

CHAPPELLE (BAKER MINE) SURFACE DRILLING RESULTS

Three surface holes with good gold and silver grades are used as an example to demonstrate that no cutting of grades was used to calculate initial reserves on this property.

Hole 74-10

Reported intercept - 2.12 oz/ton Au; 46.5 oz/ton Ag / 12 ft.
- between 233 and 245 ft. as follows:

<u>Interval (ft.)</u>	<u>Length(ft.)</u>	<u>Au(oz/ton)</u>	<u>Ag(oz/ton)</u>
229-233	4	0.01	0.10
233-237	4	5.54	131.70
237-240.5	3.5	0.08	1.84
240.5-245	4.5	0.66	5.52
245-249.5	4.5	0.02	0.84

Hole 74-14

Reported intercept - 2.57 oz/ton Au; 43.64 oz/ton Ag / 6.5 ft.
- between 219.5 and 226 ft. as follows:

216.5-219.5	3	0.005	0.30
219.5-222	2.5	5.31	87.67
222-226	4	0.86	16.12
226-227	1	0.02	0.62

Hole 76-8

Reported intercept - 1.90 oz/ton Au; 64.75 oz/ton Ag / 24 ft.
- between 77 and 101 ft. as follows:

72-77	5	0.003	0.07
77-81	4	0.308	3.04
81-82.8	1.8	1.050	42.47
82.8-88	5.2	0.718	33.10
88-91	3	4.792	184.81
91-92	1	1.532	65.35
92-94.4	2.4	1.410	63.95
94.4-96	1.6	6.780	227.74
96-101	5	1.728	31.12
101-107	6	0.096	2.20