



Sonora Project Gochico Asset Base June, 2009

MINE ACCESS ROAD

Ten (10) kilometer mine access road connecting the village of San Bernardo to the mine adit, mill site, tailings pond and mine buildings (office, warehouse, mechanic shop, assay lab and drill core storage area). Road in very good condition. Requires: Contract, weekly road maintenance.

MINE SERVICE ROAD

Three (3) kilometers of mine service roads connecting the upper adit, ventilation raises, communication tower base, water tank storage and historic diamond drill sites. Requires: Contract, three kilometers of road upgrade and refurbishing.

POWER TRANSMISSION LINE

Power line “right of way” from San Bernardo to the mine adit and mill site, is intact. Power line service road from San Bernardo to the mine and mill site, is intact. Power pole bases for three pole; three transmission lines, are intact.

Requires: Contract,

- Power line permit renewal

- Power line service road access to be upgraded and refurbished

- Power line ‘right of way’ to be brushed out

- Power poles inspection and replacement of missing or rotten poles

- String triple lines of power transmission line

- Transformers and switches, etc.

MINE UNDERGROUND DEVELOPMENT

Mine development includes “El Carrizo” main haulage drift, 300 m (4m x 5m), upper adit, ventilation raises, decline, production stopes, etc.

Requires:

- All underground workings to be inspected and re-surveyed

- Adits: Minor ground support, rock bolting, screen and shotcrete

- Main Haulage: Minor ground support, bolting, screen and shotcrete

- Ventilation Raises: Shed or roof enclosure.

BUILDINGS

A) Mill/concentrator: concrete floor intact, very good condition; no building.

Requires: Contract,

Ball mill footing to be repaired or replaced

Mill flow sheet report

Milling equipment procurement to mill flow sheet specifications

Mill building with services.

B) Coarse ore bin, intact.

Fine ore bin, intact.

Requires: Contract,

muck out the ore bins

install two (2) jaw crushers with conveyance systems.

C) Office: floor and building, intact.

Warehouse: floor and wall intact, no roof

Maintenance Shop: floor and bays intact, no building

Assay Lab: floor and building intact

Diamond drill core storage: concrete floor intact, no building or core racks.

Requires: Contract,

Construction

Stucco walls

Painting

Electrical

Plumbing

Windows, etc

WATER TANK

Water storage tank area; rock cut base with access road.

Requires: Contract,

+250,000 litre water tank with piping and valves

MILL TAILINGS

Tailings Pond: very good condition, +300,000 tonnes.

Requires: Contract,

Geological Report concluding a volume survey with grade and tonnage

Metallurgical Report concluding the economics of a mill flow process

SERVICIOS INDUSTRIALES PENOLES , S.A. C.V.

Geological Report, October 1981

Measured indicated and inferred resource as reported.

Milling data, historical records; processed approximately 500,000 tonnes.

This Asset Base summary was prepared on site by Project Manager Minerock Group in May 2009