

102565

MEMORANDUM OF MINERAL LEASE AGREEMENT WITH OPTION TO PURCHASE

NOTICE IS HEREBY GIVEN that H. WALTER SCHULL and MIMI SCHULL, husband and wife, whose address is 901 Walker Avenue, Reno, Nevada 89509 (therein and hereinafter referred to as "Schull") and RAYROCK MINES, INC., a Nevada Corporation, dba CORDEX EXPLORATION CO. whose address is 573 E. Second Street, Reno, Nevada 89502 (therein and hereinafter referred to as "Cordex") have entered into a Mineral Lease Agreement with Option to Purchase ("Agreement") effective as of the 15th day of April, 1986, with respect to the real property described in Exhibit A attached hereto and by this reference made a part hereof and which real property is therein and hereinafter referred to as the "Premises."

Under the terms of the Agreement, Schull has granted, demised, leased and let the Premises exclusively unto Cordex and its successors and assigns, including all mineral rights and water rights, for the purposes of exploration, development and mining of ores, minerals and materials.

In addition, Schull has granted and hereby grants to Cordex for the entire term of the Agreement, the sole exclusive and irrevocable option to purchase the Premises, all upon the terms and conditions set forth in the Agreement.

The Agreement shall continue in force for so long as Cordex continues to make certain payments to Schull, as more specifically set forth in the Agreement.

Any assignment of interest under the Agreement shall be made expressly subject to the Agreement and shall require the assignee to assume and agree in writing to perform all the obligations of the assignor under the Agreement as relate to the interest assigned. In case of assignment by mortgage, however, such assumption of obligation shall not be required, but should such mortgage be foreclosed, the purchaser on foreclosure shall take subject to

the Agreement. The provisions of the Agreement shall inure to the benefit of and be binding upon the parties and their successors and assigns. No assignment shall be effective as between the parties until the first day of the next month following the delivery to the non-assigning party of satisfactory evidence of such assignment.

The Agreement is incorporated herein by this reference and made a part hereof. Copies of the Agreement are in the possession of the parties at the addresses as shown on the first page of this Memorandum.

IN WITNESS WHEREOF, this MEMORANDUM OF MINERAL LEASE AGREEMENT WITH OPTION TO PURCHASE has been executed this 15th day of April, 1986.

SCHULL

H. Walter Schull

H. Walter Schull

Mimi Schull

Mimi Schull

STATE OF Nevada)
COUNTY OF Washoe) SS.

On the 7 day of April, 1986, personally appeared before me, a Notary Public, H. Walter Schull, who acknowledged to me that he executed the above instrument.

STATE OF Nevada)
COUNTY OF Washoe) SS.

On the 7 day of April, 1986, personally appeared before me, a Notary Public, Mimi Schull, who acknowledged to me that she executed the above instrument.

Mary Beerley
NOTARY PUBLIC
MARY BEERLEY
Notary Public - State of Nevada
Appointment Recorded in Washoe County
MY APPOINTMENT EXPIRES DEC 23, 1986

Mary Beerley
NOTARY PUBLIC
MARY BEERLEY
Notary Public - State of Nevada
Appointment Recorded in Washoe County
MY APPOINTMENT EXPIRES DEC 23, 1986

RAYROCK MINES, INC., dba
CORDEX EXPLORATION CO.

R. A. Wall
Signature

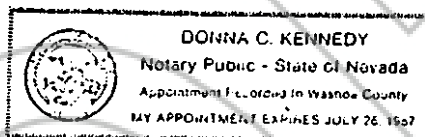
Vice-President
Title

J. S. Livemore
Signature

Director
Title

STATE OF Nevada)
COUNTY OF Washoe) SS.

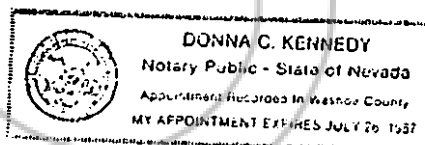
On the 11th day of April, 1986, personally appeared before me, a Notary Public, Andy B. Waller, known to me to be a duly qualified and acting officer of RAYROCK MINES, INC., dba CORDEX EXPLORATION CO., who acknowledged to me that he executed the above instrument.



Donna C. Kennedy
NOTARY PUBLIC

STATE OF Nevada)
COUNTY OF Washoe) SS.

On the 18th day of April, 1986, personally appeared before me, a Notary Public, J. S. Livemore, known to me to be a duly qualified and acting officer of RAYROCK MINES, INC., dba CORDEX EXPLORATION CO., who acknowledged to me that he executed the above instrument.



Donna C. Kennedy
NOTARY PUBLIC

EXHIBIT A

Attached to and made part of that certain MINERAL LEASE AGREEMENT WITH
OPTION TO PURCHASE dated the 15th day of April, 1986, by and
between H. Walter Schull and Mimi Schull ("Schull") and Rayrock Mines, Inc.,
dba Cordex Exploration Co. ("Cordex") for the following described Premises:

Those certain unpatented lode mining claims generally located in
Sections 16, 17, 18, 19, 20, 21, and 29, Township 25 North, Range 49 East,
M.D.B. & M., Unknown Mining District, Eureka County, Nevada, and more
particularly described as:

<u>CLAIM NAME</u>	<u>BLM NUMBER</u>	<u>BOOK AND PAGE NO.</u>
C.C. #1-60	NMC #353694-353753	Bk. 140; pgs.327-386

RECORDED AT REQUEST OF
Cordex Exploration Co.
BOOK 144 PAGE 128

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OFFICIAL RECORDS
EUREKA COUNTY, NEVADA
M.N. REBALEATI, RECORDER
FILE NO. 102565
FEE \$ 8.00

BOOK 144 PAGE 31