

RECORDED AT THE REQUEST OF
AND
RETURN TO
STANDARD OIL CO. OF CALIFORNIA
LAND DEPARTMENT
P. O. BOX 7643
SAN FRANCISCO, CALIFORNIA 94120

Geothermal Resources Lease (Short Form)

This Lease Agreement (Short Form) made and entered into this 5TH day of MAY, 1975,
CATTLEMEN'S TITLE GUARANTEE COMPANY, a corporation, as Trustee for Calico Land
by and between A Cattle Company, a corporation, Contract Seller, and LEONARD W. VARNER, a
single man, Contract Buyer,
hereinafter called "Lessor," and Standard Oil Company of California, a corporation, hereinafter called "Lessee";

Witnesseth:

1. That Lessor, for valuable consideration, receipt of which is hereby acknowledged, and in consideration of the covenants and agreements contained in that certain Geothermal Resources Lease referred to in Paragraph 3 below, has granted, let and leased, and by these presents does grant, let and lease, exclusively unto Lessee the real property hereinafter described for the purposes of exploring and prospecting for and producing (a) all products of geothermal processes, embracing indigenous steam, hot water and hot brines; (b) steam and other gases, hot water and hot brines resulting from water, gas, or other fluids artificially introduced into subsurface formations; (c) heat or other associated energy found beneath the surface of the earth; and (d) byproducts of any of the foregoing such as minerals (exclusive of oil or hydrocarbon gas that can be separately produced) which are found in solution or association with or derived from any of the foregoing, hereinafter collectively referred to as "geothermal resources," taking, storing, removing and disposing of geothermal resources and uses and purposes incidental thereto, as provided in said Geothermal Resources Lease. The property covered by this

lease, hereinafter referred to as "said land" is situate in the County of Bureka, State of Nevada, and is described as follows:

The Northeast $\frac{1}{4}$ of the Northeast $\frac{1}{4}$ of the Southeast $\frac{1}{4}$
of Section 21, Township 31 North, Range 48 East, M.D.S. $\frac{1}{4}$ M.

and containing 10 acres, more or less.

2. This lease shall remain in force for a term of 10 years from the date hereof and either as long thereafter as geothermal resources are produced from said land or so long as operations are conducted on said land or so long as this lease is kept in force under any other provision of said Geothermal Resources Lease, all as particularly set forth therein and subject to termination as therein provided.

3. This Agreement (Short Form) is made upon the terms, covenants and conditions set forth in that certain Geothermal Resources Lease bearing even date herewith by and between the said parties hereto, covering the real property above described, which Geothermal Resources Lease is by this reference incorporated herein and made a part hereof in all respects as though the same were fully set forth herein.

4. This lease and all its terms, conditions and stipulations shall extend to and be binding upon the heirs, executors, administrators, successors and assigns of the parties hereto.

In Witness Whereof, the parties hereto have caused this agreement to be duly executed as of the date first hereinabove written.

Standard Oil Company of California

By Clare Fisher
its Attorney in Fact

Leonard W. Varner
LEONARD W. VARNER

APPROVED:

CALICO LAND & CATTLE COMPANY

BY

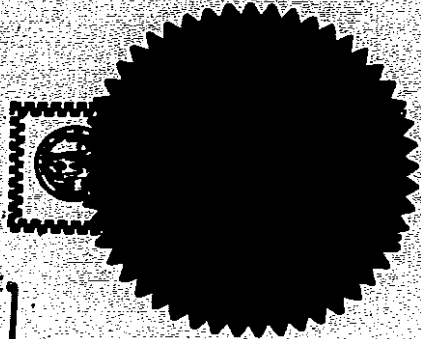
CATTLEMEN'S TITLE GUARANTEE COMPANY, Trustee

BY

CONTRACT SELLER

AC-118200-27

STATE OF CALIFORNIA,
SONOMA
County of _____ } ss.
On this fifth day of May in the year one thousand nine hundred and seventy-five
before me, Sandra R. O'Mahundra, a Notary Public,
State of California, duly commissioned and sworn, personally appeared
Leonard W. Varner



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

IN WITNESS WHEREOF I have hereunto set my hand and affixed my official seal
in City of Sebastopol County of Sonoma the day and
year in this certificate first above written.

Sandra R. O'Mahundra

Notary Public, State of California.

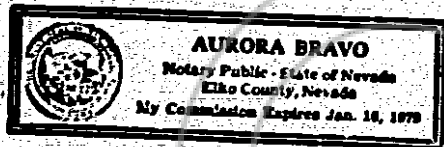
Cowdery's Form No. 34—(Acknowledgment—General) (C. C. Sec. 1109) My Commission Expires October 4, 1975 PRINTED 6/25/64 42-0726

STATE OF ~~BRIDGEMAN~~ NEVADA
COUNTY OF ELKO } ss.

ON SEPTEMBER 26, 19 75,
before me, the undersigned, a Notary Public in and for said State, personally appeared
RUBY DALTON, VICE-PRESIDENT OF
CATTLEMEN'S TITLE GUARANTEE COMPANY

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

WITNESS my hand and official seal.



Aurora Bravo

Notary Public in and for said State.

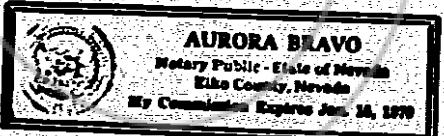
ACKNOWLEDGMENT—General—Nevada Form 223—Rev. 3-64

STATE OF ~~BRIDGEMAN~~ NEVADA
COUNTY OF ELKO } ss.

ON SEPTEMBER 26, 19 75,
before me, the undersigned, a Notary Public in and for said State, personally appeared
WALTER B. ALDRICH, JR., PRESIDENT OF CALICO LAND &
CATTLE COMPANY

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

WITNESS my hand and official seal.



Aurora Bravo

Notary Public in and for said State.

ACKNOWLEDGMENT—General—Nevada Form 223—Rev. 3-64

State of California
City and County of San Francisco } ss

On October 17th 1975, before me, the undersigned, a Notary Public in and for said City and County and State, residing therein, duly commissioned and sworn, personally appeared Clair Ghylin known to me to be an Attorney in Fact of STANDARD OIL COMPANY OF CALIFORNIA the Corporation described in and that executed the within instrument, and also known to me to be the person who executed it on behalf of the said Corporation therein named, and he acknowledged to me that such Corporation executed the same.

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



Patricia L. Morris
PATRICIA L. MORRIS
Notary Public in and for said City and
County of San Francisco, State of California

RECORDED AT THE REQUEST OF Title Insurance & Trust
on Oct. 30, 1975, at 55 mins. past 10 A.M. in
Book 52 of OFFICIAL RECORDS, page 514-516 RECORDS OF
EUREKA COUNTY, NEVADA. WILLIS A. DePAOLI Recorder
File No. 60536 Fee \$ 5.00

BOOK 52 PAGE 516