

WHEN RECORDED RETURN TO:  
American Thermal Resources, Inc.  
5405 Stockdale Highway, Suite 205  
Bakersfield, CA 93309

55900

LEASE AND AGREEMENT  
(Short Form)

KNOW ALL MEN BY THESE PRESENTS:

That LLOYD SALADINO and GERTRUDE SALADINO, 524 W. Brown,  
Fresno, California 93705, as Lessors,  
do 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 Fifteen  
(15) Months ~~XXXXX~~ 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 22<sup>nd</sup> day of March, 1972.

Lloyd Saladino  
LLOYD SALADINO

Gertrude Saladino  
GERTRUDE SALADINO

AMERICAN THERMAL RESOURCES, INC.

By Roy Parodi  
ROY PARODI President

By Lyn Charland  
Assistant Secretary

LESSOR



LESSOR

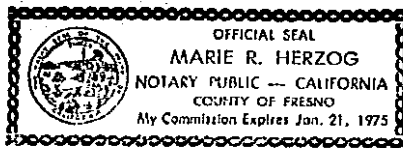
WITNESS

STATE OF CALIFORNIA )  
 )  
COUNTY OF FRESNO ) SS.

On March 24, 1972 before me, the undersigned,  
a Notary Public personally appeared LLOYD SALADINO

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

WITNESS my hand and official seal.



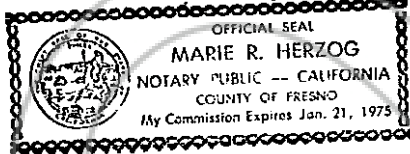
*Marie R. Herzog*

STATE OF CALIFORNIA )  
 )  
COUNTY OF FRESNO ) SS.

On March 24, 1972 before me, the undersigned,  
a Notary Public personally appeared GERTRUDE SALADINO

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

WITNESS my hand and official seal.



*Marie R. Herzog*

STATE OF CALIFORNIA )  
 )  
COUNTY OF KERN ) SS.

On March 27, 1972, before me, the undersigned, a  
Notary Public, personally appeared ROY PARODI, known to me to be  
the President, and LYN SHARLAND, known to me  
to be the Assistant 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.

*Marilee May*

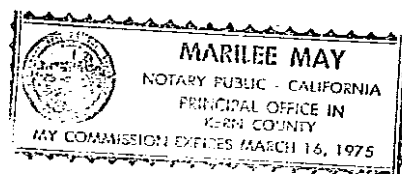


EXHIBIT "A"

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 3: Lots 3 and 4 (N/2 NW/4)

Containing 81 acres, more or less.

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.

ATR-101

RECORDED AT THE REQUEST OF American Thermal Resources, Inc.  
on Apr. 3, 1972, at 05 mins. past 8 A. M. In  
Book 42 of OFFICIAL RECORDS, page 187-189, RECORDS OF  
EUREKA COUNTY, NEVADA William A. Betack Recorder.  
FFE No. 55900 Fee \$ 5.00

BOOK 42 PAGE 189