

STATUS REPORT ON THE FRENCH CREEK ORE DEPOSIT

Medicine Bow Mountains
Carbon County, Wyoming



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Consulting Geologist

Prepared for: GoldenSilver Holdings, Inc.

June 18, 2020

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INTRODUCTION

The purpose of this report is to provide an up to date status report on the French Creek ore deposit located in the Medicine Bow Mountains of Southern Wyoming and serves as an addendum to the author's original report of March 28, 2012, titled Geology of the French Creek Ore Deposit.

There have been several developments in the French Creek Project that warrant this summary report. The most important and exciting of these developments is the evolution and advancement of a new, cutting-edge, mineral extraction process that has been developed by the project owner. This new technology will easily allow for the environmentally friendly extraction and production of the French Creek precious metals ore, which will greatly increase the value of the in-ground proven reserves of the orebody. Also, included in this report are new property value calculations using the latest metals spot-prices, updated land status, the discovery of the original drill hole location markers, and the author's professional credentials.

MINING CLAIM AND LAND STATUS UPDATE

The ownership of the French Creek Orebody, exactly as described, defined, and sequestered in the original report of 2012; has been duly and legally passed from the reported initially owners, specifically Carbon Ridge Mining and Exploration, Ltd., and thence Global Senior Resources, Ltd., to the current owner [REDACTED]. There have been no lapses or gaps in legal ownership of the SNOW RANGE FC #28 Lode Mining Claim since the original acquisition of the claim in 2011.

The duly signed and filed Certificate of Ore Sequestration: French Creek Mine Claim #28, on record at the Carbon County, Wyoming Clerk and Recorder Office in Rawlins, Wyoming since November 2, 2011; and after having gone unchallenged for a period of greater than seven years, now grants outright ownership of the described orebody [REDACTED]
[REDACTED]

This action of formal sequestration was initiated because of the apparent reluctance of the United States Bureau of Land Management, in conjunction with the United States Forest Service, to issue a mining permit to any private or corporate entity to conventionally mine or process any orebody located within the French Creek District, regardless of the validity and scope of operations described in any submitted mining plan. This reluctance is further evidenced by the total absence of any new mining operations located within this highly mineralized and thoroughly staked and claimed mining district. With such a large amount of proven and indicated precious metals within the mining district, there should logically be several active mining enterprises located therein. The aesthetic value of the surrounding recreational forest land may be part of the issue; however, having the public use designation should allow for other legal public uses as well.

RECENT PROJECT DEVELOPMENTS

Valuation and Assay Data Review

Since 1985, there have been many independent reviews, opinion letters, and affidavits submitted by a wide range of seasoned professionals from many different occupations. After establishing and attesting to the validity of the proven reserve status, under international standards, it was achieved on the French Creek Orebody. These official documents include, but are not limited to, the following:

- David Nicholarsen, Registered Professional Geologist, Gene R. George & Associates, Inc., an Engineering and Geology Company with multiple Wyoming office locations. April 2012.
- Russell Twiford, Professional Geologist, and Assayer with industry-wide renown and respect, Nevada Platinum, Inc. located in Gilbert, Arizona. October 2011.
- James Halpin, Attorney at Law, Boulder, Colorado and Randal Wagoner, Independent Geologist and Prospector. October 2011.
- Hirisnel Sucre Grimaldo, Minerals Attorney, Offshore Law Center, Planta Baja, Panama. October 2011.

- Delbert M. Bjordahl, Commercial Real Estate Broker and Mortgage Banker, Dellen, LLC, Rapid City, South Dakota. August 2009.
- Joseph Dunlop, Certified Minerals Appraiser, Sandy, Utah. February 2007.
- William A. Stehl, President, Medicine Bow Resources, a Resource Management, and Environmental Consulting firm in Evergreen, Colorado. August 1999.
- Donald J. McCoy, Certified Minerals Appraiser, Mine Engineering Services, Blackhawk, Colorado. August 1985.
- Independent Accountant(s), Miami Beach CPA, LLC. Agreed-Upon Certification and Valuation Procedures Report. Date unknown.

The reports listed above have all relied upon the assay data from several different, well-accredited, industry-leading, assay labs that all report remarkably similar and impressive assay results. These labs include:

- Sierra Labs, Silver City, Nevada.
- Advanced Analytical, Cave Creek, Arizona.
- Nevada Platinum, Gilbert, Arizona.
- Global Ventures, Chandler, Arizona.
- J.D. Kramer, New York City, New York.
- Metal Resources and Assay Corp.
- Rare Metals Corp.

Original Core Drill Hole Locations

As mentioned on page 2 of the Joseph Dunlop Mineral Property Appraisal Report, many of the assays used in the valuation reports were analysis of

the core drilling samples acquired from the original 3 drill holes located on the SNOW RANGE FC #28 as drilled and sampled by Longyear Drilling (now Boart Longyear) of Salt Lake City, Utah. As of March 28, 2012, the date of my original report, the exact locations of these drill holes were unknown and only described in approximate terms. Since that time, two of the three original drill hole collar markers have been discovered, and the third drill hole location was extrapolated, and evidence of the drilling activity was found and confidently inferred to be the correct location. These location findings are essential for obvious reasons, and we were pleased to discover them.

Mineral Extraction and Processing Technology Advancement

The most important of the recent developments regarding the French Creek Orebody is the advancement of the proprietary precious metals harvesting technology. This cutting edge, environmentally friendly, mineral extraction, and production methodology is definitely a game-changer for the precious metals mining industry. By using physics as the scientific basis of this technology to induce the release of the metallic elements from the surrounding stratigraphic matrix, instead of the conventional mining and chemical extraction techniques, the environmental impact of the ore harvesting operations will be reduced to a negligible level. The environmental impact will be significantly reduced, and the cost of extraction and production of the precious metals will plummet. Using this technology to replace the existing extraction and production protocols delineated in the original report will be the key to unlocking the ore and should greatly increase the value of the property, as discussed in the following section of this report.

UPDATED PROPERTY VALUATION

The most recent of the property valuation appraisal included in the original report of March 28, 2012, is dated April of 2012. Favorable changes in the extraction protocols, as well as the inevitable changes in precious metals spot prices, used to calculate the value of the in-ground proven reserves, call for a recalculation of the property valuation.

Using the same original ore tonnage estimates of 9,917,390 tons for the 10 acres included in the proven reserve appraisals, and including only the

minerals Gold, Platinum, and Rhodium at the same average ounces per ton (OPT) as reported; specifically, 11 OPT Gold, 22.5 OPT Platinum, and 53.2 OPT Rhodium, the corresponding figures for the estimated ounces total (as listed below), and the spot prices from June 18, 2020 close, the new valuation calculates as follows:

<u>Mineral</u>	<u>OPT</u>	<u>Estimated Ounces</u>	<u>Price per ounce</u>	<u>Estimated</u>
<u>Mineral Value</u>				
Gold	11	109,091,331	\$1725.86	
				\$194,756,389,581
Platinum	22.5	223,141,359	\$849.25	\$189,502,799,131
Rhodium	53.2	527,825,346	\$8450.00	
				\$4,460,124,173,700

Total gross value of in-ground proven reserves
\$4,844,383,362,412

With a proven reserve value approaching 5 Trillion Dollars and using only Au, Pt, and Rh, while setting aside any estimated values of Ag, Pd, and Ir indicated in the assays, the French Creek Ore Deposit is a world-class Gold and Platinum Group Metals deposit. The French Creek proved reserves would undoubtedly prove to be of great interest to existing senior mining companies that are looking to expand their precious metals reserves for production and refining; [REDACTED] opt to sell the ore deposit in lieu of mining the ore “in-house.” A common industry standard for senior mining companies acquisition of proven, in-ground, precious metals reserves owned by junior mining companies has historically been 30% of calculated value; however, due to the revolutionary new mineral extraction technology previously discussed herein, and considering that this technology will significantly reduce the costs associated with the extraction and production of the precious metals, this standard should not apply to the French Creek reserves.

It is my professional opinion that the market value of the in-ground proven reserves of the French Creek Orebody should command a higher rate of 50% of the calculated proven reserve value, should an outright sale be considered.

If the standard mineral property appraisal protocols for calculation of the net value of in-ground proven reserves are applied to the French Creek deposit, subtracting the estimated production costs, and applying the industry standard 20% discount rate are in order. This industry-standard discount rate is applied due to the inherent risk involved with precious metals mining and the possible downward fluctuations in the market values due to spot price volatility.

Total gross value of in-ground proven reserves
\$4,844,383,362,412

Estimated production and refining expenses
< \$74,586,964,706 >

20% Discount described above
< \$968,876,672,482 >

Total net value of in-ground proven reserves
\$3,800,919,725,224 USD

Total Value of Selected PGM Precious Metals Purchased by GoldenSilver Holdings, Inc.

Total dollar amount (as shown on page 5) of three key metals purchased from WatchWater Holdings Fiduciary Trust (Owner/Seller) by GoldenSilver Holding (Buyer) goes as follows;

- Gold: USD\$8,000,000,000
- Silver: USD\$6,000,000,000
- Rhodium: USD\$16,000,000,000
- Total Value: USD\$30,000,000,000

The three PGM precious metals shown in amounts above purchased by GoldenSilver Holdings, Inc. on 6/10/20 at purchase price of USD\$30B, paid in full on date of closing by Buyer in cash and securities.

PROFESSIONAL CREDENTIALS

MATTHEW B. POWELL

June 18, 2020

I have been a Consulting Precious Metals Geologist and Landman for over 30 years. I have been involved with countless precious metals and rare-earth mineral projects during my career, with extensive field and office experience. My experience encompasses all phases of mineral property development, including grassroots field exploration project generation and claim to stake; extensive sampling, mapping, drilling, and delineating potentially economic orebodies; mining and mineral production operations; mineral extraction enhancement processes; hydrologic implications of mining plans and procedures; mining reclamation projects; and extensive professional report generation and review. The bulk of my experience has been in the Western United States, but I have also evaluated mineral properties in Mexico and South America.

EDUCATION:

- Colorado School of Mines. Geological Engineering degree program. 1981-1985.
- Texas Tech University. BSc. Geology with minors in Engineering and Mathematics awarded 1986.
- Colorado Mesa University. Completed 24 credit hours of coursework toward MBA. 1987.
- Trimble™ GPS Operational Surveying Training Course San Jose, CA. Certificate of Completion. 1996.
- Colorado Mesa University. AAS Water Quality Management while serving as an adjunct professor of Water Quality Management. 2012-2015.

PROFESSIONAL EXPERIENCE:

- Senior Geologist/Landman for Skyline Mining, a Rapid City, South Dakota mining and excavation company. Responsible for evaluating, expanding, and marketing of a complex rare-earth minerals project. 2019-2020.
- Senior Geologist, Vice President of Operations, and Officer of the Board of Directors for AuPtimum Resources, a Fort Worth, Texas

based Mining Company. Responsible for the development and marketing of a gold and platinum lode deposit in the Southern Smokey Mountains of Eastern Alabama. 2013-2018.

- Vice President of Mining Operations at Carbon Ridge Mining and Exploration, Ltd., an international mining company. Duties consisted of a wide variety of responsibilities, including project review and assessment, project management, international project management, project coordination with other corporate vice presidents, project report generation and coordination, project budgeting, and considerable written and verbal communications. 2011-2012.
- Chief Geologist and Vice President of Research and Development, as well as member of the Operating Board of Directors for HarGal Mining, a precious metals mining and milling company. Duties consisted of generating ore reserve reports using historical and ongoing drilling and assaying data; geologic mapping; enhancing extraction and production levels from the ore; and developing pilot plant operations to define and market the orebody. 2008-2009.
- President of Powell and Associates Consulting Geologists, Grand Junction, Colorado at the request of my father, who was also a geologist and the owner, and faltering in health. In addition to the many mining sector clients and the few oil and gas sector clients, we also completed several surface water management programs and riparian habitat projects for government and private sector clients in Western Colorado. 2001-2010.
- Created and operated Grand River Exploration, Inc., Reno, Nevada. Duties consisted of a wide range of management, geology, surveying, land work, professional report writing, advertising, public relations, accounting, safety training and general business functions as Owner/President of this successful mining service company with multiple office locations and numerous employees. 1992-2001.
- Contract Field Geologist and Landman, Contract Geological Services, Inc. in Reno, Nevada. Promoted to Field Services Manager in 1990 as well as Safety Manager in 1991. Duties consisted of supervising exploration drilling programs, geologic mapping, sampling, and claim-staking crews, and land work projects throughout the Western US. Also, a certified MSHA Safety Trainer/Instructor and taught the 40-hour Mine Safety Certification Course and 24-hour Helicopter and Field Safety Course to industry professionals and employees. 1987-1992.
- Various shorter-term assignments throughout my career for a variety of mining and mineral exploration companies, including Newmont

Gold, Barrick Gold, Chevron Minerals Division, Great Basin Exploration and Mining, FMC Gold, Nevada Mining, Cortez Gold Mining, and many others.



Matt Powell staking claims on the French Creek Property. November 2011.

SIGNATURE PAGE

I, Matt Powell, do hereby attest and affirm that the foregoing report entitled STATUS REPORT OF THE FRENCH CREEK ORE DEPOSIT Medicine Bow Mountains, Carbon County, Wyoming, dated June 18, 2020 is a true and accurate report compiled and written to the best of my extensive professional ability, and no effort was made to exaggerate, or over-state in any way, any of the statements or calculations made within this report. I also affirm that I have no personal ownership interest in the French Creek Ore Deposit.

Furthermore, I do attest and affirm that the French Creek Ore Deposit, as located and described within these reports, remains in-situ and has not been disturbed, or altered in any way, as of the date of my last site visit on June 6, 2020.

Signed by: [REDACTED] on the 22nd day of June
2020.

[REDACTED]

[REDACTED]

