

112873

MEMORANDUM OF EXPLORATION AGREEMENT
AND MINING SUBLEASE

This EXPLORATION AGREEMENT is dated and effective as of the 1st day of March, 1987, by and between R. J. MINING, INC., a Nevada corporation, and SANTA FE PACIFIC MINING, INC., a Kansas corporation.

R. J. Mining, Inc. and Santa Fe Pacific Mining, Inc. have agreed to enter into a Joint Operating Agreement to jointly explore certain lands situate in the Counties of Elko and Eureka, Nevada, more particularly described as follows:

Township 32 North, Range 52 East

Section 5: N/2, N/2 SE/4, N/2 SW/4 and
SW/4 SW/4 except 33.06 acres

containing 489.72 acres, more or less.

and

| <u>Name of Claim</u> | <u>Located</u> | | | <u>Location Notice Recorded</u> | | <u>BLM Serial Number</u> |
|--------------------------|----------------|------------|--------------|-------------------------------------|-------------|----------------------------------|
| | <u>Section</u> | <u>Twp</u> | <u>Range</u> | <u>Book</u> | <u>Page</u> | |
| MINNIX #1-36 | 6 | 32N | 52E | 149 | 162-167 | NMC 377778- NMC 377813 |

once R.J. Mining performs certain obligations under the Exploration Agreement.

The particulars of the Exploration Agreement, Mining Sublease and Joint Operating Agreement are available at the office of:

R. J. Mining, Inc.
2006 Country Club
Midland, Texas 79701

or

Santa Fe Pacific Mining, Inc.
6200 Uptown Blvd. NE
Albuquerque, New Mexico 87110

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IN WITNESS WHEREOF, this Memorandum of Exploration Agreement and Mining
Sublease has been executed effective as of the date first above set forth.

R. J. MINING, INC.

By Gregory Thomsen
President

SANTA FE PACIFIC MINING, INC.

By Bill Engman
Vice President

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STATE OF Texas)
COUNTY OF Midland) ss.

BEFORE ME, the undersigned authority, a Notary Public in and for said County and State, on this day personally appeared Gregory T. Rasmussen of R. J. MINING, INC., known to me to be the person whose name is subscribed to the foregoing instrument, and acknowledged to me that he executed the same for the purposes and considerations therein expressed.

GIVEN UNDER MY HAND AND SEAL OF OFFICE this 3rd day of March, 1987.



LINDA H. MCKELVY
NOTARY PUBLIC STATE OF TEXAS
COMMISSION EXPIRES 4-15-89

My Commission Expires:

Linda H. McKelvy
Notary Public
FEE \$7.00 FILE # 237201
FILED IN RECORD
OFFICE OF
Santa Fe Pacific Mining Inc.
'87 OCT -5 P2:49

STATE OF NEW MEXICO)
COUNTY OF BERNALILLO) ss.

581 467
RECORDED BY
JERRY D. HAYMONDS
ELKO CO. RECORDER

INDEXED

The foregoing instrument was acknowledged before me this 29th day of September, 1987, by K. Sageser, Vice President of SANTA FE PACIFIC MINING, INC., a Kansas corporation, on behalf of said corporation.

Laurie L. Frantz
Notary Public

My Commission Expires:

June 21, 1989



OFFICIAL SEAL
LAURIE L. FRANTZ
NOTARY PUBLIC - STATE OF NEW MEXICO
Notary Bond Filed with Secretary of State
My Commission Expires 6-21-89

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