

A G R E E M E N T

THIS AGREEMENT, made and entered into this 7th day of
October, 1980, by and between SILVER EUREKA CORPORA-
 TION, a Nevada Corporation, First Party and FRANK OTEGUI, of
 Riverton, Utah, Second Party.

W I T N E S S E T H :

Thesecond Party, for and in consideration of the sum of TEN
 DOLLARS, (\$10.00), and other and further valuable consideration
 to him in hand, paid by the first Party, the receipt whereof is
 hereby acknowledged, does by these presents, assign and lease
 unto the first Party the following described unpatented mining
 claims situated in Oswego Canyon, Secret Canyon Mining District,
 Eureka County, Nevada, and more particularly described as follows:

THE GALE UNPATENTED MINING CLAIM
 THE GALE #1 UNPATENTED MINING CLAIM
 THE GALE #2 UNPATENTED MINING CLAIM
 THE GALE #3 UNPATENTED MINING CLAIM

All of which unpatented mining claims are on record in the
 office of Eureka County Recorder in Eureka County, Nevada.

IT IS AGREED AND UNDERSTOOD that the consideration to be
 paid for the said lease is strictly as follows, to-wit:

The sum of TEN THOUSAND DOLLARS, (\$10000.00), as hereinbefore
 set forth to be paid to secondParty as a lease rental and to be
 paid by first Party to second-partyon the execution date of this
 Agreement.

That first . Party will pay tosecond Party as a Lease rental
 during the term of this Agreement, a TEN (10%) percent payment
 based on the net proceeds on money received from the mining and
 milling of all ores produced on the demised unpatented mining
 claims.

The net proceeds as used in this Agreement is defined as

// /

1 follows: The TEN PERCENT (10%) payment to be paid to second
2 party as based on the net proceeds of money received from the
3 mining and milling of ores produced on the demised claims is
4 that amount that is the net profit after all expenses have been
5 fully paid for mining, milling and transportation of ores.

6 IT IS AGREED AND UNDERSTOOD that the term of this Lease
7 Agreement shall be for a period of twenty five (25) years, unless
8 sooner terminated by default or the mutual consent of the parties
9 hereunto.

10 IT IS FURTHER AGREED and UNDERSTOOD that First Party shall
11 have a right to renew the Lease Agreement for an additional twenty
12 five (25) years under the same terms and conditions as set forth
13 in this Agreement.

14 IT IS AGREED AND UNDERSTOOD that first Party will save second
15 Party harmless against any liability, claims or demands of any kind
16 that might happen in the mining operation in said unpatented
17 mining claims, and that first Party agrees to post and record
18 Notice of Non-Liability holding second Party harmless against any
19 claims or Liability.

20 IT IS AGREED AND UNDERSTOOD that second Party shall have the
21 right to inspect said mining operation at all reasonable times
22 and places and also to have the right to inspect the books and
23 records concerning ore production and the receipt of monies
24 received from said mining operation on the demised claims.

25 IT IS AGREED AND UNDERSTOOD that first Party will keep second
26 Party informed by semi-annual reports of the status of the mining
27 operations being carried on upon said claims.

28 IN WITNESS WHEREOF, the parties have hereunto set their hands
29 the day and year first above written.

30

31 / / /

32 / / /

SILVER EUREKA CORPORATION
First Party.

BY

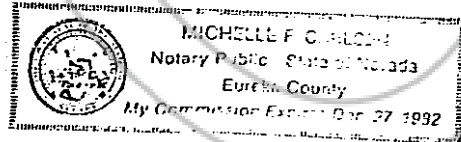
FRANK OTEGUI, Second Party

ATTEST:

STATE OF NEVADA)
County of Eureka) ss.

On this 9th day of October, 1980, personally
appeared before me, a Notary Public, Egil Livgard & Robert Pate,
and FRANK OTEGUI, who acknowledged that they executed the foregoing
instrument.

Michelle F. Carlson
Notary Public.



1 PROVINCE of Ontario

2 County of York : ss.

4 ON THIS 3rd DAY OF February, in the year, 1956,

6 before me, personally appeared, G.R. CUNNINGHAM-DUNLAP, president
7 of Silver Eureka Corporation, a Nevada Corporation, together with
8 Michael Osborne, secretary of said Corporation,
9 that is described in and who executed the within instrument and
10 acknowledged to me that such Corporation executed the same.

12 G.R. Cunningham-Dunlap
PRESIDENT

14 M. Osborne
SECRETARY

16 SEAL:

18 [Signature]
19 Notary Public



21 RECORDED AT REQUEST OF
Johnson W. Lloyd
BOOK 93 PAGE 449

23 81 MAR 24 AM 10:07

25 OFFICIAL RECORDS
SILVER EUREKA, NEVADA
WILLIS A. DEPAOLI - RECORDER
FILE NO. 80010
FEE \$ 6.00