

NOTICE OF NONRESPONSIBILITY

TO WHOM IT MAY CONCERN

NOTICE is hereby given that:

RICHARD K. MULVANEY and his wife,
BARBARA JO MULVANEY
P. O. Box 23
Crescent Valley, Nevada 89821

and

WALTER W. SMITH and his wife,
GLYNN SMITH
5611 Highland Drive
Salt Lake City, Utah 84121

are the owners, hereinafter referred to as "OWNER" of that certain real property, more particularly described in Exhibit A attached hereto, hereinafter referred to as the "Subject Property."

That said OWNER has entered into a Lease-Purchase Agreement dated the 3rd 4th 1981 day of July, 1981 with:

SUNNY HILLS MINES, INC.
7350 Wasatch Boulevard
Salt Lake City, Utah 84121

as "LESSEE."

Said Lease-purchase is for a term of TWENTY (20) years, with an option to renew for an additional TWENTY (20) year period.

That the OWNER is not conducting any mining operations on the Subject Property, nor any part thereof, and does not intend to conduct such work or operations on the Subject Property, nor any part thereof, nor to purchase any supplies or materials therefor during the term of the Lease-Purchase Agreement described above. The extent of operations, construction, alterations, repairs or purchase of supplies or materials, made or intended by the LESSEE is unknown to the OWNER and the OWNER will not be responsible for any labor performed on the Subject Property, or for any supplies, services or materials furnished therefor, nor will it be responsible for any injuries to persons or damage to property occurring as a result of any occupation, possession or operations by the LESSEE on such

property during the term of the Lease-Purchase Agreement described above.

DATED this 29th day of June, 1981.

OWNER:

BY: Walter W. Smith
WALTER W. SMITH

STATE OF UTAH)
: ss
COUNTY OF WEBER)

On June 29, 1981, personally appeared before me, a Notary Public, WALTER W. SMITH, who acknowledged to me that he is the person whose name is subscribed above, and who executed the same.

Robert A. [Signature]
NOTARY PUBLIC
My Commission Expires: 9/1/81



EXHIBIT A

Those unpatented lode mining claims generally located in the Union Mining District, Township 26 North, Range 53 East, M.D.B.&M., Eureka County, Nevada, more particularly described as follows:

<u>Claim Name</u>	<u>Date Located</u>	<u>Book, Page</u>	<u>Date Amended</u>	<u>Book, Page</u>
Red Hill #1	04/24/79	70, 108	04/28/79	70, 150
Red Hill #2	04/24/79	70, 109	04/28/79	70, 151
Red Hill #3	04/24/79	70, 110	04/28/79	70, 152
Red Hill #4	04/24/79	70, 111	04/28/79	70, 153
Red Hill #5	04/24/79	70, 112	04/28/79	70, 154
Red Hill #6	04/24/79	70, 113	04/28/79	70, 155
Red Hill #7	04/24/79	70, 114	04/28/79	70, 156
Red Hill #8	04/24/79	70, 115	04/28/79	70, 157
Red Hill #9	04/24/79	70, 116	04/28/79	70, 158
Red Hill #10	04/28/79	70, 159		
Red Hill #11	04/28/79	70, 160		
Red Hill #12	04/28/79	70, 161		
Red Hill #13	04/28/79	70, 162		
Red Hill #14	04/28/79	70, 163		
Red Hill #15	05/17/79	70, 393		
Red Hill #16	05/17/79	70, 392		
Red Hill #17	11/15/79	78, 250		
Red Hill #18	11/15/79	78, 251		
Red Hill #19	11/15/79	78, 252		
Red Hill #20	07/11/80	87, 588		
Red Hill #21	07/11/80	87, 589		
Red Hill #22	07/11/80	87, 590		
Red Hill #23	07/11/80	87, 591		
Red Hill #24	09/27/80	87, 592		
Red Hill #25	09/27/80	87, 593		

SHMI recognizes the fact that claim #3, 8 and 9 are fractional parcels.

RECORDED AT REQUEST OF
Walter W. Smith
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81 JUL 28 AID: 39

ROBERT L. KELLY, P.C.
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OFFICIAL RECORDS
EUREKA COUNTY, NEVADA
WILLIS A. DEPAOLI - RECORDER
FILE NO. 81354
FEE \$ 6.00

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