NOTICE OF LEASE

NOTICE IS HEREBY GIVEN:

That on the 27 day of Apr. (, 1977, CHARLES DAMELE and JUANITA DAMELE, his wife, as "Lessors", and STEPHEN DAMELE, as "Lessee", have entered into a Lease for the following described real property situate in the County of Eureka, State of Nevada, more particularly described as follows:

See Exhibit A attached hereto and incorporated herein by reference.

TOGETHER WITH all buildings and improvements situate thereon.

TOGETHER WITH all water, dams, ditches, all stockwatering rights, water rights, means of transporting or storing water attached to or pertinent to said lands.

TOGETHER WITH all range and range rights, grazing rights and privileges attached to or pertinent to said property.

That the Lessors and Lessee have executed said Lease, which shall be and is effective as of the 1st day of January, 1978, said Lease being on file in the offices of the Law Firm of EVANS & BILYEU, 575 Court Street, Elko, Nevada 89801.

IN WITNESS WHEREOF, the parties have hereunto set their hands this $27^{\frac{1}{2}}$ day of $37^{\frac{1}{2}}$, 1977.

CHARLES DAMELE

JUANITA DAMELE

Lessors

STEPHEN DAMELE

Lessee

LAW OFFICES

EVANS & BILYEU

FROTESTIONAL CENTER

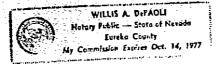
ELEO, NEVADA 19801

300K 5 8 PAGE 583

STATE OF NEVADA)

COUNTY OF EUSica) ss.

On this 222 day of A PR. L., 1977, personally appeared before me, a Notary Public, CHARLES DAMELE and JUANITA DAMELE, his wife, who acknowledged to me that they executed the attached NOTICE OF LEASE.

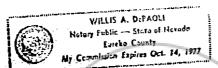


Miller G. W. Tank

STATE OF NEVADA)

COUNTY OF באייהיעל) ss.

On this 2220 day of Apr. L., 1977, personally appeared before me, a Notary Public, STEPHEN DAMELE, who acknowledged to me that he executed the attached NOTICE OF LEASE.



Miles: a. her Parki NOTARY PUBLIC

LAW OFFICES
EVANS & BILYEU
PROTESSIONAL CENTER
ELKO, NEVADA SPECI

- 2 -

BOOK 58 PAGE 584

EXHIBIT "A"

T 28 N, R 50 E, M.D.B. &M.

Section 24: SE½SW¼ 25: NW¼NE¼; NE¼NW¼

T 28 N, R 51 E, M.D.B.&M.

Section 3: 15:

A11

18: NE }

Nanwa: Seanwa: Swanes 21:

T 29 N, R 51 E, M.D.B. &M.

Section 33: All

Excepting therefrom an undivided two-thirds interest in and to all minerals, oil or gas as reserved by LEO J. DAMELE and JOHN V. DAMELE by Deed recorded January 12, 1970, in Book 34 of Official Records at page 199, Eureka County, Nevada records.

62932 RECORDED AT THE REQUEST OF Juanita Damele

April 27 Je77 at 11 mint part 3 P. M. In Book 58 of OFFICIAL REGORDS, page 583-585, RECORDS OF WILLIS A. DePAOLI Recorder Fee \$ 5.00 EUREKA COUNTY, NEVADA. File No. 62932