

File No.27720.

PRELIMINARY AGREEMENT

between

CHAS. H. AVERY and SAM ZUNINO,
Lessors

and

EDW. HEDSTROM, Lessee

Dated: November 23, 1948.

PRELIMINARY AGREEMENT

THIS AGREEMENT, between CHAS. H. AVERY and SAM ZUNINO, of Elko, Nevada, to be known here-
in as the lessors, and EDW. HEDSTROM, of Oakland, California, to be known herein as the lessee.

The subject of this agreement is the Blackbird Group of claims situated in Frenchy Canyon,
Cortez Range of Mountains, Eureka County, Nevada, and about ten miles south of Barth Station
on the Southern Pacific Railroad, and about two miles south of the Frenchy Ranch house in
Frenchy Canyon.

It is agreed that the sum of FIVE HUNDRED DOLLARS, One Hundred Dollars of which receipt
is hereby acknowledged, shall be paid within thirty days.

The royalty for all iron shipped from the property shall be at the rate of seven and
one half cents per gross ton (0.075¢), and shall be applied on any money advanced.

In the event a deed becomes necessary to be issued, a price of FIFTY THOUSAND DOLLARS
for the property is agreed upon; however, there shall be no change in the royalty payments
with the exception that all payments made are to be credited to the royalty account.

It is further agreed that with the payment of FIVE HUNDRED DOLLARS above referred to,
the said lessee shall have a period of seventy-five days from the date of this contract to
make what further examinations he cares to make.

It is further agreed that at the end of the seventy-five days a further agreement shall
be made covering future payments, but in no event shall the royalty or overall payments be
more than specified in this agreement.

In the event that at the end of the seventy-five day period no agreement as to the fut-
ure status of this agreement is reached, then the whole agreement becomes null and void.

It is further agreed that EDW. HEDSTROM shall have the privilege and will convey to the
Pacific States Steel Corporation of Oakland, California, all his right, title and interest in
and of this agreement.

WITNESS our hands and seals this 23rd day of November, 1948, in the City of Elko, Nevada.

Charles H. Avery

Sam Zunino

Lessors.

Edw. Hedstrom

Lessee

STATE OF NEVADA,)
COUNTY OF ELKO.)SS.

On this 23rd day of November, 1948, personally appeared before me, a Notary Public in
and for said County and State, CHAS. H. AVERY, SAM ZUNINO and EDW. HEDSTROM, known to me to
be the persons described in and who executed the foregoing instrument, and acknowledged to
me that they executed the same freely and voluntarily and for the uses and purposes therein
mentioned.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my Official Seal the day and
year in this certificate last above written.

(Notarial Seal)

Margueriette Mack

Notary Public.

Recorded at the request of Fitzgerald, Abbott & Beardsley Dec. 22, A.D.1948 At 50 minutes
past 3 P.M.

Peter Merialdo--- Recorder.