

55880

LEASE AND AGREEMENT

(Short Form)

KNOW ALL MEN BY THESE PRESENTS:

That KATHLEEN R. OBERST, who acquired title as  
KATHLEEN MCKINNEY Kathleen McKinney,  
912 North Avenue 51, Los Angeles, California 90042, as Lessors,  
do es hereby lease to AMERICAN THERMAL RESOURCES, INC.,  
a corporation, as Lessee, pursuant to all of the terms  
and conditions of that certain Lease and Agreement, between the parties  
hereto, bearing the date hereof, the land situated in the County of  
Eureka, State of Nevada, described in Exhibit "A"  
attached hereto and made a part hereof, with the sole and exclusive right  
to Lessee to explore for (by such methods as it may desire), drill for,  
produce, extract, take and remove therefrom and to sell steam, thermal  
energy and hot water and extractable minerals from, and to store, utilize,  
process, convert and otherwise treat such steam, thermal energy and hot  
water upon said land, and to extract any extractable minerals therefrom  
and from said land, during the term hereof, with the right of entry thereon  
and use and occupancy thereof at all times from said purposes and the  
furtherance thereof.

The term of this Lease and Agreement is for a period of five (5)  
years commencing ninety (90) days after the date hereof  
and so long thereafter as lease substances, or any of them, are derived  
or produced in commercial quantities from the lease land or lands pooled  
or combined therewith and for so long, as well, as Lessee is prevented  
from producing same, or the obligations of Lessee are suspended, for  
the causes as set forth in said Lease and Agreement.

Said Lease and Agreement is incorporated herein and made a part  
hereof in all respects as though fully set forth herein. Reference is made  
hereby to executed copies of said Lease and Agreement in possession of  
Lessor and Lessee, respectively.

Dated this 7 day of DECEMBER, 1971.

AMERICAN THERMAL RESOURCES,  
INC.

By [Signature]  
President

KATHLEEN MCKINNEY

Kathleen R. Oberst  
KATHLEEN R. OBERST, who acquired  
title as Kathleen McKinney

By [Signature]  
Secretary

[Signature]  
GALE M. SIMMONS  
LESSEE SEAL  
Affixed

WITNESS

LESSOR

EXHIBIT "A"

The land which is the subject of the herein Lease and Agreement is that certain land situated in the County of Eureka, State of Nevada, more particularly described as follows, to-wit:

Township 31 North, Range 48 East, M.D.B. & M.

Section 9: SW/4 SW/4 NE/4

Containing 10 acres.

Including, unless specifically excepted herein, all the land and interests therein owned by Lessor situated in Section \_\_\_\_\_, Township \_\_\_\_\_, Range \_\_\_\_\_, County of \_\_\_\_\_, State of \_\_\_\_\_.

SUBJECT TO: All encumbrances, covenants, conditions, rights of way and rights of record.



TO 443 C  
(Witness)

(TI)

STATE OF CALIFORNIA

COUNTY OF Kern } SS.

On December 7, 1971

before me, the undersigned, a Notary Public in and for said State, personally appeared Gale M. Simmons, personally known to me to be the person whose name is subscribed to the within Instrument, as a Witness thereto, who being by me duly sworn, deposes and says:

That he resides in Bakersfield, California, and that he was present and saw Kathleen R. Oberst, personally known to him to be the same

person described in and whose name is subscribed to the within and annexed Instrument as Lessor

xxx thereto, execute and deliver the same, and

she acknowledged to said affiant that she

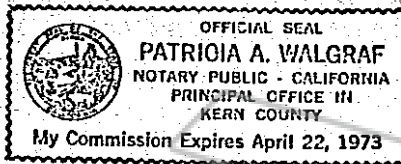
executed the same; and that said affiant subscribed his name thereto as a Witness.

WITNESS my hand and official seal.

Signature Patricia A. Walgraf

Patricia A. Walgraf

Name (Typed or Printed)



(This area for official notarial seal)

STATE OF \_\_\_\_\_ )

COUNTY OF \_\_\_\_\_ )

SS.

On \_\_\_\_\_ before me, the undersigned, a Notary Public personally appeared \_\_\_\_\_

known to me to be the person whose name \_\_\_\_\_ subscribed to the within instrument and acknowledged that \_\_\_\_\_ executed the same.

WITNESS my hand and official seal.

STATE OF CALIFORNIA )

COUNTY OF LOS ANGELES )

SS.

On \_\_\_\_\_, before me, the undersigned, a Notary Public, personally appeared ROY PARODI, known to me to be the President, and SANEY BRADPICE, known to me to be the Secretary of AMERICAN THERMAL RESOURCES, INC., the corporation that executed the within Instrument, known to me to be the persons who executed the within Instrument on behalf of the corporation therein named, and acknowledged to me that such corporation executed the within instrument pursuant to its by-laws or a resolution of its board of directors.

WITNESS my hand and official seal.

RECORDED AT THE REQUEST OF American Thermal Resources, Inc

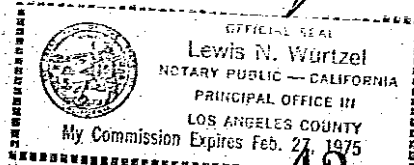
on March 24 1972, at 34 mins. past 1 P. M.

Book 42 of OFFICIAL RECORDS, page 134-136 RECORDS OF

EUREKA COUNTY, NEVADA Willis A. DePaoli Recorder.

File No. 55880

Fee \$5.00



BOOK 42 PAGE 136