

PROPERTY TAX FORM FOR SMALL SCALE MINES TAX YEAR 2013

=> DUE APRIL 1, 2012 <=

STATE OF ARIZONA, DEPARTMENT OF REVENUE
Property Tax Division
Centrally Valued Property Unit
1600 West Monroe, Room 820
Phoenix, Arizona 85007
Phone: (602) 716-6848
Fax:(602)542-4425

For the Year Ended December 31, 2011

OFFICIAL MAILING ADDRESS
(Please indicate corrections of name and address)

INSTRUCTIONS

This report form is required to be filed in order to provide the information necessary for the determination of the full cash value of mining property valued under provisions of A.R.S. § 42-14051.

Return the complete report, including this page. DO NOT DETACH ANY PAGES. The verification page must be signed and notarized for the report to be considered complete. A separate package of filing instructions are included with this report.

The report, along with all attached schedules, must be completed and returned to the above address by April 1, 2012, together with any and all supplementary information, and when applicable, copies of stockholder reports, recent prospectus documents, and Securities and Exchange Commission 10-K reports.

REFUSAL OR FAILURE TO FILE

FAILURE TO FILE a completed report ON OR BEFORE APRIL 1, or on the extended due date if an extension is granted, will result in a valuation of one hundred five percent of the prior year's full cash value or a value based upon other information available to the Department. In addition, a penalty will be assessed in the amount of the lesser of one-half of one percent of the value estimated by the Department or one hundred dollars per day for each day the taxpayer fails to file the report. The number of days late will be calculated from the original due date, April 1, 2012. (A.R.S. § 42-14052)

Company Name			For	the	Year	Ended	December	31,	2011
	MINING	COMPANY	PROPR	IETA	RY DA	TA			
Name of Property									
Name of Owner									
Name of Operator/Lessee									
Address of Operator/Lessee									
Official responsible for this rep	ort								
Telephone Number	Email A	Address_							
Contact person regarding informat	ion in this	s report							
Telephone Number	Email 2	Address_							
Type of MineUndergroundOr	pen pitl	Leach	_In-si	tu	Oth	er			
Principal saleable product									
Other saleable by-products									
Date production started									
Date Production stopped		_ Perman	nent o	r Te	mpora	ry			
Average weighted sales price per	unit receiv	ved for e	each p	rodu	ct so	ld cal	endar yea	r	
2011:									_
		ORE RESE	RVE DA	ATA					
Mineable Ore Reserves: Ore as of or leased ores held by the taxpay and the ore grade in ozs/ton, %	er. Show th	ne tons o	of res	erve	s hel	d unde	r each ca		
Fe Total Tons Ore	ederal	Priv	ate		s	tate		India	an
Underground Ore									
Open Pit Ore				_					
Ore Grade-Main Product				_					
Name of Metal/Mineral				_					
Ore Grade-Other Product	<u></u>			_					
Name of Metal/Mineral				_					
Waste Tons				_					
Estimated stripping ratio		Estimate	ed min	e li	fe in	years			

BY SIGNING THE VERIFICATION PAGE, THE TAXPAYER WAIVES THE CONFIDENTIALITY REQUIREMENTS OF A.R.S. SECTION 42-2001 THROUGH 42-2004 WITH RESPECT TO THIS PAGE AND CONSENTS TO THE DISCLOSURE OF THE CONTENTS OF THIS PAGE TO COUNTY ASSESSOR PERSONNEL BY THE DEPARTMENT OF REVENUE.

SMALL SCALE MINES

Company Name	For the Year Ended December 31, 2013

PROPERTY LIST - OPERATING LAND

Indicate type of land by letter designation---P for patented claims and fee land, U for unpatented land, S for severed mineral rights, L for leased land, R for rights-of-way, and O for other ownership rights. Entries should include any and all lands acquired during the year that are not listed on the accompanying copy of the DOR land printout(PS 1220-12).

COUNTY	BOOK	MAP	PARCEL	TAX CODE	TYPE	ACRES	LEGAL DESCRIPTION
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HISTORICAL PRODUCTION RECORD

	2007	2008	2009	2010	2011
L				İ	
MINE PRODUCTION					<u> </u>
Tons Underground Ore/Year.					
Tons Open Pit Ore/Year			ll		
Tons Waste Mined/Year			[
Total Tons Mined/Year			l		
Ore Grade			·		ll
Name of Main Product			[
Amount of Main Product			l		l
TonsLbsOzs					ll
Name of Other Product			l		l
Amount of Other Product			l		l
TonsLbsOzs					ll
Average No Personnel			·		·
	INCOME SUM	MARY- REVENUES	& EXPENSES		
OPERATING REVENUES IN DOLLARS					
Main Product Revenues					
Other Product Revenues			[[[[
GROSS PRODUCT REVENUE			ll		ll
OPERATING COSTS IN DOLLARS					
Underground Mining			ll		
Open Pit Mining			ll		ll
Milling			ll		ll
Leaching			ll		ll
Smelting			ll		
Refining			ll		ll
Freight			ll		
Royalty			[ll
Leased Eqpt. Expense			ll		
Severance Tax			[ll
Property Tax			[[[[
Administration			ll		
Overhead			ll		
Other Costs			[l
SUBTOTAL OPERATING COST			ll		
Income Tax			ll		ll
(EFFEC	CTIVE INCOME TA	X RATE)
TOTAL OPERATING COST			[[
Environmental Expense	•		•		
Replacement Expense					
TOTAL CAPITAL COST					
SUM OPER.& CAPITAL COST					
PROFIT FROM OPERATIONS IN DOL					
Net-Revenues Less Costs			Il		Il
DEMAII OF THEFEREN THE PERSON	TARTON EVERY	TNOTTONE TO	DEDATING COCES		
DETAIL OF INTEREST AND DEPREC					
Interest Expense	•		[
Depreciation Expense	•		I		
DOR Form 82061-C (Rev. 11-11)					PAGE A4 OF A12

FUTURE PRODUCTION RECORD

	PHASE 1	PHASE 2	PHASE 3	PHASE 4	PHASE 5
(Years in Each Phase)					
MINE PRODUCTION_					
Tons Underground Ore/Year.					
Tons Open Pit Ore/Year					
Tons Waste Mined/Year					
Total Tons Mined/Year					
Ore Grade	i				
Name of Main Product					
Amount of Main Product	i	i	i	i	i
TonsLbsOzs					
Name of Other Product					
Amount of Other Product					
TonsLbsOzs					
Average No Personnel					
			•		-
	INCOME SU	MMARY- REVENUES	& EXPENSES		
OPERATING REVENUES IN DOLLAR	RS				
Main Product Revenues					
Other Product Revenues	i	i	i	i	i
GROSS PRODUCT REVENUE	i	i	i	i	i
·	·	•		·	·
OPERATING COSTS IN DOLLARS_					
Underground Mining					
Open Pit Mining					
Milling					
Leaching					
Smelting					
Refining					
Freight					
Royalty					
Leased Eqpt. Expense					
Severance Tax					
Property Tax					
Administration					
Overhead	i	i	i	i	i
Other Costs	i	i			
SUBTOTAL OPERATING COST					
Income Tax	i	i	i	i	i
(EFF:	ECTIVE INCOME TA	X RATE	,)	,
TOTAL OPERATING COST					
·		•	•	·	•
CAPITAL COSTS IN DOLLARS					
Environmental Expense					
Replacement Expense					i
TOTAL CAPITAL COST	•	•			i
SUM OPER.& CAPITAL COST	i	i	i	i	i
•	,	,	,	,	,
PROFIT FROM OPERATIONS IN DO	LLARS				
Net-Revenues Less Costs					
·	·	•		·	·
DETAIL OF INTEREST AND DEPRE	CIATION EXPENSE	S INCLUDED IN OP	ERATING COSTS		
Interest Expense					
Depreciation Expense					
DOR Form 82061-C (Rev. 11-11	.)				PAGE A5 OF A12

Company Name_____

For the Year Ended December 31, 2011

SCHEDULE OF DEPRECIABLE EQUIPMENT AND ASSETS

YEAR	MINING EQU	JIPMENT	SHOVELS AND	OFFICE	MILLING	SUBTOTAL
ACQUIRED	SMALL SCALE	LARGE SCALE	DRAGLINES	EQUIPMENT	EQUIPMENT	OF EQUIPMENT
2011						
2010					l	
2009						
2008					[
2007					l	
2006						
2005						
2004						
2003						
2002						
2001					[
2000						
1999						
1998						
1997					I	
1996					[
1995						
1994						
1993						
1992						
1991						
1990					i	
1989	i	i		i	i	
1988	i	i	i	i	i	
1987		i			i	
1986	, 	, 	, 	, I	· · · · · · · · · · · · · · · · · · ·	
1985						
1984						
1983						
1982						
1981						
1980				I		
1979	I	I	I	I	l	
1979	I	I		I		
•						
1977					I	
COLUMN						
TOTALS						

COMBINE ORIGINAL COST OF EQUIPMENT AND ASSETS IN EACH CATEGORY BY YEAR OF ACQUISITION. REFER TO ARIZONA DEPARTMENT OF REVENUE APPRAISAL MANUAL FOR CENTRALLY VALUED NATURAL RESOURCE PROPERTY FOR TYPES OF EQUIPMENT TO INCLUDE IN EACH CATEGORY. INCLUDE ORIGINAL COST OF LEASED EQUIPMENT IN EACH CATEGORY BY YEAR OF ACQUISITION.

For the Year Ended December 31, 2011

SCHEDULE OF DEPRECIABLE EQUIPMENT AND ASSETS

YEAR	LEACH, SXEW	ENVIRONMENT	SMELTING	BUILDINGS &	SUBTOTAL	TOTAL COST
ACQUIRED	EQUIPMENT	EQUIPMENT	EQUIPMENT	STRUCTURES	OF EQUIPMENT	OF EQUIPMENT
2011						
2010						
2009						
2008						
2007	i		i	i		
2006	i		i	i		
2005	i	i		i	i	
2004	i		i	i		
2003	i		i	i		
2002	i	i		i	i	
2001	i		i	i		
2000	i		i	i		
1999						
1998	i		i	i		
1997						
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1987						
1986						
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1984						
1983						
1982						
1981						
1980		I			I	
1979	I			I		
1978	I	I	I	I	I	
1977	I		I	I		
1311	I	I		I	I	
COLUMN						
TOTALS			i			

THE COLUMN TITLED "TOTAL COST OF EQUIPMENT" SHOULD BE THE SUM OF THE TWO COLUMNS TITLED "SUBTOTAL OF EQUIPMENT" APPEARING ON PAGES 6 AND 7.

COMBINE ORIGINAL COST OF EQUIPMENT AND ASSETS IN EACH CATEGORY BY YEAR OF ACQUISITION. REFER TO ARIZONA DEPARTMENT OF REVENUE APPRAISAL MANUAL FOR CENTRALLY VALUED NATURAL RESOURCE PROPERTY FOR TYPES OF EQUIPMENT TO INCLUDE IN EACH CATEGORY. INCLUDE ORIGINAL COST OF LEASED EQUIPMENT IN EACH CATEGORY BY YEAR OF ACQUISITION.

SMALL SCALE MINES CONFIDENTIAL

Company Name_____

For the Year Ended December 31, 2011

SUPPLIES INVENTORY

Category	al Original : Supplies	Cost of Consumeables	Cost Salvage	Cost-Salvage -Consumeables
Mine supplies Mill & Leach supplies Smelting supplies Refining supplies Environmental supplies. Office supplies Miscellaneous supplies.			 	
TOTAL SUPPLIES COST	 		I	 l

CONSTRUCTION WORK IN PROGRESS SCHEDULE

DESCRIPTION OF PROJECT	USE CATEGORY	DATE CONSTRUCTION STARTED	DATE OF EXPECTED COMPLETION	TOTAL PROJECTED CAPITAL COST FOR PROJECT	TOTAL CAPITAI EXPENDED TO DA ON PROJECT	
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SMALL	SCALE	MINES

Company Name							For the Yea	r Ended December	31, 2011
			I	LEASED LA	NDS SCHED	JLE			
Operation							County of _		
LEASE TYPE	•		ON & LOCAT	•	ACREAGE	ANNUAI	L PAYMENT	TERM OF LEASE IN YEARS	
	 			 		 	l 		
			SCHEI	OULE OF I	LEASED EQU	IPMENT			_
Descripti of Equipm		•	Year Acquired		•		Original Cost of Ite	-	
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			MALL SCA	LE MINES							
Company Name			-	For	the Year Ended Decembe	er 31, 2011					
		NON-OPERATING LAN	ID, IMPRO	OVEMENTS AND PERSONAL	PROPERTY						
Operation		County of									
COUNTY				DESCRIPTION OF PROPERTY		 					
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SMALL SCALE MINES CONFIDENTIAL

Company	Name	For	the	Year	Ended	December	31,	2013

ADDITIONAL INFORMATION

List any additional information which should be considered in determining the full cash value for this property.

Company Name	For the Year Ended December 31, 20	11
	VERIFICATION	
Shaka of		
State of	_	
County of	_	
I,	, being duly sworn, upon my oath say that	
I am the	_ of the	
I din the		
and that the information contained in the to the best of my knowledge, information	e report is complete, true and correct, according and belief.	
Further, the taxpayer waives its rights t	to confidentiality under A.R.S. Section 42-2001	
	, A9 and A10 of this report, and consents to the Assessors and their personnel by the Arizona	
Department of Revenue in order to assure	that all property is properly assessed and to help	
protect against double assessments.		
	Signature	
Subscribed in my presence and sworn	to before me, a Notary Public, in and for said	
County and State, by	on this the day	
of, a.d. 20		
•		
My commission expires	·	
In witness Whereof, I have hereunto	set my seal of office.	
	Notary Public	