



December 12, 2008

Dear Fellow Shareholder:

Your Company continues to operate in a conservative mode waiting for a market turn-around and for exploration dollars to become available again.

Over the last few months, we have made progress on many fronts which add to our successful programs and will allow us to jump-start your Company into the forefront of market recovery.

We have streamlined operations and continue to maximize exploration success with the dollars invested. While the world faces the current global economic downturn, a functioning exploration and geological environment has developed with an abundance of geologists and drills available. We look forward to 2009, where operating with geological infrastructure will expedite progress on your property packages.

### **Chrome Mountain – PGM**

Drill results have started to trickle in from the 2008 Phase II, nine-hole drill program. Assaying is slow due to the complicated nature of the platinum group metals and the effects of the chromitite.

The drill program was designed to advance what is considered a potential North American equivalent to important world-class deposits, found only in the Bushveld Complex of South Africa. It targeted the newly discovered UG2-Platreef mineralization while simultaneously looking for a high-grade feeder zone. The high-grade feeder zone in our magma-vent theory is thought to be the source of our Chrome Mountain anomaly. The soil sampling conducted to the west of the anomaly was also successful and will result in an increased strike length of the anomaly.

Assay results will be released once they are all received and interpreted. Our joint venture partner, Beartooth Platinum Corp. is merging with another exploration company, Kria Resources. After meeting with the President and CEO of Kria, we are favorably inclined toward the new team. We are positive and encouraged about the joint venture matters which are in the process of being resolved and will move forward in 2009.

### **Idaho – Gold**

Drill permitting is progressing at Buffalo Gulch. Permitting is in place for both the exploration program and ground monitoring wells surrounding the open pit and leach pad. The new wells add to the 17 existing sites already monitored.

The exploration target at Buffalo Gulch is the high-grade theory demonstrated at the south of the Orogrande Shear Zone where the high-grade structure has been identified. The high-grade structure is a part of the 531,000 oz gold (NI 43-101) Petsite-Friday resource. The theory suggests potential high-grade mineralization along the entire strike length of the 28 km shear zone, confirmed by geophysics and geochemistry.

The remodeling of the ore bodies using new technology, Gemcom software, is also underway and will increase ounces at these projects.

### **Mexico – Silver and Gold**

The drill program completed on the Nueva Galicia project indicates the ability to drill a resource of high-grade silver and gold mineralization, along the 11 km strike, of the three parallel vein systems. New work, including remote sensing, geophysics, mapping and sampling, indicate the possibility of other structures.

A three-hole drill program is set to confirm grades at the San Pedro Analco project before a decision is made to restart production on the historic past-producer.

Court work on an estate within the Lupe project in Durango is finished. Title has concluded so property evaluation can continue with trenching, mapping, and sampling to identify drill targets for the next exploration program.

### **Looking forward to 2009**

With decreased compensation and some salaries suspended, your team is still fully committed to the success of your Company and continues to advance both projects and marketability. Your Company is positioned to come out ahead of this market downturn and will lead the pack.

We thank our shareholders and supporters for their patience and support.

Sincerely,

A handwritten signature in black ink, appearing to read 'Del Steiner', with a stylized flourish at the end.

Del Steiner  
President and CEO