



# **Montana Tunnels Mining, Inc. Mine Redevelopment: Part II**

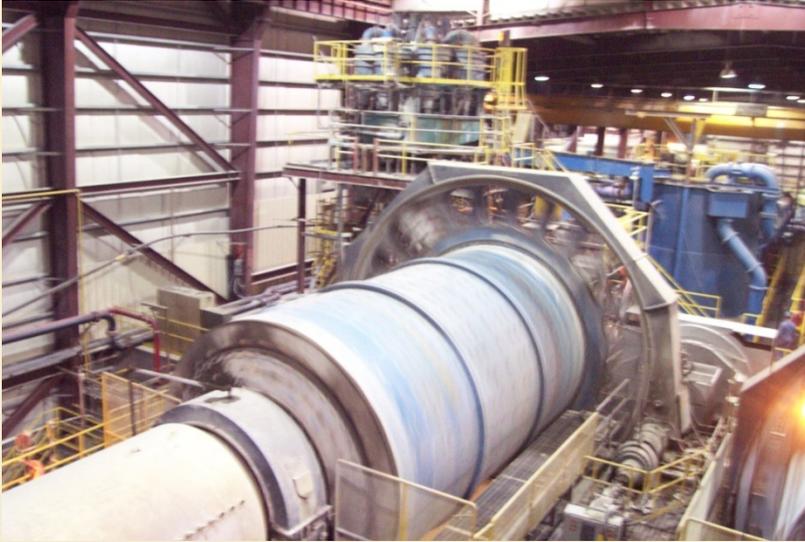
# Montana Tunnels Open Pit Mine & Mill Facility



# Mine Operations



# Mill Operations



# Montana Tunnels Production History

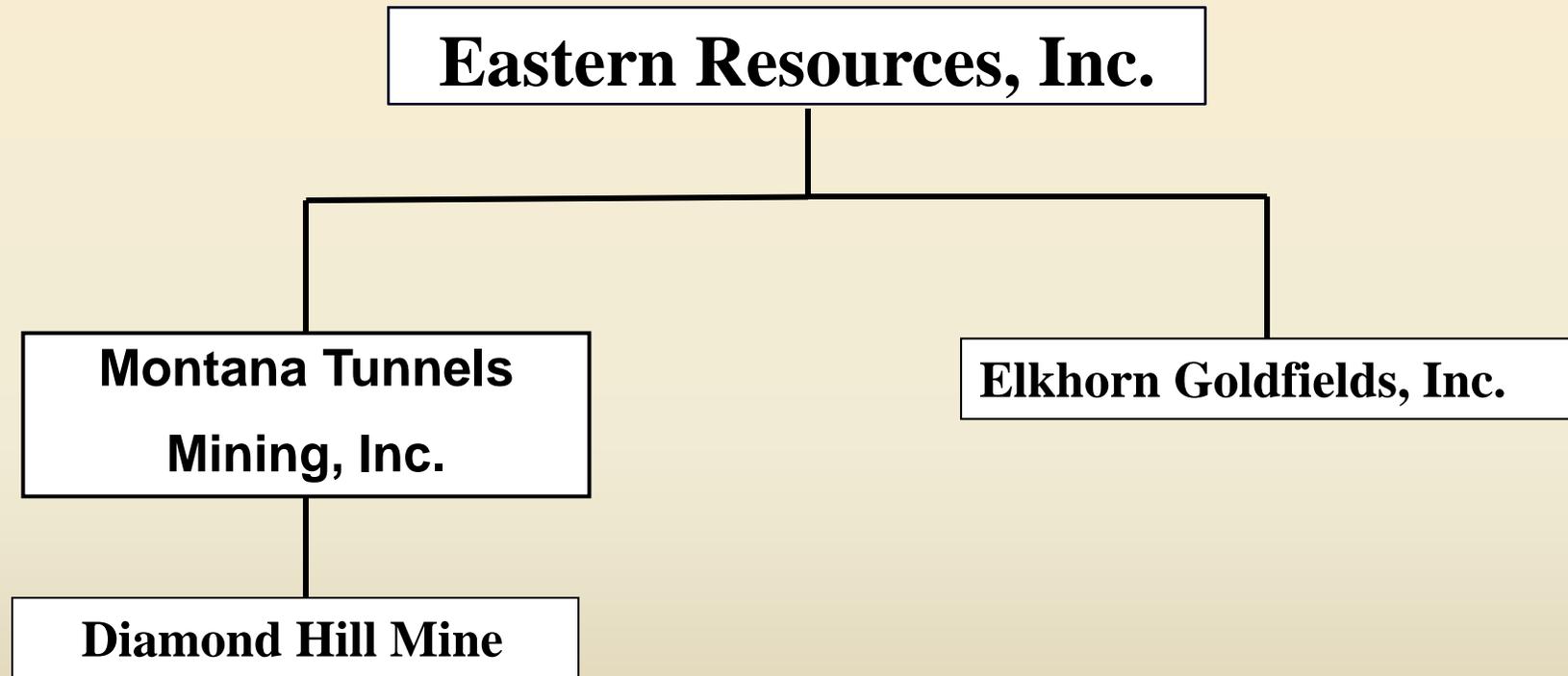
- **Mine Startup** February 1986
- **Length of Operations** 23 Years
- **Total Ore Processed** 98 Million tons
  - >**Gold Recovered** 1.6 Million oz.
  - >**Silver Recovered** 30 Million oz.
  - >**Lead Recovered** 400 Million lbs.
  - >**Zinc Recovered** 1.1 Billion lbs.

# Ownership History

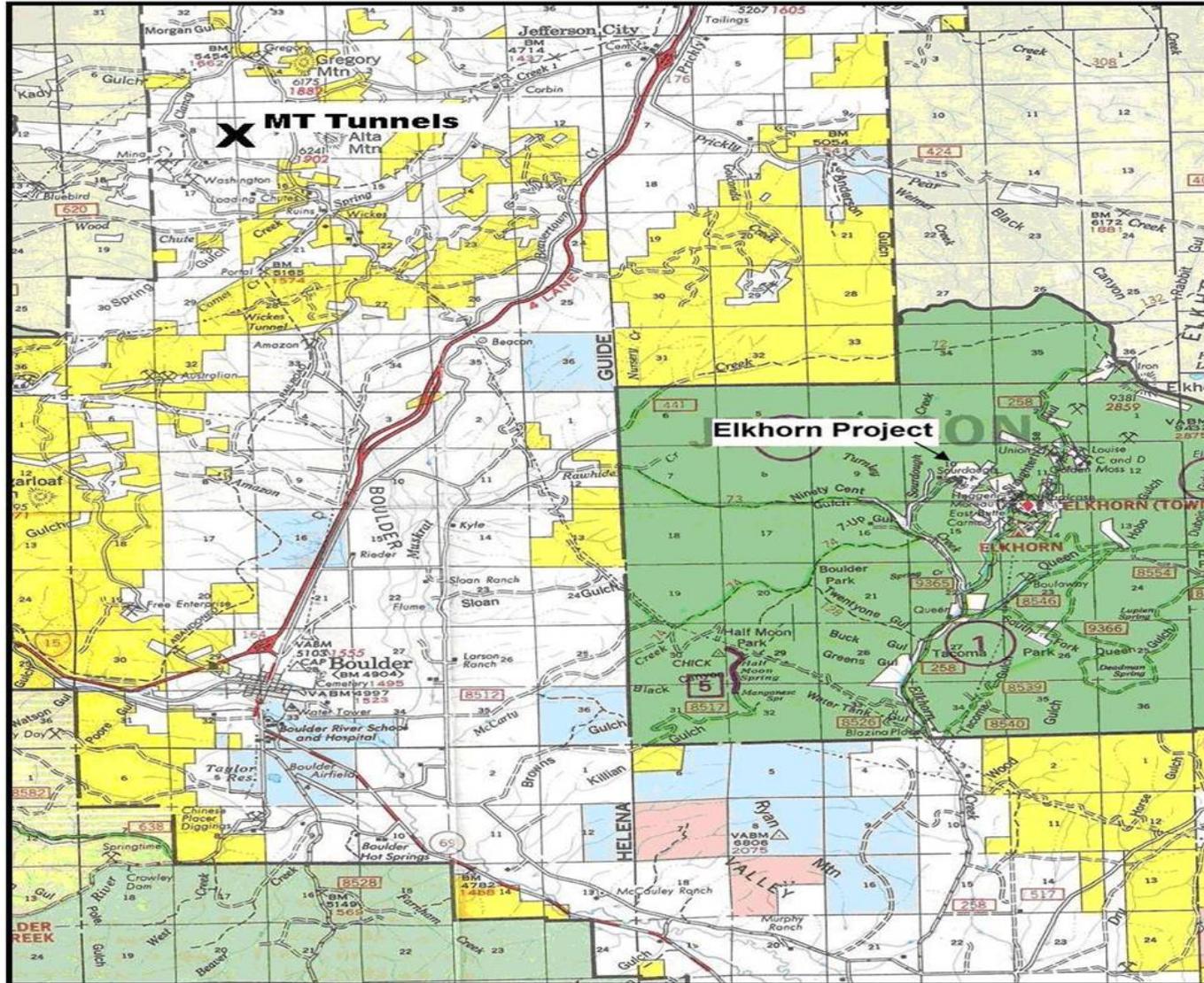
- 1) U.S. Minerals Exploration/Centennial Minerals**
  - **Application 1984 – ROD 1986**
- 2) Pegasus Gold Corporation – 1987-1997**
- 3) New Co. (Apollo Gold Corporation) – 1997-2002**
- 4) Nevaro Gold (Retain Apollo Gold) – 2002-2010**
- 5) Apollo Gold/Elkhorn Goldfields JV – 2006 -2010**
- 6) Elkhorn Goldfields, LLC – 2010-2012**
- 7) Eastern Resources, Inc. – April 2012**

# Eastern Resources, Inc.

## Company Structure



# Eastern Resources Operations

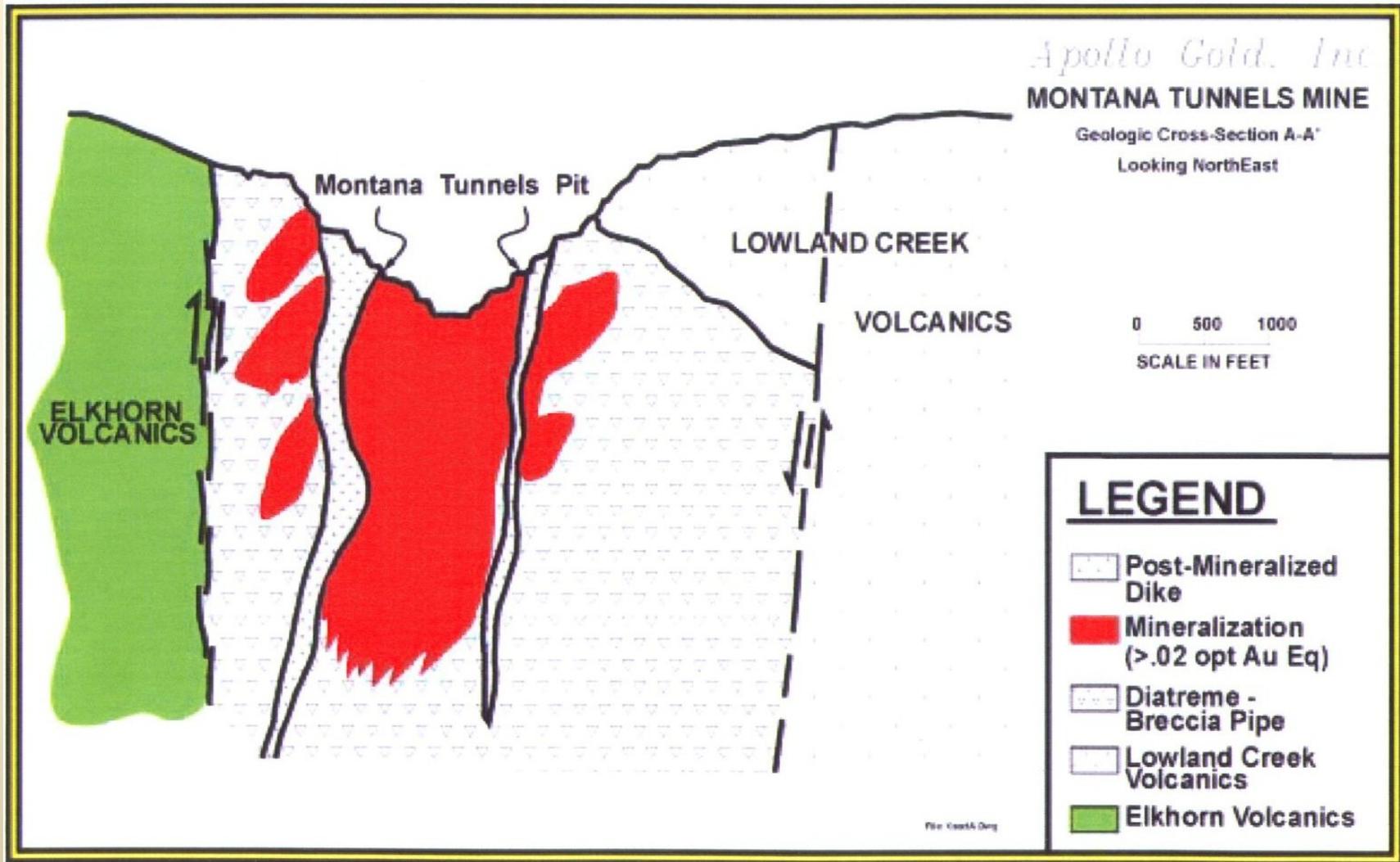


# **MTMI Redevelopment: Part I**

# Montana Tunnels Open Pit



# General Cross Section



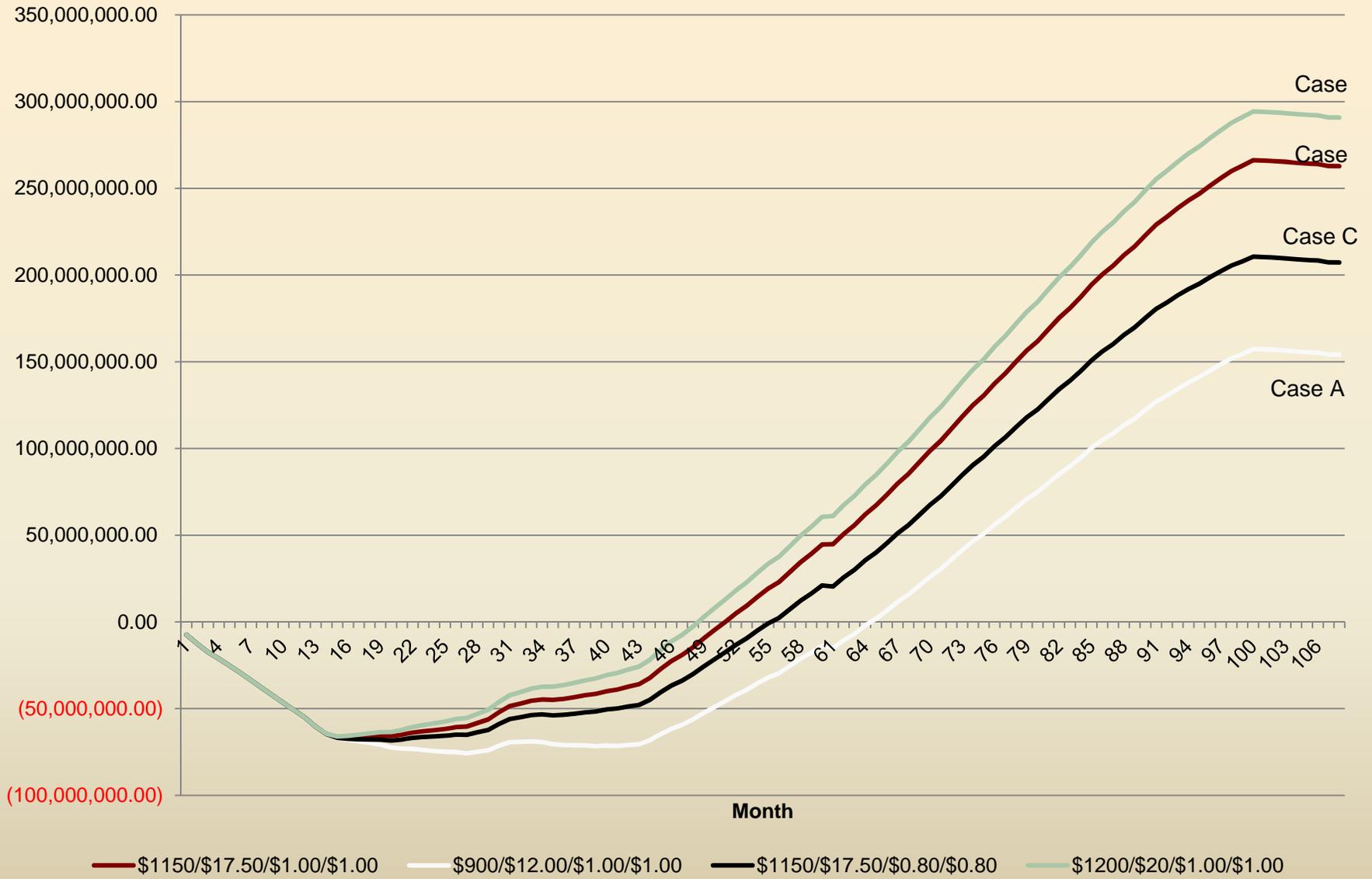
## Part I Summary

- 1998-2002 – Completed Development Drilling**
- 2002-2004 – Baseline Studies for Major Amendment**
- July 2004 – Application Submitted to Agencies**
- November 2008 – EIS Records of Decision**

# Mine Expansion Plan (M-Pit)

<input type="checkbox"/> Additional Ore Reserves	38 Million tons
<input type="checkbox"/> Added Mine Life	9 Years
<input type="checkbox"/> Contained Metal	
➤ Gold	504 Thousand oz.
➤ Silver	8.4 Million oz.
➤ Lead	129 Million lbs.
➤ Zinc	378 Million lbs.

# Cumulative Cash Flow Comparisons



# **MTMI Redevelopment: Part II**

**\$ FINANCING \$**

# **MTMI Operational Status**

- ❖ **Discontinued Mining Operations – December 2008**
- ❖ **Completed Milling Stockpiles – April 2009**
- ❖ **Care and Maintenance – May 2009  Present**
- ❖ **Need ~ \$75 Million to Restart Operations**
- ❖ **JV Partner Elkhorn Goldfields Purchases Remaining  
50% Interest in Montana Tunnels From Apollo Gold  
February 2010**

# **Attempts to Raise Capital**

- 1) Recovery Zone Bonds**
- 2) Loans from Major Equipment Dealers**
- 3) Discussions with Mining Companies**
- 4) Private Investors**
- 5) Non Tax Exempt Bond Sales**
- 6) Mergers With SEC Listed Companies**

# **Prospects for Resuming Operations at Montana Tunnels**

**Public Company Stock Offering**

**???**

**Suggestions?**