



EXPLORATIONS INC. OF NEVADA (KOKOWEEF)

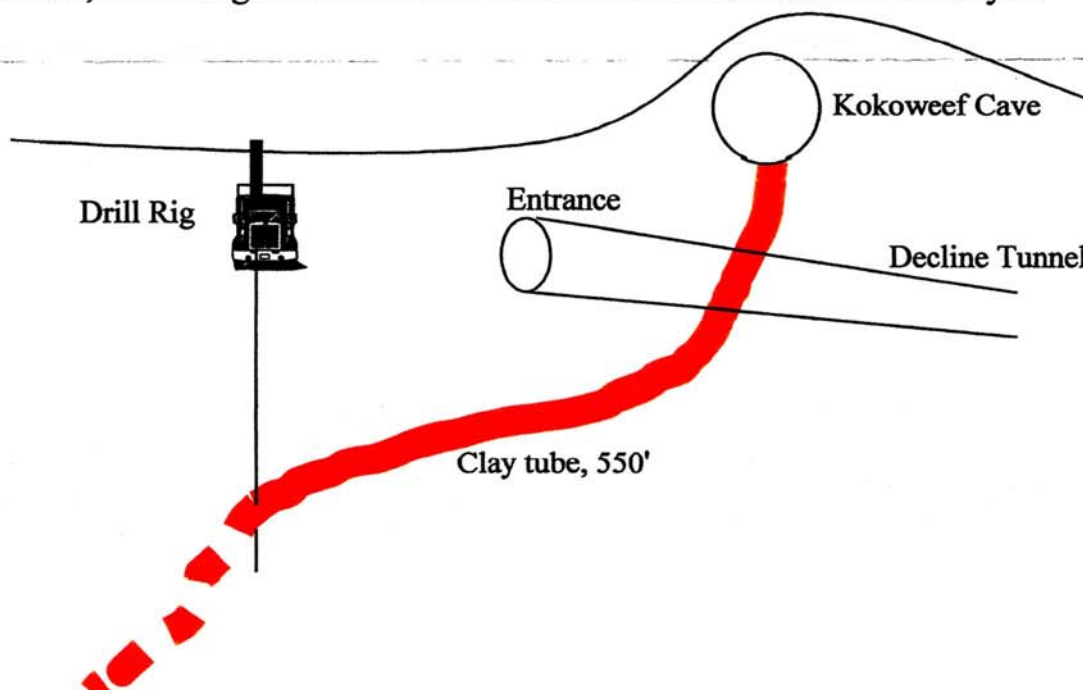
January 18, 2005

To Our Investors:

HAPPY NEW YEAR! Here we go. Because of the inclement weather in early December and the first part of January, we decided to stop drilling and do some much needed repairs on the rig. Three hydraulic pumps were leaking plus two fifteen-foot pull-back rams all needed resealing and the deck engine radiator needed maintenance. By the time you receive this letter, we should be drilling at the west end of camp.

We chose the west end of camp because the 780' hole previously located at this end showed promise. As you recall, when we drilled the hole in August, we lost air and water for nearly two-hours, indicating there is something very interesting to investigate. We have made the decision to move over fifteen feet and drill a new 1200' hole. This should give us enough depth to determine if there is a larger void occurring deeper. We will be flexible depending on what we find. However, our plan is to drill three more holes in the camp area between existing holes to determine if there are voids we may have missed.

Once we have done the work in camp, we plan to move back up to the big house and drill two more holes to bracket the last one drilled in December, located in front of the decline tunnel. The reason we are drilling near this hole is to investigate a large tube of red clay we hit at 550'. The diameter of the tube was roughly 35'. This clay is the same color and consistency that is deposited at the bottom of the Kokoweef cave located 100' above and 500' in front of us. This tube passes next to the decline tunnel and continues down to something we think is much bigger. If we can determine the direction and decent of the tube, it should give us more information about the location of the canyon.



We will be discussing this new tube development with a few of our geologist consultants. From information given about the clay formation, they should be able to make a more accurate assessment as to how Kokoweef cave above us was created. We've been told in the past that the cave was formed by hot gasses and steam released during the formation of the canyon below. This conclusion was based on the fact that there are many volcanoes located slightly west of Kokoweef Mountain.

In November, we bit the bullet and purchased 200' of new American-made drill steel just before the price went up 20%. Because of the upgrading of the rig, we now believe we can drill to 1200' without any problems. This should get us very close to the roof of the canyon, providing we are over the top of it. Each hole we drill gives us more information which in turn leads us closer to the mother load.

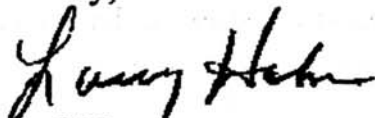
Since this is our January 2005 newsletter, which leads us into the spring, we will again need your help. Over the next four months we will need to acquire and pay for 5,000 gallons of diesel fuel, propane, repairs, and pay for an outstanding bill of \$5,100 for the 200' of drill steel. If you think you are able to assist with \$25, \$50 or \$100 to add to your investment shares during this time period, it would be greatly appreciated. Our goal, as stated before, is to drill a hole-a-month until we are successful. Remember, it only takes the one hole to lead us to the conclusion of our quest.

Please remember, our annual Board of Directors election will be held the first weekend after Memorial Day, June 5th, 2005. We will be serving a light lunch at the camp for anyone wishing to come. We will also provide water and some sodas. However if you have a favorite soda or non-alcoholic beverage, by all means bring it. We will send an update in May to remind you.

So hang in there gang; we are confident we are on the right track. *We will discover caverns and our river of GOLD.*

Thanks for your continued support over the years.

Sincerely,



Larry Hahn



Board of Directors:

Larry Hahn, President & Treasurer
Jimmy Serrill, Vice President & Secretary
Ted Burke, Director

Richard Dutchik, 1st Vice President & Director
Mike Mackey, Director
Richard Renel, Director