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Mike Yurosko considers portions of this information on the potential mine projects and business plan to be proprietary and critical to the future develop plans for creating successful and profitable mine development enterprises.

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EXECUTIVE SUMMARY

Pickax -- Investment Risks

Investments in any newly formed business venture should be considered a high risk venture, but investments in mining ventures have historically proven to be more risky than most business investment ventures. Developing mining properties can be a costly and long-term venture, and no return on investment guarantees can be offered to potential investors/partners. As such, potential investors and partners should possess adequate net-worth such that slow recovery or loss of the investment funds does not significantly impact their basic standard of living. Potential investors should also view such mining ventures as long-term and low-liquidity investments.

Pickax -- Capitalization & Development Plans.

Pickax is seeking initial funding capital in order to develop several key mining properties owned by Mike Yurosko and Vern Andrews, properties that have proven resources, as attested by assay reports and drilling logs. These properties appear to promise a great return on investment.

Pickax -- Objectives Summary.

The objective of Pickax is to develop the resources first identified by Vern Andrews Mineral Exploration Company. Pickax plans to be a major player in the precious metals market by starting operations on a scale that doesn't draw the attention of all the organizations that are against mining operations. Only when the mining operation is firmly established will Pickax enlarge its operations; in this way Pickax will avoid the adverse attention given to large mining operations.

Pickax was formed by Mike Yurosko to target gold properties that need further exploration and development. The properties in mind are ones that were not seriously worked. These properties are ones that old-timers discovered and only poked at, leaving the great majority of their resources discovered but untouched. Chief among these properties were the mines worked on but not fully exploited by Vern Andrews Mining Exploration Company.

With these mines the mineral rights do not have to be bought from another party. Mike Yurosko controls Mr. Andrews's claims through a power of attorney and owns his own. More claims would be acquired as operations dictate. Other companies are trying to broker deals by finding buyers for the claim owners at high prices. At one-tenth the cost of some of these deals, successful operations could be established at sites that have their mineral rights already secured.

There are properties that will be added to Pickax as the company expands. The old-timers are the best source for leads on properties that are available and that were discovered but never worked on a production basis. A lot of properties were just high-graded (only the easiest to extract ore was removed) by the old timers using only a pick and shovel.

These properties are located in the heart of the thrust belt and in a mining district that produced millions when gold was only ten dollars an ounce. Some of the richest pockets of ore were mined in this region. Ladies and gentlemen, they didn't get it all. Pickax picks up where they left off.

BRIEF SUMMARY OF PICKAX'S OBJECTIVES

Pickax plans to attract investors and key personnel to itself by offering ownership participation in the company. Money and/or lines of credit would be used to place into production historically active mining properties. The net profits from production would be split among the investors according to each investor's percentage of company holdings.

Employees of Pickax would be compensated at a rate that is reasonable and equitable for work performed. In addition, Pickax employees will be able to participate in an incentive program that would enable them to recognize their value to the company. The daily affairs of Pickax would be managed by Mike Yurosko. Pickax will use the human resources readily available in Montana, including mining engineers and mining consultants.

INVESTOR-PICKAX AGREEMENTS & RELATIONS.

Investment in, and distribution of percentages and other legally binding agreements involving Pickax would be done by the creation and signing of more formal and legally binding contractual agreements. Such agreements will be negotiated at the time of the investment.

PICKAX CAPITALIZATION

Pickax envisions the need for a minimum initial capitalization of around \$200,000 before the company can begin extracting its proven resources. Ideally, Pickax could use initial funding approaching or exceeding \$500,000 in order to assure that several mining projects are started within the first year -- a condition that is viewed as most favorable for investors and Pickax because higher levels of initial funding would afford greater levels of company development flexibility, resource production diversification, long-term growth management, and innovative technology applications.

PICKAX PROPOSED RESOURCES EVALUATION & DEVELOPMENT PROCESS.

Prospective investors/partners should understand the basics of Pickax's business development plans which would be followed to bring mining properties into production. The following outline presents in a general fashion, the normal phases that a mine development project would go through to place it into production -- the general phases include;

- A. Initial Mineral Resource Development Assessment and Screening Process,
- B. Confirmation Testing and Advanced Resource Development Planning,
- C. Development and Operational Plans for Favorable Properties.

A. Initial Mineral Resource Development Assessment & Screening Process.

Pickax will continue to investigate and define proven mining properties which have the potential to return mine development and operational costs plus provide excellent longer term profits. These mining properties although known to have produced economic ore in the past, generally additional confirmation testing and mineral production development planning would be required to bring the properties into production.

Several moderate size hardrock and placer properties within Montana already owned by Mike Yurosko have been evaluated and appear to offer very favorable conditions for mine development. These properties have been evaluated, the results of which indicate easy to mine and profitable mine reserves.

Pickax can and would call upon a small group of talented and experienced mine operations and engineering design personnel. to facilitate production mining. These people are viewed as key ingredients for success of this newly formed mine development company.

B. Confirmation Testing & Advanced Planning.

Expenses and equipment required to perform detailed confirmation testing expenses on the favorable placer mine property could include.-

1. wages -- crew(s) of equipment operators & labors,
2. expendable supplies such as fuel, etc.,
3. earth moving equipment such as trucks, dozers and loaders,
4. mineral concentrating equipment (may not be necessary).

Then Pickax would consider purchasing or leasing quality used equipment for mining the properties. If sufficient funds are raised, then Pickax may purchase new equipment.

In addition, some mine projects may require laboratory and bench scale testing to determine the most favorable method for concentrating and further processing recovered ore. Several mine engineering research and design companies and institutions can be called upon to assist Pickax in these critical decision making aspects. Examples of technical assistance resources include:

- \$1,000,000 processing research laboratory facilities at Montana School of Mines and Technology.
- Lakefield Research Mineral Processing Pilot Plant and R&D.

C. Development and Operational Plans for Favorable Mine Properties.

The objective of Pickax is to place into production the Viking Mine property immediately Should initial capital funding allow, Pickax would place into production at least one new mine property within the next 6 month period.

Developing two quality and moderately large mines within the first year of operations is viewed as not only being feasible, but as a desirable objective because two operating mines would offer risk/returns diversification through a broader base of operations plus adding additional mine production would dilute operational overhead costs over a greater production base which in turn should increase Pickax's operating returns.

At this writing, the minimum amount of capital required to place one mine into production would be \$200,000, and a more conservative and favorable target funding amount would be \$500,000.

The projected costs of moving a mine property from the initial evaluation phases into full production would involve capital expenditures in general categories such as those outlined below:

1. Planning -- detailed mine economics, engineering, equipment and mine logistics planning, budgeting, time-line projections and permitting.
2. Pre-development Logistics -- Advancing Permits, equipment allocations, staffing, and advanced mine planning.
3. Mine Development -- Mine equipment and mineral processing logistics, operational testing, leading to full mine/processing operations.
4. Mine Expansion &/or Diversification -- Expansion of hardrock and placer mining operations on existing or surrounding properties.
5. Mine closure and final reclamation.

LONG-TERM DEVELOPMENT & INVESTMENT PLANS.

It would be the objective of Pickax to focus on its own mining properties and others which have the potential to produce revenues which would cover exploration and operational costs, and expendable equipment replacement costs plus allow the company to assemble assets which can be used to allow additional mine properties to be placed into operation.

A portion of net profits would be allocated for detailed confirmation testing of mine areas that have already been historically active but are in need of additional confirmation and engineering design inputs before further advances can be made in determine the best course of action for that mine property.

At some point, Pickax would have to determine the best course of action for managing mine development returns to maximize Pickax's return on investments.

One of the key aspects of future growth would be determined by the amount of capital Pickax has available to expand mine-operations capital above and beyond funds generated by existing mining operations.

EXAMPLES OF MINING PROPERTIES.

Pickax owns or controls several historically productive mining properties. The most important of these is the Viking Mine. This mine was successfully surfaced mined, but its full potential awaits tunneling, an approach that promises success due to the mine's multiple vein structures, one of which is sixteen inches, and its prominent bentonite structure. Both the bentonite and the ore body can be seen on Pickax's web-site.

Another of Pickax's properties is the mine up Carpenter Gulch. This mine has been core-drilled and the favorable reports are available. At one time this mine is said to have yielded seventy ounces of gold per ton, a phenomenal deposit.

The Trenary Mine, a third property, is in a blue quartz structure, a most promising formation. Each of these properties was held onto by Mr. Vern Andrews for decades because they were so promising.

SUMMARY

Pickax is going to take an aggressive approach in this mining venture. Since the sole duties of Mike Yurosko has been to hold on to Mr. Andrews' properties and to recover what is available, all time is spent researching the situation and promoting these mines. With an investors backing Mike Yurosko can be even more aggressive at setting up operations. The ball needs to get rolling at these mine-sites as soon as possible. Mr. Andrews was not aggressive enough in this day and age of hurry. Operations need to get going before the U.S. government lists these areas in the mineral exclusion area, which would then not allow any minerals to be extracted from these properties. That would be a total waste!! Mike Yurosko is committed to the development and exploration of the mine-sites previously worked by Mr. Andrews. Vern had a knack for gold. Some people just couldn't understand how he did it. To some people it's a gift. Mr. Andrews was invited to the Republic Of China many years ago as a mining delegate when its borders were first opened to foreigners for the first time in centuries. Mr. Andrews' father was also one of the first people to discover a major Berrillium deposit in the world. That one of the first 2 major deposits in the world was discovered in Colorado. My duties are focused only on mining, since I am not married or have dependents to complicate my job. I can stay on something for long hours and sleep little and wake up in the frame of mind necessary to conduct business. With little or no briefings I can summarize situations and draw conclusions pertinent to making good business decisions. For example, after just a couple days with Mr. Andrews I decided to accept this mission and to not give up the properties at all costs. With a devotion as such, anyone who joins myself in this venture can be assured that they have a individual who is aggressive and devoted to his work, doesn't give up, and has enough keen insight to know about everything that is going on around. With my shrewdness I can guarantee that whatever I do will have a positive effect on profits and growth capital. I hope I can find an equally aggressive investor. Mike Yurosko