

66628

RECORDED AT THE REQUEST OF
AND RETURN TO CHEVRON U.S.A.
ING. LAND DEPT. P.O. BOX 3722
SAN FRANCISCO, CA 94118

~~RECORDING REQUESTED BY AND
WHEN RECORDED RETURN TO:~~

~~Henry W. Shaeffer, Esq.
O'Melveny & Myers
611 West Sixth Street
Los Angeles, California 90017~~

MEMORANDUM OF GEOTHERMAL LEASE

THIS MEMORANDUM OF GEOTHERMAL LEASE is made on
JUL 7, 1978 by and between DAY CATTLE COMPANY, a Nevada
corporation (hereinafter "Owner"), and CHEVRON, U.S.A., INC.,
a California corporation, and ANADARKO PRODUCTION COMPANY, a
Delaware corporation (hereinafter collectively "Lessee").

In consideration of the terms and provisions set
forth in that certain unrecorded Geothermal Resources Lease of
even date herewith between Owner and Lessee, Owner hereby
leases to Lessee and Lessee hereby hires from Owner for ten
years from and after the date hereof and for so long
thereafter as provided in said lease for the purpose of
exploring and drilling upon said land for geothermal resources
and producing geothermal resources upon and from said lands,
and for no other purpose or purposes whatever, subject to the
covenants, conditions and provisions therein set forth, to
each and all of which the parties hereby mutually agree, all
those lands situated in Eureka County, Nevada and more
particularly described in Exhibit "A" attached hereto and by
this reference made a part hereof.

ORIGINAL

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The above referred to Geothermal Resources Lease of even date herewith is by this reference incorporated herein and made a part hereof in all respects as though fully set forth herein.

IN WITNESS WHEREOF, the parties have executed this instrument the day and year first hereinabove written.

DAY CATTLE COMPANY

By *Robert DeLong* President

CHEVRON, U.S.A., INC.

By *J. F. Turner* Its Attorney-In-Fact

ANADARKO PRODUCTION COMPANY

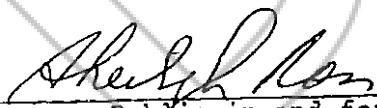
By *Glenn Rice* ^{nr}
GLENN RICE, VICE PRESIDENT _{D&B}

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STATE OF CALIFORNIA)
) SS.
COUNTY OF LOS ANGELES)

On July 7, 1978, before me, the undersigned, a Notary Public in and for said State, personally appeared ROBERT A. DAY, JR., known to me to be the President of DAY CATTLE COMPANY, the corporation that executed the within instrument, known to me to be the person 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 bylaws or a resolution of its board of directors.

WITNESS my hand and official seal.



Notary Public in and for the
State of California

[SEAL]



STATE OF CALIFORNIA)
) SS.
COUNTY OF San Francisco)

On July 18 1978, before me, the undersigned, a
Notary Public in and for said County and State, personally
appeared J. E. Turner, known to me to
be the person whose name is subscribed to the within instrument
as the ATTORNEY-IN-FACT of CHEVRON, U.S.A., INC. and acknow-
ledged to me that he subscribed the name of CHEVRON, U.S.A.,
INC. thereto as principal, and his own name as ATTORNEY-IN-FACT.

[SEAL]



Mary Louise Mahoney
Notary Public in and for the
State of California

STATE OF TEXAS)
) SS.
COUNTY OF HARRIS)

On August 15, 1978, before me, the undersigned, a Notary Public in and for said State, personally appeared Glenn Rice, known to me to be the Vice President of ANADARKO PRODUCTION COMPANY, the corporation that executed the within instrument, known to me to be the person 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 bylaws or a resolution of its board of directors.

WITNESS my hand and official seal.

[SEAL]

Debra K. Baumann
Notary Public in and for the
State of Texas

My Commission Expires:
January 16, 1980

EXHIBIT A

LEGAL DESCRIPTION

All that certain real property situate, lying and being in the County of Eureka, State of Nevada, particularly described as follows:

TOWNSHIP 31 NORTH, RANGE 49 EAST, M.D.B.&M.

- [Handwritten initials]*
- ~~Section 1: All~~
~~Section 3: South half and the Northeast quarter~~
Section 4: Southwest quarter of the Northwest quarter; Northwest quarter of the Southwest quarter
Section 5: All, except that portion contained within the Town of Beowawe as shown on the Plat filed in the office of the County Recorder of Eureka County, Nevada, as Document No. 2166 on June 15, 1908.
~~Section 9: All~~
Section 10: South half of the North half; North half of the South half
Section 11: All
Section 12: North half of the South half; North half
- [Handwritten initials]*

EXCEPTION from Sections 5, 9, 10, 11 and 12 all those portions lying within the rights-of-way of the Southern Pacific Railroad Company (or Central Pacific Railway Company) and Western Pacific Railroad Company.

TOWNSHIP 31 NORTH, RANGE 50 EAST, M.D.B.&M.

- Section 3: All, EXCEPTING THEREFROM all those portions lying within the rights-of-way of the Southern Pacific Railroad Company (or Central Pacific Railway Company) and Western Pacific Railroad Company.
- Section 5: All
Section 7: All that portion of Lot 3 (Northwest quarter of The Southwest quarter) lying Northerly of a line parallel with and 200.00 feet distant northerly of the center line of Central Pacific Railway Company's Railroad: Northeast quarter; East half of the Northwest quarter; Lots 1 and 2 (West half of the Northwest quarter) Northeast quarter of the Southwest quarter and North half of the Southeast quarter.

EXCEPTING all those portions lying within the

rights-of-way of the Southern Pacific Railroad Company (or Central Pacific Railway Company) and Western Pacific Railroad Company.

Section 8: North half of the Southwest quarter, EXCEPTING all those portions lying within the rights-of-way of the Southern Pacific Railroad Company (or Central Pacific Railway Company) and Western Pacific Railroad Company.

Section 9: That portion of the North half lying Northerly of a line parallel with and 100 feet distant Northerly of the center line of the Western Pacific Company's railroad as now constructed. That portion of the North half and the Southeast quarter Southeasterly of a strip of land 200 feet wide containing 23.18 acres conveyed to Western Pacific Railway Company by deed dated November 27, 1908, and Northwesterly of a line parallel with and 200.00 feet distant Northwesterly of center line of C.P.R.R. Co.'s railroad as now constructed.

Section 10: Northwest quarter of the Northeast quarter EXCEPTING all those portions lying within the rights-of-way of the Southern Railroad Company (or Central Pacific Railway Company) and Western Pacific Railroad Company.

Section 11: That portion of the Northeast quarter lying Northeasterly of the Northeasterly boundary of that parcel conveyed to the Western Pacific Railway Company by deed dated November 27, 1908.

EXCEPTING FROM Sections 7 and 9 all those portions lying within the rights-of-way of the Southern Pacific Railroad Company (or Central Pacific Railway Company) and Western Pacific Railroad Company.

TOWNSHIP 31 NORTH, RANGE 52 EAST, M.D.B.&M.

Section 6: Lot 7 (Southwest quarter of the Southwest quarter)

TOWNSHIP 32 NORTH, RANGE 48 EAST, M.D.B.&M.

Section 1: East half lying Easterly of a line parallel with and 200.00 feet distant Easterly of the center line

of the Central Pacific Railway Company's Railroad right-of-way. EXCEPTING THEREFROM all those portions lying within the rights-of-way of the Southern Pacific Railroad Company (or Central Pacific Railway Company) and Western Pacific Railroad Company.

Section 12: East half of the East half, excepting all those portions lying within the rights-of-way of the Southern Pacific Railroad Company (or Central Pacific Railway Company) and Western Pacific Railroad Company.

Section 13: Southeast quarter of the Northwest quarter; East half of the Northeast quarter; Southwest quarter of the Northeast quarter; East half of the Southwest quarter; Southeast quarter

Section 23: East half of the Southeast quarter

Section 24: East half; Southwest quarter; East half of the Northwest quarter

Section 25: All

~~Section 26: Southeast quarter; East half of the Southwest quarter; South half of the Northeast quarter; Northeast quarter of the Northeast quarter~~

Section 27: South half of the Southeast quarter; Northeast quarter of the Southeast quarter

~~Section 34: East half of the East half~~

~~Section 35: All~~

Section 36: North half; Southwest quarter; West half of the Southeast quarter

TOWNSHIP 32 NORTH, RANGE 49 EAST, M.D.B.&M.

Section 5: All, excepting therefrom that portion lying Northeasterly of U.S. Highway 40. Further excepting therefrom that parcel conveyed to the State of Nevada by deed recorded September 24, 1963 in Book 27 of Deeds, at page 25, Eureka County, Nevada, records.

Section 6: Lot 5 (Southwest quarter of the Northwest quarter)

Lots 6 and 7 (West half of the Southwest quarter) Southeast quarter of the Southwest quarter; Southwest quarter of the Southeast quarter

- Section 7: All, Excepting all those portions lying within the rights-of-way of the Southern Pacific Railroad Company (or Central Pacific Railway Company) and Western Pacific Railroad Company.
- Section 8: Northwest quarter of the Northwest quarter; South half of the Northwest quarter; Southwest quarter; Southwest quarter of the Northeast quarter; West half of the Southeast quarter; Southeast quarter of the Southeast quarter
- Section 9: All except that portion lying Northerly of U.S. Highway 40; Further excepting therefrom that parcel conveyed to the State of Nevada by deed recorded September 24, 1963 in Book 27 of Deeds, at page 25, Eureka County, Nevada, records.
- Section 11: All except that portion lying Northerly of U.S. Highway 40; Further excepting therefrom that parcel conveyed to the State of Nevada by deed recorded August 10, 1964 in Book 5 of Official Records, at page 38, Eureka County, Nevada.
- Section 15: All
- Section 17: All
- Section 18: All excepting all those portions lying within the rights-of-way of the Southern Pacific Railroad Company (or Central Pacific Railway Company) and Western Pacific Railroad Company.
- Section 19: All excepting all those portions lying within the rights-of-way of the Southern Pacific Railroad Company (or Central Pacific Railway Company) and Western Pacific Railroad Company.
- Section 20: All
- Section 21: All
- Section 23: North half and the Southwest quarter

[Handwritten initials]
~~Section 25: Northeast quarter; South half.~~

Section 27: North half; the Southwest quarter

Section 28: West half; Northeast quarter;
West half of the Southeast quarter;
Northeast quarter of the Southeast
quarter

Section 29: All

Section 30: All excepting all those portions
lying within the rights-of-way of
the Southern Pacific Railroad
Company (or Central Pacific Rail-
way Company) and Western Pacific
Railroad Company.

TOWNSHIP 32 NORTH, RANGE 49 EAST M.D.B.&M.
(Continued)

Section 31: North half and the East half of the
Southeast quarter excepting all
those portions lying within the
rights-of-way of the Southern
Pacific Railroad Company (or
Central Pacific Railway Company)
and Western Pacific Railroad
Company.

Section 32: North half; Southwest quarter;
Southwest quarter of the Southeast
quarter and the North half of
the Southeast quarter, excepting
all those portions lying within
the rights-of-way of the Southern
Pacific Railroad Company (or Central
Pacific Railway Company) and Western
Pacific Railroad Company.

Section 33: West half and the Northeast quarter

~~Section 35: South half and the Northeast quarter~~

TOWNSHIP 32 NORTH, RANGE 50 EAST, M.D.B.&M.

[Handwritten initials]
Section 7: All except that portion lying North
of U.S. Highway 40.

Section 13: All

Section 15: All except that portion lying
Northeasterly of U.S. Highway
40.

Section 17: All except that portion lying
Northeasterly of U.S. Highway 40.

Section 19: All

Section 21: All

Section 23: All
Section 25: All
Section 27: All
Section 29: All
Section 31: All
Section 33: All
Section 35: All

EXCEPTING FROM Section 7, 15 and 17 those parcels conveyed to the State of Nevada by Deed recorded August 10, 1964 in Book 5 of Official Records, at page 38, Eureka County, Nevada.

FURTHER EXCEPTING FROM Section 13, that parcel conveyed to State of Nevada by deed recorded September 10, 1965 in Book 5 of Official Records, at page 38, Eureka County, Nevada.

TOWNSHIP 33 NORTH, RANGE 48 EAST, M.D.B.&M.

Section 36: Southeast quarter; West half of the Northeast quarter; East half of the Northwest quarter; Northeast quarter of the Southwest quarter Excepting all those portions lying within the rights-of-way of the Southern Pacific Railroad Company (or Central Pacific Railway Company) and Western Pacific Railroad Company. Further excepting therefrom those parcels conveyed to State of Nevada by deeds recorded September 24, 1963 in Book 27 of Deeds, at page 22 and 25, Eureka County, Nevada, records.

TOWNSHIP 33 NORTH, RANGE 49 EAST, M.D.B.&M.

Section 31: All excepting therefrom that portion lying Northeasterly of U.S. Highway 40. Excepting therefrom those parcels conveyed to State of Nevada by deeds recorded September 14, 1963 in Book 27 of Deeds, at pages 23, 25 and 31.

All those parcels lying within the townsite of Beowawe as shown on the plat filed in the office of the County Recorder of Eureka County, Nevada on June 15, 1908 described as follows:

Block 1: Lots 1 thru 12 inclusive
Block 2: Lots 1 thru 12 inclusive

Block 3: Lots 1 thru 12 inclusive
Block 4: Lots 1, 2, 3, 10,
11 and 12
Block 5: Lots 1 thru 6 inclusive
Block 6: Lots 1 thru 6 inclusive
Block 7: Lots 1 thru 6 inclusive
Block 8: Lots 1, 2, 3, 7 thru
18 inclusive
Block 9: Lots 7 thru 12 inclusive
and Lots 15 thru 18 inclusive
Block 10: Lots 5, 6 and 18
Block 11: Lots 1 thru 6, Lots 8, 9,
10, 16, 17 and 18
Block 12: Lots 1 thru 15 inclusive
Block 13: Lots 1 thru 18 inclusive
Block 14: Lots 1 thru 18 inclusive
Block 15: Lots 1 thru 18 inclusive
Block 16: Lots 1 thru 12 inclusive
Block 17: Lots 6 thru 12 inclusive
Block 18: Lots 1 thru 6 inclusive
except the Northwesterly 13 feet
of Lot 6
Block 19: Lots 1 thru 18 inclusive
Block 20: Lots 1, 2, 9, 10, 11, 12,
13, 14 and 18
Lots 3, 4, 5, 6, 7, 8, 15, 16, 17
excepting therefrom that parcel
conveyed by R. H. Hadley et ux to
Roman Catholic Bishop of Reno by
deed recorded April 2, 1958 in
Book 25 of Deeds at page 214,
Eureka County, Nevada, records.
Block 21: Lots 4 thru 18 inclusive
Block 22: Lots 13, 14, 15, 16,
17 and 18
Block 23: Lots 1 thru 18 inclusive
Block 24: Lots 1 thru 18 inclusive
Block 25: Lots 1 thru 12 inclusive
Block 26: Lots 1 thru 12 inclusive
Block 27: Lots 1 thru 12 inclusive
Block 28: Lots 1 thru 12 inclusive
Block 29: Lots 1 thru 12 inclusive

Excepting from Townsite of Beowawe
a plot of ground upon which the jail
building of the County of Eureka,
State of Nevada is situate, together
with 30 feet in each direction from
the outer wall thereof and surrounding
said jail as conveyed to County of
Eureka by deed recorded June 6, 1904
in Book 14 of Deeds at page 583,
Eureka County, Nevada, records.

Further excepting therefrom those
portions of Lot 1, 2 and 18, Block
20; Lots 9 thru 18, Block 21; Lots
13 and 14, Block 22; Lots 1 and 12,
Block 29; Lots 1 thru 12, Block 28;
Lots 1 thru 12, Block 27; and Lots
7 and 8, Block 26 conveyed to Eureka

County School District by deed recorded November 14, 1967 in Book 21 of Official Records, at page 87, Eureka County, Nevada, and described as follows:

Commencing at the Northwest corner of parcel, which point bears North $63^{\circ} 28' 16''$ East a distance of 7098.59 feet from the Southwest corner of Section 6, Township 31 North, Range 49 East, M.D.B.&M.; thence North $49^{\circ} 12'$ East a distance of 609.75 feet to the intersection of the West right-of-way boundary of Nevada State Route 21; thence along the West right-of-way boundary of said highway on a 1,250.00 foot radius, curving to the right, through a central angle of $48^{\circ} 17' 12''$, an arc distance of 1,053.45 feet to end of said curve; thence South $12^{\circ} 53' 41''$ West along said right-of-way boundary a distance of 130.82 feet; thence North $40^{\circ} 48'$ West a distance of 966.99 feet to the point of beginning.

Further excepting therefrom four parcels of land which are located in Sections 32 and 33, Township 32 North, Range 49 East, MDB&M, Eureka County, Nevada, containing in the aggregate 30.991 acres, more or less, and which were reserved by Willametta K. Day in that certain Grant, Bargain and Sale Deed dated August 5, 1968, recorded Book 29, Page 223 et seq. of the Official Records of Eureka County, Nevada, which parcels are more particularly described as follows, to-wit:

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PARCEL #1: A parcel of land located in Sections 32 and 33, T32N, R49E, MDB&M, in Eureka County, Nevada being more particularly described as follows: Beginning at Corner #1, a point in said Section 32 which bears S 37°15'50" W, 9642.52 feet from the NE corner of Section 28, T32N, R49E, MDM, (and which said Point of Beginning also bears S 59°00' E 151.35 feet from Corner #1 of Parcel #2 hereinafter described), thence N 47°34' E 669.25 feet to Corner #2, thence N 19°49' E 259.50 feet to Corner #3, thence N 40°15' W 799.25 feet to Corner #4, thence S 49°45' W 893.64 feet to Corner #5, thence S 40°15' E 954.22 feet to Corner #1, the Point of Beginning containing 16.947 acres more or less.

PARCEL #2: A parcel of land located in Section 32, T32N, R49E, MDM, in Eureka County, Nevada, being more particularly described as follows: Beginning at Corner #1, a point in said Section 32 which bears S 36°54'51" W, 9500.63 feet from the NE corner of Section 28, T32N, R49E MDM (and which said Point of Beginning also bears S 59°00' E 151.35 feet from Corner #1 of Parcel #1 herebefore described), thence S 47°35' W 203.20 feet to Corner #2, thence S 40°21' W 852.30 feet to Corner #3, a point in the northerly Right-of-Way line of Nevada State Highway #21, thence N 77°39'41" E along said Right-of-Way 926.31 feet to Corner #4, thence N 19°02' W 622.70 feet to Corner #1, the Point of Beginning, containing 6.826 acres more or less.

PARCEL #3: A parcel of land located in Section 32, T32N, R49E, MDB&M, in Eureka County, Nevada, being more particularly described as follows: Beginning at Corner #1, a point in said Section 32 which bears S 36°50'49" W 9447.77 feet from the NE corner of Section 28, T32N, R49E, MDB&M, (and which said Point of Beginning also bears N 47°35' E 55.00 feet from the most northerly corner of Parcel #2, herebefore described), thence N 51°48'36" E 260.00 feet to Corner #2, thence S 38°11'24" E 150.00 feet to Corner #3, thence S 51°48'36" W 312.11 feet to Corner #4, thence N 19°02'00" W 158.79 feet to Corner #1, the Point of Beginning, containing 0.985 acres more or less.

PARCEL #4: A parcel of land located in Sections 32 and 33, T32N, R49E, MDM, in Eureka County, Nevada being more particularly described as follows: Beginning at Corner #1 from which the NE corner of Section 28, T32N, R49E, MDM, bears N 33°45'35" E 9388.84 feet, thence N 53°17'10" E 851.00 feet to Corner #2, thence S 36°42'50" E 292.92 feet to Corner #3, which lies on the northerly Right-of-Way of Nevada State Highway #21, thence from a tangent bearing S 44°29'06" W on a curve to the right with a radius of 2425.00 feet through an angle of 21°49'16", a distance of 923.57 feet along the northerly Right-of-Way of said Highway #21 to Corner #4, which bears N 71°05'30" E 402.50 feet from Corner #4 of Parcel #2 herebefore described, thence N 22°20'42" W 267.50 feet to Corner #1, the Point of Beginning containing 6.233 acres more or less.

66628

RECORDED AT THE REQUEST OF Title Insurance And Trust Company
on October 26 1978 at 10 mins past 3 P. M. in
Book 66 of OFFICIAL RECORDS, page 525-538, RECORDS OF
EUREKA COUNTY, NEVADA. WILLIS A. DePAOLI Recorder
File No. 66628 Fee \$ 16.00

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