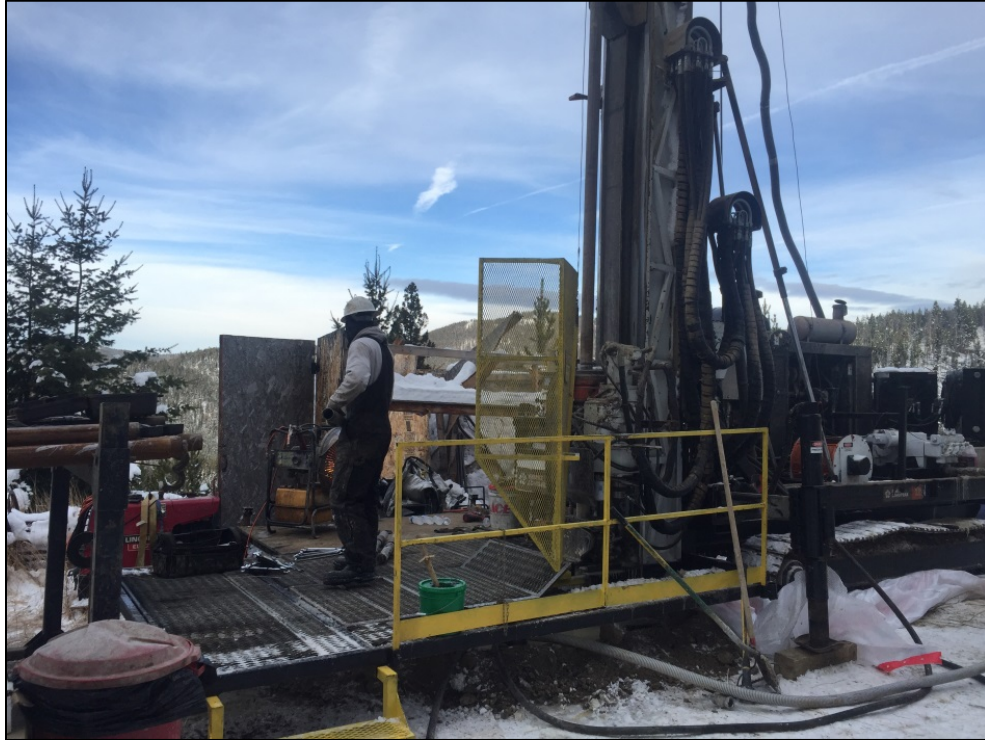


Drill Rig Drilling “confirmation drilling”: Since the first discovery hole in 1983, there was approximately \$35M spent by our predecessors on Elkhorn, delineating a reserve of 1.6M ounces of gold by approximately 350,000 feet of drilling. Over the past 18 years we have drilled an additional 170,000 feet to confirm the ore deposits, with a specific focus on the Golden Dream. Now, as a condition precedent to institutional financing, we are drilling a few more holes to provide material for metallurgical work which will also supply additional ore grade confirmation information.



Ore Samples: Results from the current cored the drilling before splitting. Split samples will be sent to certified lab for assays and analysis. The other half of the samples will be held on site to provide cross check if required.



Historical ore samples: Our 5,000 square foot warehouse contains 30 years of samples from approximately 330,000 feet of previous core drilling. These are the core samples that provide back up to the results in the various resource reports and studies.



Oldenberg Double Jumbo Drill Rig: Million dollar piece of equipment we own ready to “rock and roll”.



Portal Entrance to Elkhorn and Mine Exhaust System: This is the “doorway” to the mine. The company has completed 1,000 feet of underground development on the other side of the portal.



Inside Elkhorn: Photo gives the scope of the main access ramp which is a 14' x 14' tunnel. The remaining development will extend the ramp another 800' into the ore body. The ramp will also serve as a haul road for 750 tons of ore per day being hauled from the mine by 30 ton underground mine trucks. From there, the ore is carried by highway trucks 38 miles to the Diamond Hill Mill at Montana Tunnels for processing.



Water Treatment Facility: Underground water is often a by-product of underground mine development. Even though ground water from the Golden Dream would meet drinking quality standards, we are held to an even higher standard. Thus, we built a \$1.5M water treatment and disposal plant to treat the water and return it back to environment in a purer state than how we found it.



Cat Diesel Generator: A newly acquired Caterpillar generator supplies 1.5 MW of power to Elkhorn until such time as a main power line can be extended to the mine. We are always exploring alternative power sources such as wind, solar, and CHP, but for now, diesel and the grid are the most economical.



Mill Facility: After the ore is mined at Golden Dream, it is transported 38 miles to the Diamond Hill Mill located at the Montana Tunnels location. There the ore goes through the mill for processing which is a concentration or flotation. Essentially, the ore is concentrated by separating the minerals from the host rock, creating a high valued product, or “concentrate”, for sale and shipment to smelters. Many times mining companies will sub-contract their milling operations through third party mills. The mills and infrastructure owned by the Company enable us to control the process from the mine to salable product.



Mills: It's hard to capture the scale in this photo. This picture was taken from the 4th floor of the facility and is a picture of the secondary grinding circuit of the 15,000 ton per day mill. There two mills, which are approximately 30 feet tall, crush the ore by using steel balls and the tumbling of the ore. The minerals are liberated by going through the next circuit in which reagents are used to separate the minerals from the waste, producing a very clean concentrate, and waste rock which is essentially beach sand. This facility houses a smaller 1,000 ton per mill which operates on the same principals which will be used for the Golden Dream ore.



Montana Tunnels Open Pit: The Montana Tunnels mine operated between 1987 to 2010. During that time it processed over 100,000,000 tons of ore worth approximately \$4.5B at today's metal prices by mining out the "A" through "L" pits. We became a joint venture partner in 2005 and provided \$14.5M to remediate the "L" pit and go back into production after a pitwall stability issue. In 2009 the "L" pit was completed and the mine was placed into care and maintenance while we worked to process the permit of the "M" expansion.

The permit has been granted giving a new 8.5 year life to the mine. This phase has another 42M tons of ore in reserves containing 400,000,000 lbs of zinc, 120,000,000 lbs of lead, 500,000 ounces of gold, and 8,500,000 ounces of silver.

The total ore zone at Montana Tunnels is even bigger still, containing 65M tons of ore in a potential "N" pit which could add another 15 years to mine life.



The “Infamous” Clancy Creek: During a one in a hundred years high water event, the creek breached its boundaries and ran into the pit. There is a temporary fix in place. The permanent fix is contained in the “M” Pit expansion plan which will move the creek into a new bed, as per the permitted plan. Wetland mitigation has already been completed as part of the plan and continues the environmental stewardship Montana Tunnels has provided over the last thirty years.



Mining Trucks: “Locked and loaded”. These beasts are part of the existing open pit mine haulage fleet. As part of the “M” pit expansion plan this fleet will be added to by new equipment, with this fleet being retired at the end of the pre-strip. These trucks are capable of hauling 150 tons of ore from the pit to the mill or waste rock to the dumps



Mine Shovel: Dig baby, dig! This shovel fills up those huge trucks in three bites! Two more shovels will be added to the fleet.



Access Ramp to East Butte: The East Butte Mine is part of Elkhorn and have has been developed by EGI under a small miners exemption. It can readily be brought on line following the start up of production of the Golden Dream mine by amending the current operating permit. It s just one of four additional mines representing the huge upside the project has over the next three to five years. A total of 1.6M ounces of gold was defined by the major companies that owned Elkhorn prior to our purchase from Newmont Mining.

There 12 existing exploration targets at Elkhorn. Montana Tunnels is open at depth, and could host a high grade gold “halo” as a source of mineralization. The existing mines, and exploration potential solidify ESRI’s objective of utilizing its exsiting permits and infrastructure to become a mid-tier gold producer

