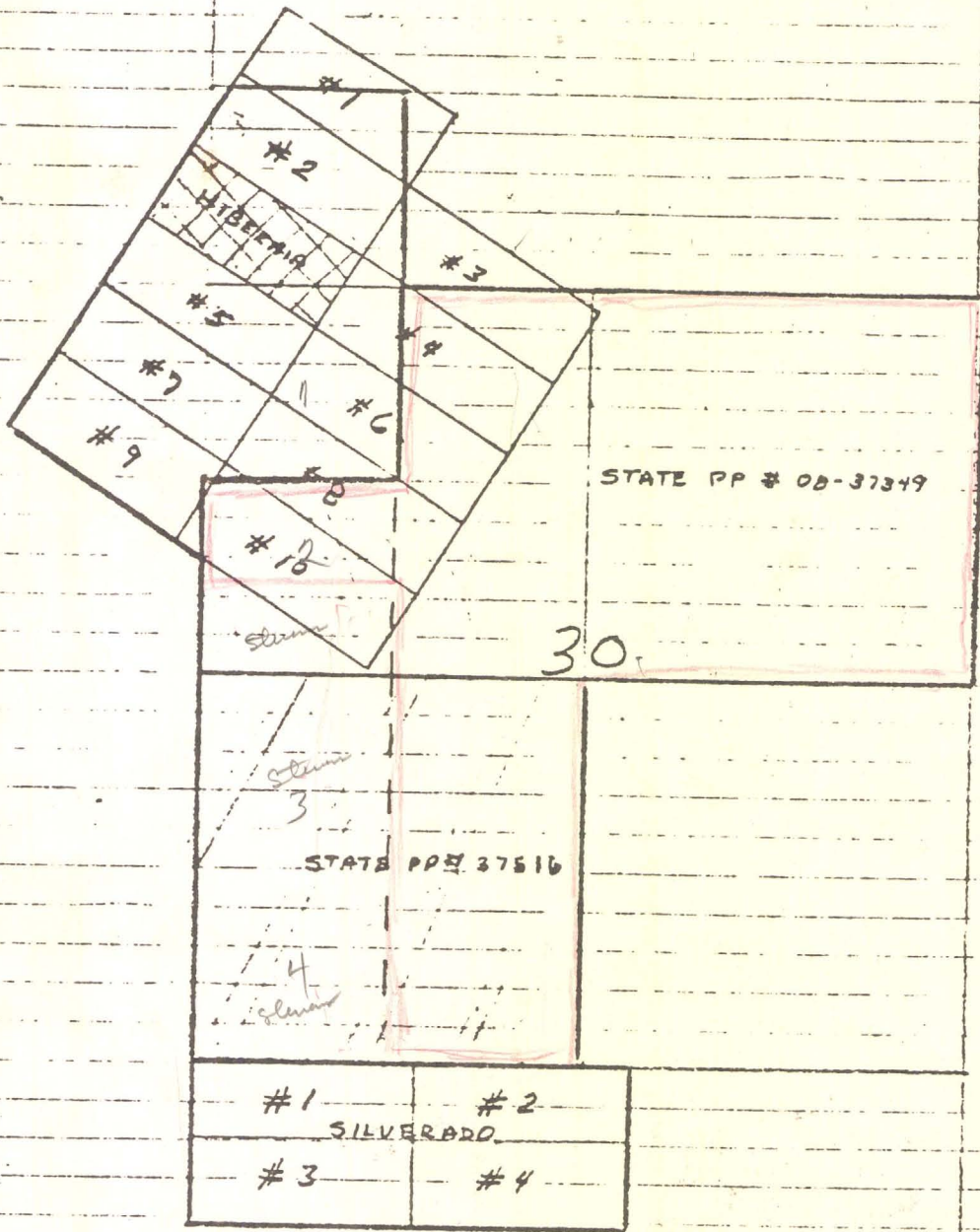
*12/18/82 -
 Cedar Mineral Company
 PP signed 2/26/85*

*320
 35.56
 355.56
 80
 435.56*

SILVERADO BOUNDARY SKETCH

24

19



25

30

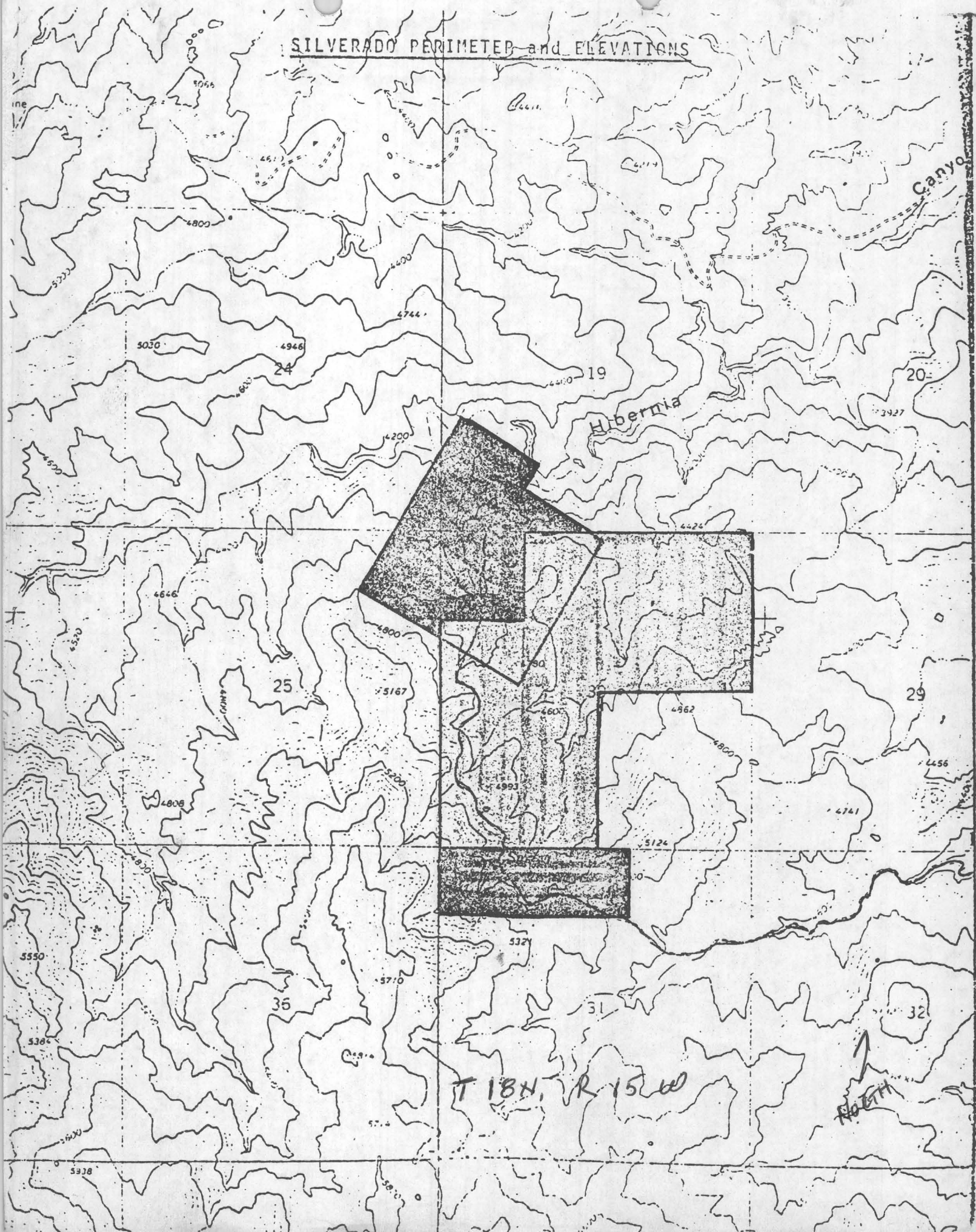
36

31

R-15-3
R-14-3

T. 18 NORTH

SILVERADO PERIMETER and ELEVATIONS



**cedar valley
mines**

SILVERADO MINE

Parcel # 186



Cedar Mineral Co.

4728 North 21st Avenue
Phoenix, Arizona 85015

(602) 242-8345

PARCEL # 186

LOCATION:

The property is located in Maynard Mining District, Mohave County, Arizona; Sections 19, 30 and 31; Twnshp 18 N., Rnge 14 W., of the G&SRB&M, in the Hualapai Mountain Range, 9 miles due west of the Cane Springs Road and State Highway #93. From Kingman or Phoenix, State Highway #93 is paved. A dirt and graded road from Cane Springs has been maintained for approximately 6 miles. The next 6 miles has had no improvements or maintainance for the past 5 years. The road and property now will need approximately 3 weeks of dozer work for exploration development and haulage access to all points of the property.

HISTORY & GEOLOGY:

In the late 1800's one lense of high grade oxide silver ore was mined, packed by burro train to the Colorado River and shipped by water to Swansea, Wales, for reduction; the ore assaying from 100 ounces to several hundred ounces per ton. This shipment of ore is reported to have brought the shippers a return of about \$125,000. The ore was so rich there was but little cobbings left on the dumps; the ore being readily detected by the greenish and black stain.

Only a small amount of ore has been shipped from the property since that time. This mine is known as one of the rich silver properties of Mohave County.

The last owners restaked this property in 1964 and shipped ore from their exploration cuts while continuing to sink the main shaft from 68 feet to 110 feet.

At the 100 foot level, a drift approximately 470 feet was driven along the vein. Due to the high smelter and shipping cost (as shown on the attached smelter receipts), shipping was discontinued.

As stated before, mining in the past was done for surface or oxide ores, and the starting of a double compartment shaft to reach the sulfide zone at water level. At 60 feet, sulfide ore was encountered that assayed 470 ounces of silver per ton.

At the portal of a short tunnel, 18 to 30 inches of good ore can be seen. The work performed as assessment showed this particular shoot of ore to go down as evidenced in the bottom of the shallow winze which was sunk.

The Hibernia Vein is a quartz filled fissure in the Precambrian granite and most persistant in length, being traceable for several miles.

Superficial cuts, pits and two short tunnels expose several very rich shoots of typical oxidized silver ore over an intermitent length of this vein. The major outcrop stands boldly above the surface, often showing twenty feet in width.

The Hibernia mine has proved, almost without exception, a high grade zone of enriched sulfide ore at water level, invariably directly below identical oxidized shoots. The silver ores are associated with the quartz pegmatite veins.

Mr. T. MacSmith, in his 1940 report states,
"Every indication points to a big producer with further development in the right way - sinking and drifting."

AREA GEOLOGY:

It is also Mr. S. Jones' observation, while operator and consultant for several properties in the Hualapai Mountains, that the silver bearing veins are in the great majority of instances associated with pegmatite veins such as are noticed on this property, and at other points in the immediate vicinity.

These pegmatites represent segregations of massive quartz and coarse feldspar crystals from a molten intrusion of granitic rock into the greatly older Precambrian rocks of the neighborhood. These pegmatite dykes are usually roughly tabular in shape and represent the filling fissure developes along lines of weakness of a contracting cooling magma. Any subsequent earth movement would have a tendency to re-open the old fissures with a consequent shattering of the pegmatite veins occupying them. Owing to the brittle nature of the minerals, quartz and feldspar, the pegmatite veins readily yield to shattering forces. In the open spaces in the pegmatite veins the primary silver bearing minerals were deposited. In the next stage, the veins were affected and altered by oxidation and an erosion the period of secondary enrichment.

The general area is underlain by granitic gneiss rocks of older Precambrian type. At the mine there are apparently discontinuous quartz veins or lenses of milky to bluish quartz, considerably mineralized with silver and lead.

The Silverado vein is undoubtedly fissure and the southerly extension of the Hibernia Vein which produced approximately \$175,000 in rich silver ore from its upper levels.

The vein is quartz and its harder portions crop several feet above the surface of the granite and schist. Some faulting is shown at the surface and frequent crushed zones would indicate vein movements. Mineral is present in both the solid and crushed portions of the vein.

Only the top ore that was left in the raise where the rich silver was mined to ship to Swansea, is in sight at the present time, but that shows very plainly what can be expected with development, for the vein is wide, the ore rich, and the quartz vein a true fissure.

PROCESSING:

The sulfide ores of this district are very easily treated by floatation, usually giving a rich concentrate and high ratio of concentration with an exceptional clean tailing, 95% to 98% extraction, of silver value is not unusual.

COMMENTS AND REMARKS:

It is probable that sufficient ore would be taken out of the Silverado during the three or four months period of exploration to

meet the expenses incurred, while there is a good possibility of taking out ores having similar values to those taken from the same vein on the adjoining Hibernia Property, which would make the initial expense of exploiting this property seem infinitely small in comparison.

Mr. L. V. Root states,

"I can say that in my four years of scouting in Mohave County, I have visited no property which shows such possibilities of quick results with such a small investment."

Mr. R. C. Jacobson states,

"I consider the prospect most promising. The vein outcrop is very strong and of good width, the little development done so far, has been confined to prospecting for high grade shipping ore. Two Hundred ounces or over; with some success; but I believe a very profitable ore shoot is likely to result from deeper development, if projected into the sulfide zone."

"Judging from the surface showing, you may expect to open upwards of four to ten feet of vein filling over a length of some one thousand feet, and if not continuous, the several shoots will be very closely associated over this length."

Mr. S. S. Jones states,

"I conclude this report with the statement that I consider the property merits further extensive development."

REFERENCE:

The above comments and factual representations have been extracted from the following reports and interviews:

Root, L. V.
Mine Manager
Colorado River Gold Mines, Inc.
September 1, 1927

Woolley, H. W.
Ore Buyer
United States Smelting Refining & Mining Company
Midvale Smelter and Mills
January 9, 1929

Jacobson, R. C.
Mining Engineer and Chemist
Mohave Assay and Engineering Office
June 14, 1926

Jones, S. S.
Engineer of Mines
July 27, 1937

Department of Mineral Resources, State of Arizona
T. Mac Smith
June 1, 1940

Rogers, H. S.
Mining Engineer
no date

Ward, C. F.
Field Engineer
Cedar Mineral Company
3 February, 1976

SILVERADO - PRODUCTION ESTIMATE:

Providing a 150 T. P. D. mill is operational on the Property,
the following:

Assay	Gold	Silver
100" level Average	<u>.06</u> oz. per ton	<u>50</u> oz. per ton
200" level Average	<u>.06</u> oz. per ton	<u>80</u> oz. per ton
	<u>.06</u> oz. per ton	<u>65</u> oz. per ton

If mill is 85 % efficient,

105 oz. per ton 55.25 oz. per ton

If production is to begin approximately the third month, the
following table will show the Net Profit and Investment exclusive
of all taxes, royalties and smelter charges for a 12 month
period:

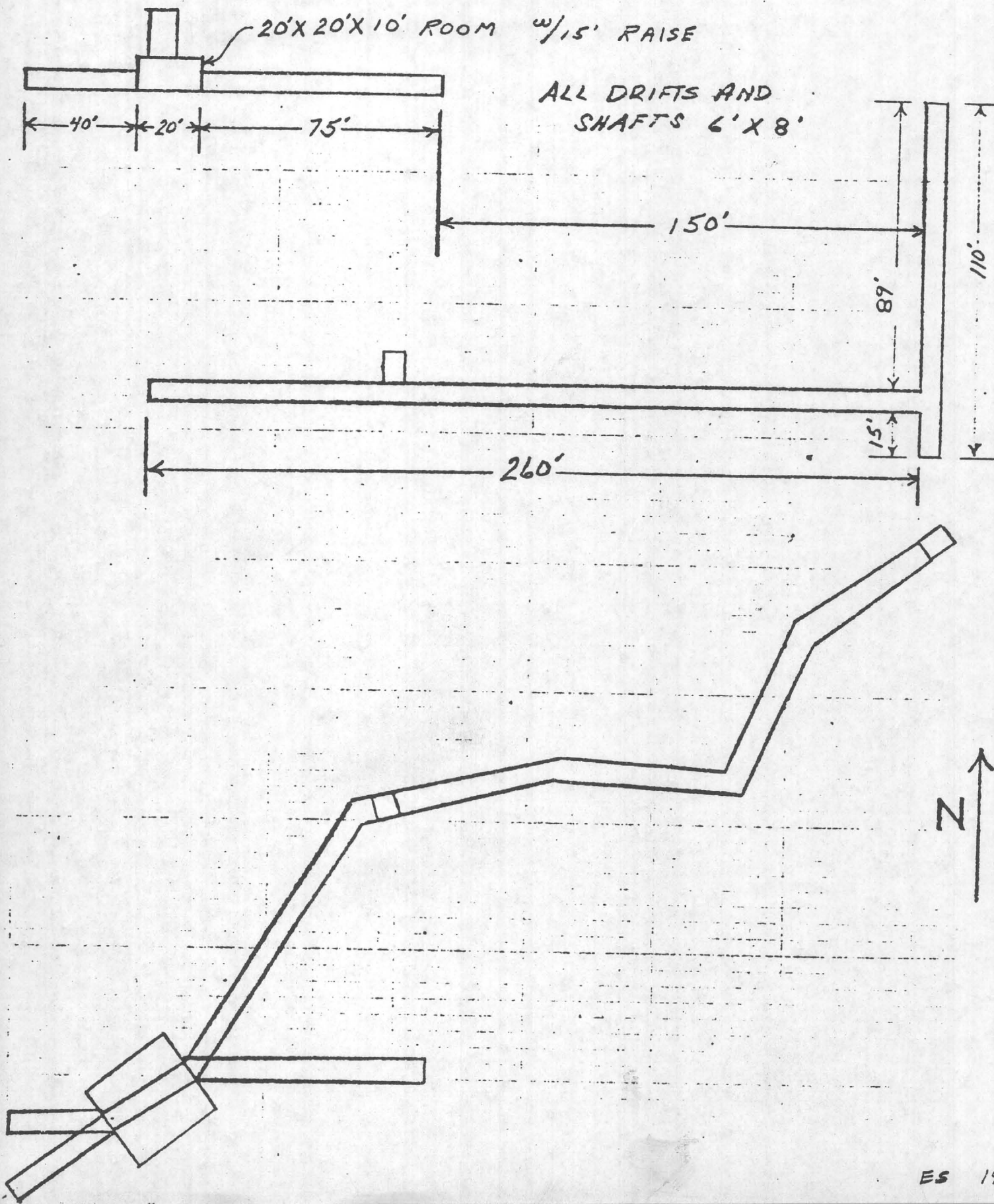
3 Months investment	\$212,200.00	
3 Months operation	630,000.00	
6 Months operation	540,200.00	(includes mech. draft.)
		\$1,382,200.00
9 Months extended profit		<u>7,209,090.00</u>
Net smelter return		<u>5,826,890.00</u>

SILVERADO - ORE RESERVE ESTIMATE

	<u>In sight</u>	<u>Estimated</u>	<u>Total</u>
100' level	33,861	150,000	183,861

The claims surrounding the Silverado have not been sufficiently
explored nor developed to make a true estimate at this time.
It is, however, based upon the engineering reports and existing
mines (including the Hibernia) and vein structures that these
claims will produce a proven ore body far exceeding this
conservative estimate.

SILVERADO
UNDERGROUND SKETCH



COPY

UNITED STATES SMELTING, REFINING & MINING COMPANY

MIDVALE SMELTER AND MILLS

Downie D. Muir, Jr. General Manager.
W. H. Eardley, Assistant Manager.
E. R. Gibson, Cashier
M. W. Woolley, Ore Buyer

Salt Lake City, Utah

January 9, 1929

Mr. K. G. Pulliam, Jr.
555 Roosevelt Building
Los Angeles, California

Dear Mr. Pulliam:

The sample that you recently forwarded to us has been received and assayed with the results shown on the enclosed certificate.

This sample shows an especially high silver content, and is a very desirable shipping ore. Based upon present metal prices, using 57 $\frac{1}{2}$ % for silver this ore would net about \$95.25 per ton, f.o.b. the Smelter.

The freight rate from Kingman on direct smelting ores of \$100 value is \$13 per ton, which would leave \$82.25 net after all smelting and freight charges were deducted.

I would suggest that it would be to our mutual advantage to have a contract covering any shipments you might be making, and while it would not obligate you to ship a definite tonnage it would protect you with a favorable rate on any shipments you might make.

The figures above mentioned are arrived at by using a flat maximum treatment charge which we would be willing to incorporate in a contract proposition from that district. If this suggestion meets with your approval we will be very glad to forward papers for your consideration.

Wishing you every success there, we remain

Yours very truly,

(SIGNED) M. W. Woolley.

Silverado Mine

Shop No. **1738**
File No. **1199-B**

Date... 3 DEC 1965

VALUES
Latest Quotation

1 oz. Gold.....
1 oz. Silver.....
1 lb. Copper.....
1 lb. Lead.....
1 lb. Zinc.....

THIS CERTIFIES
Samples submitted for assay
contain as follows:

Ag 1.2503

Arizona Assay Office

815 NORTH FIRST STREET

Phone: 253-4001

MR. R. T. HATCH
3910 W. INDIAN SCHOOL ROAD
PHOENIX

Phoenix, Arizona 85001
P. O. BOX 1148

Short Ton 2000 Lbs.
Short Ton Unit 20 Lbs.
Long Ton 2240 Lbs.
Long Ton Unit 22.4 Lbs.

[illegible]

Charges \$ **PAID.**

ANDY CHUKA, PRINT

Assayer

REGISTERED ASSAYER

CERTIFICATE EXPIRES

JACK E. A.
STONE

U.S.A.

JACK STONE

JACK STON, NY, NO. 5-179

Parcel 186 - Silverado

Shop No. 700H
File No. 1154 HA

Date..... 7 DEC 1964

VALUES
Latest Quotation

1 oz. Gold.....
1 oz. Silver.....
1 lb. Copper.....
1 lb. Lead.....
1 lb. Zinc.....

THIS CERTIFIES
Samples submitted for assay
contain as follows:

Arizona Assay Office

815 NORTH FIRST STREET

Phone: 253-4001

MR. R. T. HATCH

Phoenix, Arizona 85001

P. O. BOX 1148

Short Ton 2000 Lbs.

Short Ton Unit 20 Lbs.

Long Ton 2240 Lbs.

Long Ton Unit 22.4 Lbs.

[illegible]

Charges \$ 5.50 PAID.

ANDY CHIKA. PRINT

Assayer..... *J. E. H. V. Case*

JACK STONE REG. NO. 5479

ATL ARIZONA TESTING LABORATORIES

A DIVISION OF CLAUDE E. McLEAN & SON LABORATORIES, INC.

PHONE 254-6181 817 WEST MADISON ST. P. O. BOX 1888 PHOENIX 85001

Chemist... Engineers

For **Russell Construction Company**
5821 West Glenrosa
Phoenix, Arizona

Date **February 16, 1965**

Sample of **Ore**

Silverado

Received: **2-15-65**

Submitted by: **Same**

ASSAY CERTIFICATE

Gold figured at \$ **35.00** per ounce

Silver figured at \$ **1.29** per ounce

LAB. NO.	IDENTIFICATION	GOLD		SILVER		PERCENTAGES	
		OZ. PERTON	VALUE	OZ. PERTON	VALUE		
158965				18.40	\$23.74		
158966				9.60	12.38		
158967				17.60	22.70		
158968				752.80	971.11		



Respectfully submitted,

ARIZONA TESTING LABORATORIES

Claude E. McLean
Claude E. McLean

ARIZONA TESTING LABORATORIES

A DIVISION OF CLAUDE E. McLEAN & SON LABORATORIES, INC.

PHONE 254-6181 817 WEST MADISON ST. P. O. BOX 1838 PHOENIX 85001

Chemist... Engineers

For **Russell Construction Company**
5821 West Glenrosa
Phoenix, Arizona

Date **March 1, 1965**

Silverado

Sample of **Ore**

Received: **3-1-65**

Submitted by: **Same**

ASSAY CERTIFICATE

Gold figured at \$ **35.00** per ounce

Silver figured at \$ **1.29** per ounce

LAB. NO.	IDENTIFICATION	GOLD		SILVER		PERCENTAGES	
		OZ. PERTON	VALUE	OZ. PERTON	VALUE		
158994	#1			74.80	\$96.49		
158995	#2			10.40	\$13.42		
158996	#3			15.80	\$20.38		



Respectfully submitted,

ARIZONA TESTING LABORATORIES

Claude E. McLean
Claude E. McLean

ASSAY CERTIFICATE

SMITH - EMERY COMPANY.
Assayers Metallurgical Engineers
Los Angeles, California.

M. S. Rogers,
225 Mills Building,
San Francisco, California.

Gold @ 20.67 per oz.
Silver @ .50 per oz.

December 19, 1929

		Silver		Lead
		Oz.	Value	
115503	(No Mark)	2.00	\$ 1.00	None
115504	1-A	452.70	226.35	None
115505	2-A	113.00	56.50	None
115506	2-B	261.60	130.80	None
115507	2-C	8.64.	4.32	None
115508	3	.30	.15	None
115509	3-A	26.80	13.40	None
115510	4	.40	.20	None

SIGNED,
SMITH - EMERY COMPANY

ASSAY CERTIFICATE

Silverado Mine
Kingman, Arizona

Beaverstock & Payne
552 South Figueroa St.
Los Angeles, California

A COMPLETE ANALYTICAL TESTING LABORATORY

No. 3720
Dec. 20, 1928

	Gold per Ton		Silver per Ton	
	Oz. Troy	Value	Oz. Troy	Value
No. 3720				
High-grade streak			457.1	\$260.55
No. 3708				
Bromides	.08	\$1.65	253.3	144.40

Gold @ 20.67
Silver @ .57

SIGNED,
Beaverstock & Payne.

ARIZONA TESTING LABORATORIES

A DIVISION OF CLAUDE E. McLEAN & SON LABORATORIES, INC.

PHONE 254-6181 817 WEST MADISON ST. P. O. BOX 1888 PHOENIX 85001

Chemist... Engineers

Mr. Royce Hatch
For 3910 West Indian School Rd.
Phoenix, Arizona

Date October 13, 1964

Sample of Ore

Received: October 12, 1964

Submitted by: Same

ASSAY CERTIFICATE

Gold figured at \$ per ounce

Silver figured at \$ 1.29 per ounce

LAB. NO.	IDENTIFICATION	GOLD		SILVER		PERCENTAGES	
		OZ. PERTON	VALUE	OZ. PERTON	VALUE	Copper	
158209	#1 GENERAL ARSEN			6.20	7.99	0.20	
158210	#2			108.80	140.35	0.45	
158211	#3			.20	0.26	0.15	



Respectfully submitted,

ARIZONA TESTING LABORATORIES

Claude E. McLean, Sr.
Claude E. McLean, Sr.

ARIZONA TESTING LABORATORIES

A DIVISION OF CLAUDE E. McLEAN & SON LABORATORIES, INC.

PHONE 254-6181

817 WEST MADISON ST.

P. O. BOX 1888

PHOENIX 85001

Chemist... Engineers

For **Royce T. Hatch Fence Company**
Mr. Royce Hatch
3910 West Indian School Road
Phoenix, Arizona

Date

October 8, 1964

Sample of

Ore

Received:

10-7-64

Submitted by:

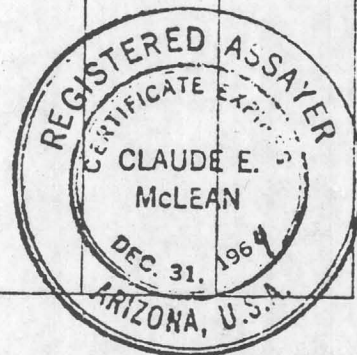
Same

ASSAY CERTIFICATE

Gold figured at \$ **35.00** per ounce

Silver figured at \$ **1.29** per ounce

LAB. NO.	IDENTIFICATION	GOLD		SILVER		PERCENTAGES	
		OZ. PER TON	VALUE	OZ. PER TON	VALUE	COPPER	MOLYBDENUM
158205	No Mark TOP OF OLD RAISE	0.01	\$0.35	986.40	\$1272.45	2.90	N11



Respectfully submitted,

ARIZONA TESTING LABORATORIES

Claude E. McLean

Claude E. McLean

ARIZONA TESTING LABORATORIES

A DIVISION OF CLAUDE E. McLEAN & SON LABORATORIES, INC.

PHONE 254-6181

817 WEST MADISON ST.

P. O. BOX 1888

PHOENIX 85301

Chemists... Engineers

For: Mr. Buddy Hale
2836 West Camelback
Phoenix, Arizona

Date: June 30, 1966

Lab. No.: C-718

Silverado

Sample: ORe

Marked: No Mark

Received: ----

Submitted by: Same

Report of Laboratory Tests

REPORT OF QUALITATIVE SPECTROGRAPHIC EXAMINATION

<u>Element</u>	<u>Approximate Percent</u>
Boron	0.006
Silicon	Major Constituent
Aluminum	3.0
Manganese	0.02
Magnesium	0.3
Lead	0.3
Iron	1.0
Calcium	0.5
Copper	0.5
Silver	0.5
Titanium	0.08

Respectfully submitted,

ARIZONA TESTING LABORATORIES

Claude E. McLean, Jr.
Claude E. McLean, Jr.

**INSPIRATION CONSOLIDATED COPPER CO.
SMELTING DEPARTMENT**

Lot 8677 Shipper Lot 12

DATE June 8, 1967

Date Received May 31, 1967

SHIPMENT OF W. H. Russell

From 5821 West Glenrosa City Phoenix, Arizona

CAR Number	WET WEIGHT	Moisture %	DRY WEIGHT	N. Y. QUOTATIONS	
100 921	9,640	2.80	9,270	Copper (per lb.)	38.182¢
				Less	4.854 = 33.332¢
				Silver (per oz.)	129.700¢
				Gold (per oz.)	

ASSAY ANALYSES	Copper %	Silver Oz.	Gold Oz.	Silica %	Alumina %	Iron %	Lime %	Sulphur %
	.33	20.26	.610	92.4	.8	1.9	.9	Tr.

PAYMENTS PER TON

Lbs. per ton, less	%	Lbs. at	per Lb.	
20.26	5	19.25		
Ozs. per ton, less	%	Ozs. at	per Oz.	
Silica Credit 92.4 - 10.8 = 81.6 units @ 2¢				
Copper Deficiency 10.00 - 6.40 = 3.60 @ 33.332¢				

Less Metal Values $24.97 - 15.00 = 9.97 @ 10\%$

Treatment Charge

TOTALS

Net Value per ton

Net Value for Freight Charges, per wet ton

DEBITS	CREDITS	Valuation For Freight
	24.97	
1.13	6.53	
1.00		
6.00		
8.13	31.50	
	23.37	

Royalty to be paid to

4.685 Dry tons at \$ 23.37 \$ 109.49

Sampling 5.315 tons at \$ 2.00 10.63

Freight

Trucking

AMOUNT DUE SHIPPER

Less

NET AMOUNT DUE SHIPPER

\$ 98.86

Correct

Approved

117.72

INSPIRATION CONSOLIDATED COPPER CO.
SMELTING DEPARTMENT

Lot 8561

Shipper Lot 10

DATE : May 17, 1967

Date Received May 9, 1967

W. N. Russell

5821 W. Glenrosa

City Phoenix, Arizona

Lot	Number	WET WEIGHT	Moisture %	DRY WEIGHT		N. Y. QUOTATIONS
100	924	16,300	4.00	15,648		Copper (per lb.) 38.170¢ Less 4.85¢ = 33.320¢ Silver (per oz.) 128.900¢

	Copper %	Silver Oz.	Gold Oz.	Silica %	Alumina %	Gold (per oz.)	Iron %	Lime %	Sulphur %
ANALYSES	.32	19.56	.020	93.0	1.4	1.1	.9	.3	

PAYMENTS PER TON

	Lbs. per ton, less	%	Lbs. at	per Lb.	\$	\$	For Freight
19.56	Ozs. per ton, less	5	18.58	Ozs. at	128.9004	22.95	
	Ozs. per ton, less	%	Ozs. at	per Oz.			
Silver Credit	92.0 - 16.0 = 76.0 units @ 24			per Oz.		6.03	
Copper Deficiency	1000 lbs - 6.40 lbs = 993.60 lbs @ 33.3204				1.20		
Metal Values	\$22.95 - 15.00 = \$7.95 @ 10%				.90		
Treatment Charge					6.00		
TOTALS					8.10	30.03	
Net Value per ton						21.92	

Net Value for Freight Charges, per wet ton

7.824	Dry tons at \$	21.93	\$	171.52
Sampling 2.176	tons at	22.00		4.33
Freight				
Trucking				
AMOUNT DUE SHIPPER				167.23
Less				
NET AMOUNT DUE SHIPPER			\$	167.23

Approved

INSPIRATION CONSOLIDATED COPPER CO. SMELTING DEPARTMENT

Lot 8705 Shipper Lot 13
 Name of W. H. Russell
 Address 5821 West Glenrosa City Phoenix, Arizona

DATE June 14, 1967
 Date Received June 5, 1967

Lot	CAR Number	WET WEIGHT	Moisture %	DRY WEIGHT	QUOTATIONS
ICC	924	9,360	2.80	9,098	Copper (per lb) <u>28.1231</u> Less <u>4.854</u> = <u>23.2691</u> <u>1.7154</u> less <u>14.44</u> Silver (per oz) = <u>1.09511</u>

SAY and ANALYSES	Copper %	Silver Oz	Gold Oz.	Silica %	Alumina %	Iron %	Lime %	Sulphur
	35	17.00	.010	72.4	1.9	1.6	1.2	-

PAYMENTS PER TON				DEBITS	CREDITS	Valuation For Freight
Lbs. per ton. less	%	Lbs. at	per Lb	\$	\$	\$
17.00		Ozs. per ton. less	5 % 16.15	Ozs. at	1.69571	per Oz.
		Ozs. per ton. less	%	Ozs. at		per Oz.
Silica Credit 92.4 - 21.8 = 70.6 units @ 3¢ Copper Deficiency 10.0 lbs. less: 7.0 lbs. = 2.0 lbs. @ 25.2831				1.60	5.65	
Metal Values \$27.39 - 15.00 = \$12.39 @ 10%				1.24		
Treatment Charge				6.00		
TOTALS				8.24	23.64	
Net Value per ton					24.80	

Net Value for Freight Charges, per wet ton				\$
to be paid to	4.547	Dry tons at \$	24.80	\$ 112.82
Sampling	5.451	tons at	42.00	10.90
Freight				
Trucking				
AMOUNT DUE SHIPPER				161.92
Less	% Royalty			
NET AMOUNT DUE SHIPPER				161.92

[Signature] Approved *[Signature]* 203.3

MELVIN H. JONES

Mining Geologist

May 5, 1979.

PRELIMINARY GEOLOGICAL EVALUATION, SILVERADO MINE, CEDAR VALLEY MINING DISTRICT, MOHAVE COUNTY, HUALAPAI MOUNTAINS, about 50 miles South of Kingman, Arizona.

At the request of Henry Gonzales, and associates, the undersigned examined the Silverado mine from a geological viewpoint. Initial visit was on 14 June, 1978. To get there, one needs a four wheel drive vehicle, to drive Westerly from Cane Springs, which is on Highway 93 North of Wickieup, Arizona. See attached maps (Exhibits A and B). The location of the Silverado has been controversial, and this has been the reason for the delay in making this report from early studies. Various old records had the Silverado at different locations in this rugged area in the Hualapai mountain (but all in the same general vicinity). The mine is now located by mining claim 'Ida Louise #4' filed in the BLM records, and this covers the 'correct' location. The locators were unable to find the customary USGS section markers in the immediate vicinity of the Silverado and had to run a line from a patented property, to pinpoint the location. Mr. Ray Reyes, Box 952, Wickieup, Az., Ph. 765-2347 (one of the partners in ownership), is the one to contact by anyone wanting to discuss the mining property. Annual assessment labor has been accomplished, principally in rebuilding the access road, that was practically impassable.

On the mine site, there is an old double shaft at least 70 feet in depth, remains of an old headframe, dump, and various old exploration pits. Part of an old rock walled, tin roofed building is standing, basics of an old ball mill is near the dump. The surface mine vicinity was looked over, but it was not possible (on this visit) to examine the mineralization down the shaft. At some distance to the North is the old Hibernia mine, now a patented property. Four samples of silver containing ore were taken and this will be discussed, infra.

GEOLOGY.

The Silverado is located in Pre-Cambrian granitic gneiss and shists. It appears to be quartz monzonites. Mineralization of the ore bearing vein is probably Laramidian in age. An apparent quartz dyke strikes North 20° West across the property, and this, and adjacent strata, carries the silver values, mostly in contacts adjoining the major granitic formations. This dyke is somewhere near vertical in dip and can be easily recognized for a distance of 600 feet, and probably goes much further. This silica dioxide (which carries the Ag) is mostly ferric (iron) stained brown in color, and grades into material similar to Stephanite (blackish) Ag_5SbS_4 (commonly known as 'brittle silver ore') and is formed from hypogene solutions. In the clear quartz, silver is disseminated Argentite, Ag_2S and Cerargyrite $AgCl$, with some of the Ag haloids. Adjoining darker rocks contain some Ag antimonides. Some of the old reports on the Silverado mention "silver oxides". Actually there are no such thing as silver oxide minerals; only the related silicates and carbonates.

Four(4) samples were taken from the mentioned quartz dyke and/or immediate vicinity, and the description of location, and assay results follow: (See attached assay report, Ex.C).

SAMPLELOCATIONASSAY in Oz
Ag

- | | | | |
|----|--|-------|-------|
| 1. | South of shaft and 100 ft. North of the South end of the readily visible SiO ₂ dyke series. Mineralized facies has width of 10 ft. varying down to 4 ft. Chip channel cut sample where width is 5 Ft. | 33.30 | .015 |
| 2. | 30 ft. North of Sample No.1. Chip channel cut made across 4 ft. mineralized facies. | 31.50 | .01 |
| 3. | Bull dozer pit 100 ft. North of shaft headframe. Chip channel cut on one side of the 4 ft. deep pit. | 6.40 | trace |
| 4. | Grab sample from upper part of dump (near headframe) Glassy appearing quartz material. | 17.70 | .04 |

Perusal of some old records pertaining to the Silverado mine reveals that the mine produced one shipment of high grade silver ore, which was taken out by burros in 1890, to the Colorado River, where it was shipped to Swansea, Wales to a refinery. This gave a return in those days of \$125,000. Another old report says \$200,000. in Silver was shipped around the turn of the Century, and in the early 1900's silver was 57½¢ per pound. All of the old reports were favorable for continued mining of commercial grade ore. It is in the reports that two(2) small springs are near the mine for water. The writer saw one of them. One old report mentions stopes near the shaft, so a drift, or drifts, were made at depth. A sulphide zone was found at the low level. Other reports mention the 'Hibernia Extension' which purportedly relates to the formations at the Silverado. The weight of the mentioned reports indicates the mine has much value.

RECOMENDATION.

This property, with the current silver price in excess of \$7.50 per oz., has great merit for further research, exploration, and drilling. Good ore is obviously present, but quantities in amounts sufficient to justify expensive machinery, rebuilding of roads, transportation and milling costs, is the unknown factor. Total depth of the ore deposit is also an unknown situation. It is one of the better silver prospects, the writer has seen in recent years (including those in several states).

Box 1196
Wickenburg, Az. 85358.

MELVIN H JONES
Mining Geologist.

EXHIBITS;

- A - USGS Quad. "Hibernia Peak".
- B - Map of Ida Louise claim.
- C - Assay report.

~~THIS PAGE WILL NOT.~~
REPRODUCE SATISFACTORILY

Arizona Testing Laboratories

817 West Madison · Phoenix, Arizona 85007 · Telephone 254-6181

For: Mountain Rose Mining Co.
Box 1007
Wikieup, AZ. 85360

Date: July 3, 1979

Lab. No.: 514

Sample: Solutions

Marked: See Below

Received: 7-3-79

Submitted by: Shirley Rose

REPORT OF LABORATORY TESTS

Samples Marked

Troy oz/ton of solution

	<u>Gold</u>	<u>Silver</u>
S-1 72	1t* 0.01	5.8
Gross 72	0.01	0.03
S-2 72	---	0.70

1t* = less than

AN. 16
\$ 49.20
5.8
65 TON PLANT
PEN ONLY
\$ 3,198
300 TON
\$ 14,760

Respectfully submitted,

ARIZONA TESTING LABORATORIES

Claude E. McLean, Jr.
Claude E. McLean, Jr.

OUR MOTTO: — WHAT THERE IS IN IT, NO MORE NO LESS.

EDMUND B. PHILLIPS, Vice-Pres.—Gen. M

M. E. PHILLIPS, Secretary

THE COLORADO ASSAYING COMPANY

(INCORPORATED)

ASSAYERS AND CHEMISTS

303-623-2842

2244 BROADWAY

DENVER, COLORADO 80201

June 28, 1978

REPORT ON DETERMINATIONS MADE FOR —

Mr. Melvin H. Jones
Box #1196
Wickenburg, Arizona 85358

SAMPLE MARKS	METALS	Amount per		PER CENT	Value per Ton	
		Oz.	Ton Hds.		Dollars	Cents
HG - 1	Gold	0.015			\$2.70	
	Silver	33.30			166.50	
HG - 2	Gold	0.01			1.80	
	Silver	31.50			157.50	
HG - 3	Gold	trace				
	Silver	6.40			32.00	
HG - 4	Gold	0.04			7.20	
	Silver	17.70			88.50	

GOLD AT \$180. PER OUNCE
LEAD AT PER UNIT

SILVER AT \$5. PER OUNCE
COPPER AT PER UNIT

THE COLORADO ASSAYING COMPANY

By Ed Phillips

IRON KING ASSAY OFFICE ASSAY CERTIFICATE

BOX 14 — PHONE 632-7410
HUMBOLDT, ARIZONA 86329



ASSAY
MADE
FOR

HOMER OWENS
Rt. 5 Box 735
Prescott, Ariz. 86301

April 12, 1978

Ref no.	DESCRIPTION	oz/ton Au	oz/ton Ag		% Fe	% Pb	% Zn	% Cu
84-11-1	Quartz #1	.038	56.48					
84-11-2	" #2	.038	0.68	— Top				
84-11-3	" #3		23.56					
84-11-4	Chalk #1	.064	Tr					
84-11-5	Brown #1	.120	0.20					

CHARGES \$30.00

ASSAYER _____