

92033

SHORT FORM OF
MINING LEASE WITH OPTION TO PURCHASE

Short Form of Mining Lease with Option to Purchase dated as of September 1, 1983, between Charles A. Vaccaro and Ester B. Vaccaro, husband and wife, and Leo G. Danele and Mary C. Danele, husband and wife (collectively "Owner") and HOMESTAKE MINING COMPANY, a California corporation having its principal place of business at 650 California Street, San Francisco, California 94108 ("Lessee").

1. Lease and Term. (a) Owner leases to Lessee all of the property described in Exhibit A, together with, except as may be expressly provided in Exhibit A, all (i) tailings, dumps and mine wastes, (ii) surface rights, easements and rights of way incident thereto, (iii) mining, mineral and water rights incident thereto, and (iv) improvements, fixtures, personal property, mining machinery and tools thereon useful or convenient for mining and related uses ("Mining Property").

(b) This agreement shall commence on September 1, 1983 and continue for a term of ten years.

2. Option to Purchase. Lessee shall have the exclusive and irrevocable Option to purchase the Mining Property at any time while this agreement is in effect.

3. Exclusive Possession. Except as may be expressly provided in Exhibit A, Lessee shall have exclusive possession and quiet enjoyment of the Mining Property while this agreement is in effect.

4. Additional and After-Acquired Rights. If Owner (or any of them) or Lessee acquires any right or interest in the Mining Property or within the boundaries of the Mining Property as defined by Exhibit A while this agreement is in effect, such right or interest shall automatically become part of the Mining Property for all purposes of this agreement.

5. Removal of Property. Lessee may, within one year after termination of this agreement, remove from Owner's real property all property and improvements which it has erected or placed thereon.

6. Rights of Way. While this agreement is in effect, Lessee shall have non-exclusive rights of way upon, over, into and through the Mining Property ~~and other property now or hereafter owned, leased or otherwise controlled by Owner (or any of them)~~ to construct, improve and maintain such facilities as may be necessary or convenient for Lessee's operations in the vicinity of the Mining Property.

7. Amendment; Agreement Among Owners. Each of the persons named as Owner hereby agrees with each other and with Lessee that this agreement may from time to time be amended or varied as to the interest of Owner by a writing signed by the persons then owning sixty percent or more of Owner's aggregate interest in the Mining Property and that such a writing so signed shall bind each and every one of them.

8. 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.

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HOMESTAKE MINING COMPANY

By James A. Amodeo Leo G. Danete
Executive Vice President Leo G. Danete

Mary C. Danete
Mary C. Danete

| REVIEWED FOR SIGNATURE | |
|------------------------|--|
| Legal | |
| Investment | |
| Financial | |
| Other | |

Charles A. Vaccaro
Charles A. Vaccaro

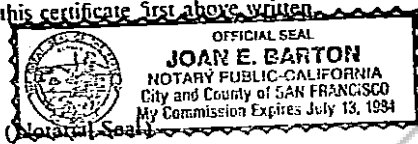
Ester B. Vaccaro
Ester B. Vaccaro

STATE OF CALIFORNIA
CITY AND COUNTY OF SAN FRANCISCO

ss.:

On Sept 2nd, 1983, before me, Joan E. Barton, a Notary Public of said State, duly commissioned and sworn, personally appeared James A. Anderson known to me to be a Vice-President of HOMESTAKE MINING COMPANY, a California corporation, and acknowledged to me that said corporation 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 E. Barton
Notary Public in and for said State
Residing at: SF
My commission expires: 7-13-84

STATE OF NEVADA
COUNTY OF EUREKA

ss.:

On AUG 12, 1983, before me, KELLY D. RISI, a Notary Public of said State, duly commissioned and sworn, personally appeared LEO G. DAMALE AND MARY C. DAMALE

known to me to be the person(s) whose name(s) is(are) subscribed to the within instrument, and acknowledged to me that they executed the same as a 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.



Kelly D. Risi
Notary Public in and for said State
Residing at:
My commission expires:

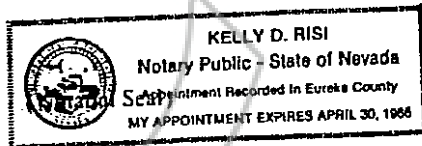
STATE OF NEVADA
COUNTY OF EUREKA

ss.:

On AUG 12, 1983, before me, KELLY D. RISI, a Notary Public of said State, duly commissioned and sworn, personally appeared CHARLES A. VACCARO AND ESTER B. VACCARO

known to me to be the person(s) whose name(s) is(are) subscribed to the within instrument, and acknowledged to me that they executed the same as a 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.



Kelly D. Risi
Notary Public in and for said State
Residing at: EUREKA, NV
My commission expires: April 30, 1986

89 ACK-H-1

exhibit A

The land referred to herein is the following unpatented mining claims situated in unsurveyed sections 28, 33, 34, 35, 36, T19N, R52E and sections 2, 3, 4, 10, 11, T18N, R52E, Mount Diablo Base and Meridian, Eureka County, Nevada:

| <u>Claim Name</u> | <u>Book</u> | <u>Page</u> | <u>BLM N MC Number</u> |
|-------------------|-------------|-------------|------------------------|
| Ace | 88 | 9 | 170281 |
| Ace 1 - 13 | 88 | 10-22 | 170282-170294 |
| Lake No. 1 & 2 | 89 | 344-345 | 174251-174252 |
| Lake No. 17 - 30 | 89 | 346-359 | 174253-174266 |
| Lake No. 32 - 35 | 89 | 360-363 | 174267-174270 |
| Lake No. 37 | 89 | 364 | 174271 |
| Lake No. 39 | 89 | 365 | 174272 |
| Lake No. 41 | 89 | 366 | 174273 |
| Lake No. 43 | 89 | 367 | 174274 |
| Lake No. 45 | 89 | 368 | 174275 |
| Lake No. 46 | 93 | 438 | 188059 |
| Lake No. 47 - 75 | 89 | 370-398 | 174277-174305 |
| Lake No. 119-122 | 90 | 496-499 | 182997-183000 |
| Lake No. 124 | 90 | 501 | 183002 |
| Lake No. 126 | 90 | 503 | 183004 |
| Lake No. 128 | 90 | 505 | 183006 |
| Lake No. 137-142 | 90 | 514-519 | 183015-183020 |
| Lake No. 195-200 | 90 | 571-576 | 183072-183077 |
| Lake No. 204-206 | 90 | 580-582 | 183081-183083 |
| Lake No. 216-223 | 90 | 592-599 | 183093-183100 |
| Lake No. 239-250 | 91 | 15-26 | 183116-183127 |
| Lake No. 265-271 | 91 | 41-47 | 183142-183148 |

RECORDED AT REQUEST OF
Homesite Mining Co.
BOOK 119 PAGE 585

24 JAN 18 A10:38

OFFICIAL RECORDS
EUREKA COUNTY, NEVADA
M.H. REGALEATI, RECORDER
FILE NO. 92033
FEE \$ 8.00

BOOK 119 PAGE 588