96241

SUPPLEMENTAL ROYALTY DEED

THIS ROYALTY DEED is made as of the 11th day of October, 1984, from WINDFALL VENTURE, a partnership with principal offices in Grand Junction, Colorado (the "Grantor") to KENNETH E. JOHNSON, ROBERT G. WILSON, CHAN EDMONDS, WILLIAM BRENT WILSON, SUZANNE KELLY WILSON and JOHN N. BECIC, TRUSTEE, (the "Grantees") whose addresses and percentage ownership in the royalty to be conveyed hereby are specified below.

The Grantor, for and in consideration of Ten Dollars (\$10.00) and other valuable consideration, the receipt and sufficiency of which is hereby acknowledged, hereby bargains, sells and conveys to the Grantees and their assigns, a perpetual overriding royalty interest, as specified below, in and to the patented and unpatented lode mining claims situated in the Eureka Mining District in Eureka County, Nevada (referred to below as the "Mining Claims") and described on Exhibit A hereto attached.

The percentage of the overriding royalty interest hereby conveyed shall be two percent (2%) until such time as an aggregate of 50,000 troy ounces of gold has been produced from the Property from and after September 8, 1983 and, thereafter such percentage shall be three percent (3%), which percentages are referred to below as the "Applicable Percentage." The Applicable Percentage shall be applied to, calculated and paid as follows:

- (a) Gold and/or Silver. The Applicable Percentage of the Net Sales Price received from the sale of any gold or silver derived from the Mining Claims whether produced by in situ or solution mining, the mining of ores and extraction of gold and/or silver by means of heap or vat leaching, milling or other extraction methods. By the term "Net Sales Price" is meant the proceeds received from the sale of gold and/or silver less the costs of transportation thereof to the refinery or other point of sale and the costs of refining thereof to the extent paid by Grantor.
- (b) Ores or Concentrates Sold to Smelter. In respect to ores produced from the Mining Claims sold to a smelter and/or concentrate derived from ores produced from the Mining

Claims, Grantees shall receive the Applicable Percentage of the Net Smelter Returns received from ores or concentrate derived therefrom. By the term "Net Smelter Returns" is meant the amount received from a smelter for ores (or concentrates derived therefrom) mined and sold from the Mining Claims less (i) the costs of surface transportation of the ores from the Mining Claims (in the case of ores sold in the crude state) or of the concentrates from the mill (in the case of the sale of concentrate derived from such ores) to the smelter, to the extent that such costs are paid by Grantor, (ii) the costs of smelting such ores or concentrates if paid by Grantor and (iii) any metallurgical penalties, surcharges or other charges made or imposed by the smelter to the extent the same are paid by Grantor.

(c) Other Mineral Substances and Ores. If Grantor should produce and sell any minerals, substances or ores from the Mining Claims, other than those encompassed within the provisions of Subparagraphs (a) and (b) above, Grantees shall receive the Applicable Percentage of the proceeds received from such substances after deducting the costs of the transportation thereof from the Mining Claims to the point of sale.

Grantees shall have the right to be supplied with duplicate settlement sheets from any refinery, mill, smelter or other purchaser of ores, minerals or other substances produced or derived from the Mining Claims and sold. Grantees shall have the right at any time or from time to time to have its share of overriding royalty, herein granted and conveyed, paid directly to it by any mill, smelter or other purchaser of ores, minerals or other substances produced and sold from the Mining Claims.

Nothing herein shall create any implied covenant on the part of Grantor to explore, develop or mine the Mining Claims.

The conveyance for the overriding royalty hereby granted by this Deed shall attach to any right and title in the Mining Claims, which Grantor may presently possess and which Grantor may hereafter acquire. The said overriding royalty herein conveyed

shall attach and pertain to the Mining Claims and/or any amended locations or relocations thereof. In addition, the said overriding royalty herein conveyed shall attach to any other mining claims or other properties located by Grantor within the exterior boundaries of the Mining Claims. Grantor warrants its title to the Mining Claims as against, but only as against, any persons lawfully claiming any of said Mining Claims or any interest therein by, through or under Grantor.

The names, addresses and percentage interests of Grantees in and to the royalty interests herein granted are as follows:

1 ame	Address	Percentage Interest
Kenneth E. Johnson	P.O. Box /965 Grand Junction, CO 81502	36.360%
kobert G. Wilson	POBOX GOY, GRAND JUNETION, CO. 31502	18.184%
Chan Edmonds		18.184%
William Brent Wilson	Po. Box 231 MESA, Co, 31643 P. O. Box 326 Eureka, NV 89316	6.818%
Suzanne Kelly Wilson	2481 Lincoln Street Eugene, OR 97405	6.818%
John N. Becic, Trustee	P. O. Box 879 Nedford, OR 97501	13.636%

This Deed shall be binding upon Grantor, its successors and assigns and shall inure to the benefit of Grantees, and their

EFFECTIVE as of the 11th day of October, 1984.

WINDFALL VENTURE

Wilson, General Partner

STATE OF Colorado

COUNTY OF Mesa

SS.

On the lith day of October, 1984, personally appeared before me, William L. Wilson, being by me duly sworn says that he is a general partner of Windfall Venture, a partnership, and the above instrument was signed on behalf of said partnership by authority granted pursuant to the partnership agreement and its general partner, William L. Wilson, acknowledges that said partnership executed the same.

WITNESS MY HAND AND OFFICIAL SEAL.

My commission expires: August 12, 1988

Mand Junction, Ci 81502

800K | 29 PAGE 077

EXHIBIT A TO

SUPPLEMENTAL ROYALTY DEED

Dated October 11, 1984

Those certain unpatented lode mining claims (the "Mining Claims"), situated in the Eureka Mining District in Eureka County, Nevada, the names of which, together with the book and page of the location certificates thereof duly recorded in the office of the Recorder of said Eureka County are, respectively, as follows:

				\	\
CLAIM NAME:	BLM			PAGE:	L \
H-18		317654	128	035	7 7
H-19		317655	128	036	\ \
H-20		317656	128	037	\ \
H-21 H-22		317657	128	038	_ \ \
		317658	128	039	
H-23		317659	128	040	N
H-24 H-25		317660	128	041	The same of the sa
H-26		317661	128	042	The second second
H-20 H-27		317662 317663	128	043	1
H-28		317664	128 128	044	**
H-29		317665	128	045 046	
H-30		317666	128	046	
H-31		317667	128	047	
H-32		317668	128	049	
я-33		317669	128	050	
H-35		317670	128	051	
H-37		317671	128	052	
H-39		317672	128	053	
H-40		317673	128	054	
H-41	NMC 3	317674	128	055	
H-42			128	056	
H-43		317676	128	057	
H-44		317677	128	058	
H-45	100		128	059	
H-46			128	060	
H-47 H-48		317680	128	061	
H-49		317681	128	062	
u-45	MMC 3	317682	128	063	
H~50	NMC 3	317683	128	064	
H-51			128	065	
H-52			128	066	
H-53			128	067	
H-54	NMC 3		128	068	
E-55	NMC 3	317688	128	069	
H-56			128	070	
H-57			128	071	
H-58			128	072	
H-59			128	073	
H-60 H-61			128	074	
H-62			128	075	
H-63			128	076	REQUEST OF
n-03	MMC 3	01/030	128 5	Wed Wids	VERREAL OL
W-200	Not Y	et Recorded		ive:_/29_	
W-201		et Recorded	•		and the constraint
W-202		et Recorded			
W-203		et Recorded	0	40CT 15	A9:23
W-204		et Recorded	0	4 00 1 14	41. F8
W-205		et Recorded			
W-206		et Recorded		PESIPLE	960000
W-207		et Recorded		EUREKA GUÜ	records htv. revada atl, recorder
W-208		et Recorded		M.N. REVALEA	ATE VECORBER
W-209 W-210		et Recorded			96241
N 220	NOT Y	et Recorded		# 15 8 B.	0