

**SHORT FORM
OF
PROSPECTING PERMIT WITH OPTION TO PURCHASE**

Short Form of Prospecting Permit with Option to Purchase dated as of 12-16, 1983
("Effective Date"), between
Ferd Wagner and Linda Wagner, his wife

(collectively "Owner") and HOMESTAKE MINING COMPANY, a California corporation having its principal place of business at 650 California Street, San Francisco, California 94108 ("Homestake").

1. **Property.** Owner represents that Owner owns those properties described in Exhibit A ("Property").

2. **Term.** (a) This agreement shall commence on the Effective Date and continue for an initial term of three years.

(b) Homestake may extend this agreement, including the Option, for two successive additional terms of one year each.

(c) Homestake may under certain circumstances extend this agreement, but in no event beyond 19.

3. **Right to Prospect.** Homestake shall have the exclusive and irrevocable rights to examine, prospect, explore and test the Property for ores and minerals at any time while this agreement is in effect.

4. **Option.** Homestake shall have the exclusive and irrevocable Option to purchase the Property at any time while this agreement is in effect.

5. **Additional and After-Acquired Rights.** While this agreement is in effect, if Owner (or any of them) acquires any right or interest in the Property or within the boundaries of the Property, such right or interest shall automatically become part of the Property for all purposes of this agreement.

6. **Rights of Way.** While this agreement is in effect, Homestake shall have non-exclusive rights of way upon, over, into and through the Property and other property now or hereafter owned, leased or otherwise controlled by Owner (or any of them), with the right to construct, improve and maintain such facilities as Homestake may reasonably require, for Homestake's operations in the vicinity of the Property. Upon exercise of the Option, any rights of way then used by Homestake on such other property shall become irrevocable easements.

7. **Additional Terms.** Additional terms and conditions are contained in the full agreement between the parties. This Short Form shall not affect said agreement or any rights, interests or obligations of the parties thereunder.

HOMESTAKE MINING COMPANY

By James A. Anderson
VICE PRESIDENT

REVIEWED FOR SIGNATURE	
Legal	<u>12/16/83</u> <u>Sm</u>
Department	
Financial	
Taxes	

Ferd Wagner
Ferd Wagner

Linda Wagner by Ferd Wagner
Linda Wagner attorney in fact

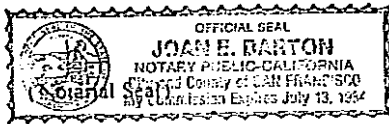
89 SF-PP/OP

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STATE OF CALIFORNIA
CITY AND COUNTY OF SAN FRANCISCO

On January 23, 1987, before me, Joan C. Barton, a Notary Public of said State, duly commissioned and sworn, personally appeared James G. Audin known to me to be a Vice-President of HOMESTAKE MINING COMPANY, a California corporation, and known to me to be the person who executed the within instrument on behalf of said corporation, and acknowledged to me that said corporation executed the within instrument as its free and voluntary act and deed, for the uses and purposes therein mentioned, and on said oath stated that he was authorized to execute said instrument on behalf of said corporation by authority of its by-laws or by resolution of its board of directors.

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



Joan C. Barton
Notary Public in and for said State
Residing at: S.F., CA
My commission expires: July 13, 1987

STATE OF Virginia
COUNTY OF Allegheny } SS.:
On December 16, 1986, before me, Julia Ann Baugh, a Notary Public of said State, duly commissioned and sworn, personally appeared Fred Wagner

known to me to be the person whose name is subscribed to the within instrument, and acknowledged to me that he executed the same as his free and voluntary act and deed, for the uses and purposes therein mentioned.

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

(Notarial Seal)

Julia Ann Baugh
Notary Public in and for said State
Residing at:
My commission expires: 12/13/83

STATE OF Virginia
COUNTY OF Allegheny } SS.:
On December 16, 1986, before me, Julia Ann Baugh, a Notary Public of said State, duly commissioned and sworn, personally appeared Fred Wagner attorney in fact for Charles Wagner
known to me to be the person whose name is subscribed to the within instrument, and acknowledged to me that he executed the same as his free and voluntary act and deed, for the uses and purposes therein mentioned.

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

(Notarial Seal)

Julia Ann Baugh
Notary Public in and for said State
Residing at:
My commission expires: 12/13/83

Exhibit A

A Parcel of land containing approximately 9.49 acres more or less and described as follows: The Southwest Quarter of Southeast Quarter of the Northwest Quarter of Section 1 Township 29 North Range 48 East, Eureka County Nevada. This property is also know as Tract #32 in the Eureka County Assessors office. Said property described in a deed between Cattleman Title Guarantee Co. as Grantor and Ferd and Linda Wagner as Grantee and found in Book 71 Page 210 in the Eureka County Records office, Eureka, Nevada.

RECORDED AT REQUEST OF
Homas Lake Mining Co.
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OFFICIAL RECORDS
EUREKA COUNTY, NEVADA
WILLIS A. DEPAOLI - RECORDER
FILE NO. 82779
FEE \$ 6.00

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