

## Gold Star Mine Valuation

The following is a revised valuation of the Gold Star Gold Mine located in Lida Valley, Esmeralda County, Nevada, based on a previous report for Western Gold Company, LLC, prepared and certified by a professional geologist, Craig Parkinson, on March 30, 2010. [www.parkinsongeologic.com](http://www.parkinsongeologic.com)

Current gold and silver prices are the only substantive changes made to the original 2010 valuation. All other data remains exactly as originally certified.

The Gold Star Gold Mine property is comprised of six 160- acre placer mining claims encompassing 960 acres on U.S. Bureau of Land Management property.

This valuation is based upon professional technical reports on the Gold Star mining property by the following qualified individuals and organizations:

Chemtec Corporation: Henderson, Nevada

Gold Dome Mining Corporation: Phoenix, Arizona

Nevada Bureau of Mines and Geology: Reno, Nevada

PM Labs: Lancaster, California

Sierra Labs: Silver City, New Mexico

Southwest Assay: St. George, Utah

United States Department of the Interior, Bureau of Land Management: California

Williard Arthur Luegge, Mining Consultant: Lancaster, California

The above individuals and organizations prepared the various reports on the Gold Star Mine property. Numerous geochemical samples have been collected for subsequent laboratory analytical testing, and the results indicate the gold and silver available on the property would have an average value of approximately \$570 per ton. This value is based on a gold price of \$1,735 per ounce and silver price of \$34 per ounce (Kitco: September 8, 2012; Rounded to nearest dollar).

The available information, reports, data, and maps indicate there are three separate precious-metal-resource zones underlying the 960-acre Gold Star property based on depth below the surface:

<b><u>Resource Class</u></b>	<b><u>Depth</u></b>	<b><u>Tons</u></b>
Measured	Surface to 30 feet	69 Million
Indicated	30 to 350 feet (Water table)	743 Million
Inferred	350 to 550 feet (Bedrock)	465 Million

The tonnage amounts are based on a conversion factor of 1.5 tons of gravel per cubic yard. Using an average value of \$570 per ton, the gold and silver resources on the Gold Star property have the following values:

<b><u>Resource Class</u></b>	<b><u>Value (US\$ Billion)</u></b>
Measured	\$ 39.3 Billion
Indicated	\$ 423.5 Billion
Inferred	\$ 265.0 Billion
<b>Total</b>	<b>\$ 727.8 Billion</b>

Using the above information, the in-place gross value of the precious-metal resources on the Gold Star Gold Mine property is \$727,800,000,000 (Seven Hundred Twenty Seven Billion, Eight Hundred Million Dollars). This dollar value is based on the information provided.