

113550

MEMORANDUM OF LEASE

This Memorandum of Mining Lease is made and entered into this 8th day of October, 1987, by and between Richard K. Mulvaney, whose address is 687 Washington Avenue, Elko, Nevada 89801 and Glynn Smith, whose address is 4935 Old Post Road, No. 52, Ogden, Utah 84403, (hereinafter "Lessor") and Placer Dome U.S. Inc., a California corporation qualified to do business in the State of Nevada, whose address is One California Street, Suite 2500, San Francisco, California 94111 (hereinafter "Lessee").

W I T N E S S E T H

WHEREAS, contemporaneously herewith Lessors did execute and deliver to Lessee a certain Mining Lease of even date herewith (hereinafter "The Lease"); and

WHEREAS, pursuant to the terms of The Lease, Lessor has granted, demised, leased and let exclusively unto the Lessee all of those certain unpatented mining claims (hereinafter "The Property") located in Eureka County, Nevada as more fully described in Exhibit A, attached hereto and incorporated herein, together with all mines, ores, minerals and mineral substances of every kind and character whatsoever in, on or under the Property.

WHEREAS, The Lease provides for a term of twenty (20) years from the date hereof and renewable for an additional twenty (20) year periods, and so long thereafter as minerals are being mined on The Property or in the vicinity of The Property as provided in The Lease.

-1-

BOOK 167 PAGE 315

WHEREAS, it is the desire of Lessor and Lessee to execute this Memorandum of Mining Lease for the purpose of recordation in the records of the County Clerk of Eureka County, Nevada in order to provide notice all persons of the existence of The Lease and the rights, privileges and estates of Lessee thereunder.

NOW, THEREFORE, for and in consideration of the mutual covenants contained in The Lease and the sum of one dollar (\$1.00) and other good and valuable consideration, cash in hand paid, by Lessee to Lessor, the receipt and sufficiency of which is hereby acknowledged, Lessor does hereby adopt, ratify and confirm The Lease and all of its terms and provisions, and does hereby grant, demise, lease and let The Property unto Lessee, which terms and provisions are incorporated herein by reference as if fully and completely set forth herein. Lessor declares that The Lease and all of its terms and provisions are binding upon them and that The Lease is a valid and subsisting mining lease according to its terms.

Should any person have any questions or desire any information regarding The Lease, said questions or inquiry should be directed to Lessee at the following address:

Placer Dome U.S. Inc.
One California Street, Suite 2500
San Francisco, California 94111
Attention: Corporate Secretary

IN WITNESS WHEREOF, this Memorandum of Mining Lease and Option to Purchase is executed and effective as of the date first above written.

LESSOR:

Richard K. Mulvaney
Richard K. Mulvaney

Glynn Smith
Glynn Smith

-2-

BOOK 167 PAGE 316

LESSEE:

PLACER DOME U.S. INC.

By: [Signature]
Its: Vice President

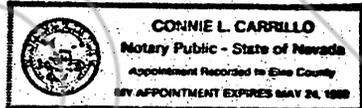
State of Nevada)
County of Elko) ss.

On this the 17th day of October 19 87, before me,
CONNIE L. CARRILLO
the undersigned Notary Public, personally appeared
Richard K. Mulvaney

- personally known to me
- proved to me on the basis of satisfactory evidence to be the person who executed the within instrument.

WITNESS my hand and official seal.

Connie L. Carrillo
Notary's Signature



State of Utah)
County of Weber) ss.

On this the 17th day of October 19 87, before me,
Robert L. Neesley
the undersigned Notary Public, personally appeared
Glynn Smith

- personally known to me
- proved to me on the basis of satisfactory evidence to be the person who executed the within instrument.

WITNESS my hand and official seal.

Robert L. Neesley
Notary's Signature



State of California)
) ss.
City and County of San Francisco)

On this the 8th day of October 19 87, before me,

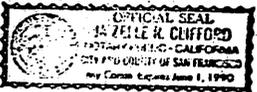
JaZelle R. Clifford
the undersigned Notary Public, personally appeared

J. B. Bush

personally known to me to be the person who executed the within instrument as Vice President or on behalf of the corporation therein named, and acknowledged to me that the corporation executed it.

WITNESS my hand and official seal.

JaZelle R. Clifford
Notary's Signature



BOOK 167 PAGE 318

Exhibit A

All of those certain unpatented mining claims located in Eureka County, Nevada described as follows:

<u>Claim Name</u>	<u>Nevada BLM Numbers</u>
Red Hill 1 through 14	NMC 59767 through 59780
Red Hill 15 through 16	NMC 66343 through 66344
Red Hill 17 through 19	NMC 138196 through 138198
Red Hill 20 through 23	NMC 178620 through 178623
Red Hill 24 through 25	NMC 170211 through 170212
Red Hill 26 through 31	NMC 245892 through 245897

RECORDED AT THE REQUEST OF

(Please Name)

BOOK *167* PAGE *315*

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OFFICIAL RECORDS
EUREKA COUNTY, NEVADA
M.N. RECORDS **113550**
FILE NO.
FEE \$ *5.00*

BOOK 167 PAGE 319