

**TO: Mr. James Askew
Rodey Law Firm**

**FROM: Jack W. Burgess, PE
Mining Engineer**

DATE: June 20, 2005

RE: WHITE OAKS PROPERTY SAMPLING

PURPOSE: The purpose of this follow-up trip to the White Oaks Property was to take a grab sample from each of the old dumps. Sampling was not permitted during the previous visit on May 25, 2005.

A grab sample is typically obtained during a preliminary examination of a mining property. It is taken to assure an Engineer or Geologist that a mineral of value is indeed present. It is not representative of a weighted content, but is intended to determine whether or not a more comprehensive evaluation is warranted. For integrity, the sample is always carefully handled for security, and is assayed only by a certified, professional assay laboratory.

SITE VISIT: On June ⁸~~6~~, 2005, I again met Mr. Cory Meister, Landman for White Oaks Resources, at the White Oaks Property gate.

I then proceeded to take samples from nine location dumps. The procedure was as follows:

Each sample was taken roughly mid-way up the slope of each dump from 5 or 6 locations spread around the perimeter of the dump. A shallow vertical trench, 3 to 5 feet long and 4 to 8 inches deep was dug with a pick. From each trench two or three handfuls of assorted-sized material was grabbed which amounted to about 3 to 5 pounds total for each dump sample.

2.

GPS location readings were taken for each dump. Noted for each was the North Latitude, West Longitude, and elevation. Photos were also taken. Later, the GPS data was shared with Mr. Meister.

For a trench sample location, I was guided for the most part by color, usually red or yellow, indicating alteration. This I presumed to be material that was either associated with, or adjacent to, mineralization. I avoided taking samples from obvious country rock, or waste.

The work was completed by about 1:30 pm.

Sample descriptions are listed on page 3.

CC. Mr. Doug Irving

DESCRIPTION	SAMPLE NUMBER	NORTH LATITUDE	WEST LONGITUDE	ELEVATION	AU OZ. PER TON	AG OZ. PER TON	WO ₃ PER CENT
SOUTH HOMESTAKE UPPER DUMP	126351	33° 45.050'	105° 45.480'	6835'			
WINDLASS DUMP MIDWAY S. 1/2 N. HOMESTAKE	126352	33° 45.143'	105° 45.531'	6784'			
SOUTH HOMESTAKE 180 LEVEL TRENCH	126353	33° 45.119'	105° 45.411'	6641'			
SOUTH HOMESTAKE LOWER DUMP (SOUTH SIDE)	126354	33° 45.138'	105° 45.390'	6575'			
NORTH HOMESTAKE	126355	33° 45.293'	105° 45.534'	6610'			
RITA DUMP	126356	33° 45.306'	105° 45.525'	6633'			
NORTH RIDGE DUMP FROM OPEN CUT	126357	33° 45.529'	105° 45.579'	6827'			
LADY GODIVA DUMP	126358	33° 45.317'	105° 45.444'	6672'			
OLD ABE DUMP PUSHED TO ROAD BY DOZER	126359	33° 45.223'	105° 45.351'	6592'			
SAMPLES TAKEN 6/6/05							

RODEY, DICKASON, SLOAN, AKIN & ROBB, P.A.

COUNSELORS AND ATTORNEYS AT LAW

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**FACSIMILE NO. (505) 768-7395
COVER PAGE**

TO: DOUG IRVING

DATE: June 20, 2005

FROM: JAMES A. ASKEW

OPERATOR: JILL C. MEDFORD

OFFICE:

FAX: 883-0221

TOTAL NUMBER OF PAGES, INCLUDING THIS PAGE: 8

If you do not receive any of these pages, please call the operator at 768-7358.

**MESSAGE: COPY OF DUMP SAMPLING PROCEDURES AND REPORT BY
HOLLAND ATTACHED FOR YOUR ATTENTION.**

IMPORTANT!

THE INFORMATION CONTAINED IN THIS FACSIMILE MESSAGE IS CONFIDENTIAL AND INTENDED SOLELY FOR THE USE OF THE INDIVIDUAL OR ENTITY NAMED ABOVE. IF THE READER OF THIS MESSAGE IS NOT THE INTENDED RECIPIENT, OR THE EMPLOYEE OR AGENT RESPONSIBLE FOR DELIVERING IT TO THE INTENDED RECIPIENT, YOU ARE HEREBY NOTIFIED THAT ANY DISSEMINATION, DISTRIBUTION, COPYING, OR UNAUTHORIZED USE OF THIS COMMUNICATION IS STRICTLY PROHIBITED. IF YOU HAVE RECEIVED THIS FACSIMILE IN ERROR, PLEASE NOTIFY THE SENDER IMMEDIATELY BY TELEPHONE, AND RETURN THE FACSIMILE TO THE SENDER AT THE ABOVE ADDRESS VIA THE UNITED STATES POSTAL SERVICE. THANK YOU.

WAYNE HOLLAND
D.B.A. DIRTDIVER EXPLORATION
2972 Hwy 380, Bingham New Mexico

Gary Redwine
Redwine Resources, Inc.
8214 Westchester Drive Suite 740
Dallas, Texas 75225

RE: Dump Sampling Procedures

Dear Gary Redwine,

Per our conversation, on June 14th, 2005, here is scenario of sampling and gold recovery procedures I incorporated at White Oaks during the summer of 2004. Note the Old Abe and South Homestake ore dumps required different sampling techniques.

Step One: Ore dumps were excavated, using a trackhoe and dozer, to expose buried dump material in the ore and waste piles. Since there is one pile at the S. Homestake I had the excavator run trenches extending the width and length of the dump. Extensive sampling was accomplished using vertical and horizontal methods to extract material and cover the freshly exposed dump surfaces. Each bulk sample was numbered and weighed. (Five individual samples were taken.)

The Old Abe dumps were too numerous and spread out for single trenching so I had the excavator dig trenches and pits through the largest and accessible dumps down slope from the shaft. Multiple samples were extracted using the same tedious horizontal and vertical technique as used at the S. Homestake. All bulk samples were numbered and weighed. (Nine individual samples were taken)

Step Two: Each sample was recorded for location and weight and then the material was reduced to 1/2 inch minus in a Hercules jaw crusher. The material was then fed to a rod mill and reduced to 40 mesh minus. Slurry of the minus 40 mesh material was then passed over a series of sluices to extract the gold and silver. Extreme caution was taken to completely clean the jaw crusher, rod mill and all sluices prior to running the next sample.

Step Three: Concentrates, from each sample run, were amalgamated separately to recover the fine precious metals. The amalgam, from each sample, was torched in a blast furnace and melted into Dore beads. Each bead was weighed and then assayed for silver and gold percentages.

Assessment was performed by Saathoff's Lab in Las Cruces.

Step Four:

Individual sample information was compiled to determine the percentage of gold per ton for each ore and waste dump (i.e. S. Homestake and Old Abe).

All samples results for the S. Homestake were added together to give an average value of Gold per ton in the ore and waste dump. I used a standard of \$400/ ounce for gold. All sample results for the Old Abe were added together to give an average value of Gold per ton in the ore and waste dumps. I used a standard of \$400/ounce for the gold price.

All gold beads were given to David Dobson of Lincoln Gold and Tungsten.

If there are any additional question or comments please contact me here in Bingham N.M. at 505-423-3235.

Sincerely yours,
Wayne Holland, Mining consultant

2972 Highway 380
Bingham, New Mexico
USA
Phone: 505-423-3235

June 28, 2004

Re: Final results bulk sampling, White Oaks Dumps.

Dear Gary Redwine,

The Ore dumps at White Oaks N. M. are as complex as the ore bodies and geology that has been mined. Even though high grade ore was hand cobbled and picked, the underground environment was often dusty and poorly lit. This situation allowed high grade ore to be mistaken for waste rock and consequently deposited as such in the dumps. Finely disseminated gold and sulfides were also discarded as worthless rock. The sampling program just completed provides for a baseline of values that can and will vary as these dumps are excavated. These values are set at \$400 per ounce gold and \$5 per ounce silver. The final dollar figures are listed below:

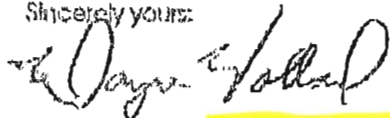
Old Abe dump average- \$149.00 Gold and \$ 1.13 Silver (per Ton)

South Homestake dump average - \$ 67.00 Gold and \$0.60 Silver (per Ton)

North Ridge Dump average- \$ 323.00 Gold and \$ 0.60 Silver (per Ton)

Thank You for the opportunity to work on this interesting project.

Sincerely yours:



Wayne Holland, Mining Consultant

ORE DUMP SAMPLING WHITE OAKS, NM 6/04

BULK SAMPLE NUMBER	TOTAL WEIGHT LBS.	PROCESSED WEIGHT - LBS.	GOLD/SILVER DORE - GRAMS	% GOLD	OUNCES PER TON	\$ PER TON @ \$400/OUNCE - AU	\$ per ton @ \$5/oz - AG
OLD ABE 1	222	150	0.4	37.9	0.06	\$24	0.25
OLD ABE 2	210	100	0.3	47.1	0.09	\$36	0.25
OLD ABE 3	224	90	0	0	0	0	0
OLD ABE 4	236	120	4.03	50.75	1.09	\$436	3.22
OLD ABE 5	128	85	0.88	50.31	0.33	\$132	0.64
OLD ABE 6	181	91	0.83	51.9	0.3	\$120	0.91
OLD ABE 7	205	95	0	0	0	0	0
OLD ABE 8	175	86	0.5	49.32	0.18	\$72	0.54
OLD ABE 9	208	73	0.3	68.1	0.02	\$8	0.01
OLD ABE COMPOSITE		870	5	52.7	0.142	\$57	0.34
S.HOME. 1	136	136	0.17	51.94	0.04	\$17	0.1
S.HOME. 2	110	58	0.09	50.41	0.05	\$20	0.13
S.HOME. 3	95	52	0.15	51.03	0.09	\$37	0.44
S.HOME. 4	102	56	0	0	0	0	0
S.HOME. 5	122	64	0.9	53.69	0.48	\$193	1.18
S. HOMESTAKE COMPOSITE		366	0.4	48.4	0.03	\$13	0.12
N. RIDGE	211	78	1.95	50.27	0.8	\$323	2.5

0



05/24/2004

12:27 PM

White Oaks Gold Project Ore Dump Samples June 2004

by: Wayne Holland - Geologist
Don Seathoff - Chemical Assay

- not a Trained geologist; he is a mineral dealer, gold
- not registered - he is a mineral dealer

BULK SAMPLE NUMBER	TOTAL WEIGHT LBS.	PROCESSED WEIGHT - LBS.	GOLD/SILVER DORE - GRAMS	% GOLD	OUNCES per TON	\$ PER TON AU @ \$400/OUNCE
Old Abe 1	222	160	0.40	37.90%	0.065	\$26
Old Abe 2	210	100	0.30	47.10%	0.091	\$36
Old Abe 3	224	90	0.00	0.00%	0.000	\$0
Old Abe 4	236	120	4.03	50.75%	1.096	\$438
Old Abe 5	128	85	0.88	50.31%	0.335	\$134
Old Abe 6	181	91	0.83	51.90%	0.304	\$122
Old Abe 7	205	95	0.00	0.00%	0.000	\$0
Old Abe 8	175	86	0.50	49.32%	0.184	\$74
Old Abe 9	208	73	0.03	68.10%	0.018	\$7
	1789	890			0.233	
Old Abe Composite		890	3.65	52.70%	0.139	\$56
****Total Old Abe****					0.372	\$149
S. Homestake 1	136	136	0.17	51.94%	0.042	\$17
S. Homestake 2	110	58	0.09	50.41%	0.050	\$20
S. Homestake 3	95	52	0.15	51.03%	0.095	\$38
S. Homestake 4	102	56	0.00	0.00%	0.000	\$0
S. Homestake 5	122	64	0.90	53.69%	0.488	\$194
	565	366			0.134	
S. Homestake Composite		366	0.40	48.40%	0.034	\$14
Total S. Homestake	565		1.71		0.168	\$67
N. RIDGE	211	78	1.95	50.27%	0.808	\$323
TOTAL					4.995	
# Samples					15	
AVERAGE					0.333	\$133

Arithmetic Avg
wtd avg = 0.249 oz Au/ton

all the ones
added together?

Arith Avg = 0.135
wtd. avg. = 0.122 oz Au/ton

JUN-20-2005 MON 11:49 AM

FAX NO.

P. 05/08

06/24/2004

02:19 PM

White Oaks Gold Project Ore Dump Samples June 2004

by: Wayne Holland - Geologist
Don Szathoff - Chemical Assay

Special Run for Sensitivity
Took out Old Abe 4 - Highest Value

BULK SAMPLE NUMBER	TOTAL WEIGHT LBS.	PROCESSED WEIGHT - LBS.	GOLD/SILVER DORE - GRAMS	% GOLD	OUNCES per TON	\$ PER TON AU @ \$400/OUNCE
Old Abe 1	222	150	0.40	37.90%	0.085	\$26
Old Abe 2	210	100	0.30	47.10%	0.091	\$36
Old Abe 3	224	90	0.00	0.00%	0.000	\$0
Old Abe 4 (used ZERO)	236	120	0.00	50.75%	0.000	\$0
Old Abe 5	128	85	0.89	50.31%	0.335	\$134
Old Abe 6	181	91	0.83	51.90%	0.304	\$122
Old Abe 7	205	95	0.00	0.00%	0.000	\$0
Old Abe 8	175	86	0.50	49.32%	0.184	\$74
Old Abe 9	208	73	0.03	68.10%	0.018	\$7
	1789	890			0.111	
Old Abe Composite		890	1.80	52.70%	0.069	\$27
****Total Old Abe****					0.179	\$72
S. Homestake 1	136	136	0.17	51.94%	0.042	\$17
S. Homestake 2	110	58	0.09	50.41%	0.050	\$20
S. Homestake 3	95	52	0.15	51.03%	0.095	\$38
S. Homestake 4	102	56	0.00	0.00%	0.000	\$0
S. Homestake 5	122	64	0.90	53.69%	0.486	\$194
	565	366			0.134	
S. Homestake Composite		366	0.40	48.40%	0.034	\$14
Total S. Homestake	565		1.71		0.168	\$67
N. RIDGE	211	78	1.95	50.27%	0.808	\$323
TOTAL					3.265	
# Samples					15	
AVERAGE					0.218	\$87

JUN-20-2005 MON 11:50 AM

FAX NO.

P. 06/08

SAATHOFF'S MINING & MINERALS
ASSAY REPORT
FIRE ASSAY

SOURCE: Wayne Holland representing Redwine Resources, Inc.

ASSAY #: 060401 through 060415.

SAMPLE ID: 060401, "North Ridge Dump", Sample offered: Dore' Bullion - 1.9546g, Sample used: .7758g, Pulp remaining: 1.1788g.
ASSAY: 50.27% gold, 31.29% silver.

SAMPLE ID: 060402, "Old Abe #1", Sample offered: Dore' Bullion - .3936g, Sample used: .3936g, Pulp remaining: 0.
ASSAY: 37.9% gold, 38.4% silver.

SAMPLE ID: 060403, "Old Abe #2", Sample offered: Dore' Bullion - .2820g, Sample used: .2820g, Pulp remaining: 0.
ASSAY: 47.1% gold, 31.42% silver.

SAMPLE ID: 060404, "Old Abe #4", Sample offered: Dore' Bullion - 4.3016g, Sample used: .5634g, Pulp remaining: 3.7362g.
ASSAY: 50.75% gold, 29.9% silver.

SAMPLE ID: 060405, "Old Abe #5", Sample offered: Dore' Bullion - .8802g, Sample used: .8802g, Pulp remaining: 0.
ASSAY: 50.31% gold, 27.97% silver.

SAMPLE ID: 060406, "Old Abe #6", Sample offered: Dore' Bullion - .8309g, Sample used: .8309g, Pulp remaining: 0.
ASSAY: 51.99% gold, 31.17% silver.

SAMPLE ID: 060407, "Old Abe #8", Sample offered: Dore' Bullion - .4850g, Sample used: .4850g, Pulp remaining: 0.
ASSAY: 49.32% gold, 28.94% silver.

SAMPLE ID: 060408, "Old Abe #9", Sample offered: Dore' Bullion - .0365g, Sample used: .0365g, Pulp remaining: 0.
ASSAY: 68.1% gold, 11.6% silver.

SAMPLE ID: 060409, "Old Abe Amalgam 1 - 9", Sample offered: Dore' Bullion - 3.6562g, Sample used: .7322g, Pulp remaining: 1.9845 (as Au/Ag bead).
ASSAY: 52.7% gold, 23.6% silver.

RECEIVED
JUN 26 2004
BY: _____

SAMPLE ID: 060410, "South Homestake #1", Sample offered: Dore' Bullion-.1702g,
Sample used: .1702g, Pulp remaining: 0.
ASSAY: 51.94% gold, 25.95% silver.

SAMPLE ID: 060411, "South Homestake #2", Sample offered: Dore' Bullion-.0982g,
Sample used: .0982g, Pulp remaining: 0.
ASSAY: 50.41% gold, 27.8% silver.

SAMPLE ID: 060412, "South Homestake #3", Sample offered: Dore' Bullion-.1597g,
Sample used: .1597g, Pulp remaining: 0.
ASSAY: 51.03% gold, 48.3% silver.

SAMPLE ID: 060413, "South Homestake #5", Sample offered: Dore' Bullion-.9119g,
Sample used: .9119g, Pulp remaining: 0.
ASSAY: 53.6% gold, 29.1% silver.

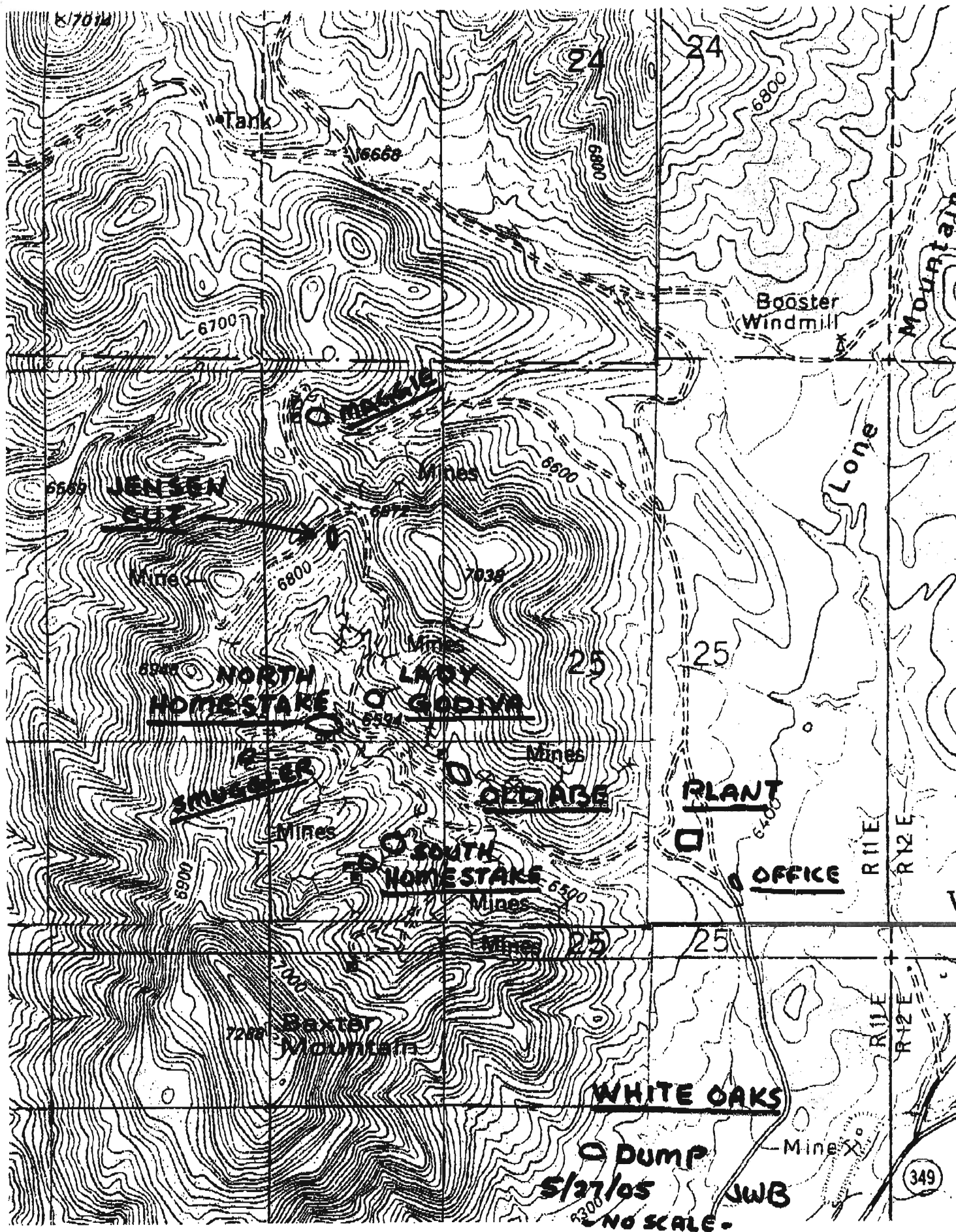
SAMPLE ID: 060414, "South Homestake Aualgam 1 - 5", Sample offered: Dore'
Bullion - .3676g, Sample used: .3676g, Pulp remaining: 0.
ASSAY: 48.4% gold, 33.1% silver.

SAMPLE ID: 060415, "Fine Concentrate, Old Abe #6, Sample offered: ~40mg,
Sample used: for Te determination, ~10mg, for assay, ~15mg, Pulp remaining:
~15mg.
ASSAY: 22.77% gold, 21.05% silver.



ASSAYER: Don Santhoff
June 23, 2004.

PULP DISPOSITION: Returned to Wayne Holland.



JUN-14-2005 15:41 FROM: RAYCHESTER, INC

(505)835-3882

TO: 15052469104P98

P.1

**Lincoln, Gold & Tungsten
Projected Sales**

Account Description	4/1/05 to 6/30/05	7/1/05 to 9/30/05	10/1/05 to 12/31/05	1/1/05 to 3/31/05	4/1/06 to 6/30/06	7/1/06 to 9/30/06	
<u>Sales</u>							12 months
Gold Sales							
7% Royalty	-	90720	136080	45360	136080	136080	
Doc. Rock Sales	60000	60000	40000	20000	60000	60000	
	60000	150720	176080	65360	196080	196080	
<u>Direct Expenses</u>							
Rental of Equip 6%	3600	3600	2400	1200	3600	3600	
Blasting 10%	6000	6000	4000	2000	6000	6000	
Utilities 2%	1200	1200	800	400	1200	1200	
	10800	10800	7200	3600	10800	10800	
Gross Profit	49200	139920	168880	61760	185280	185280	
<u>Fixed Expenses</u>							
Labor	8000	18000	18000	18000	18000	18000	
Utilities	600	600	600	600	600	600	
Insurance	1800	1800	1800	1800	1800	1800	
Telephone	600	600	600	600	600	600	
Water Lease	750	750	750	750	750	750	
Rent	600	600	600	600	600	600	
* BLM Lease	-	2100	-	-	-	2100	
* Det. of Justice	500	500	500	500	500	500	
	12850	14950	12850	12850	12850	14950	
Net Profit	36350	124970	156030	48910	172430	170330	
Profit Per Month	12117	41657	52010	16303	57477	56777	

Assumptions - lease production 60 tons/hr x 10 hr/day
 x .10 oz per ton = 60 oz gold per day
 x 450 = \$27,000 x 7% = \$1890.00/day royalty

\$1890.00 x 24 days/month = \$45,360/month

60 tons/day
 x 24 day/mo
 x 12 mo.
 = 172,800 tons

What is head grade? 0.10 oz/ton is recovered grade

Gold - not \$450/oz yet.

Smelting and refining charges to produce refined gold - \$10/oz?