

Recording Requested by and
When Recorded Mail To:
SFP Minerals Corporation
ATTN: Lease Records
Box 27019
Albuquerque, NM 87125

114559

MEMORANDUM OF MINERALS LEASE

A Minerals Lease dated and effective as of October 11, 1985 has been executed by and between Southern Pacific Land Company, a California corporation ("SPL") and SFP Minerals Corporation, a Delaware corporation ("SFPM").

Under the Minerals Lease as amended by Amendment to Minerals Lease dated November 5, 1987, SPL has leased to SFP the lands shown on attached Annex A for the purposes of exploring for, developing, mining, recovering, processing, transporting and otherwise using, enjoying and exploiting minerals as defined in the Minerals Lease. Minerals are defined as all naturally occurring substances and materials located at or below the surface of the land which have value when removed from the earth except for Excluded Substances. Excluded Substances shall mean bed, bank and bar placer; sand and gravel; geothermal steam, liquid or brines; oil and gas; all other hydrocarbons except coal; and sulfur produced in association with hydrocarbons and carbon dioxide. The Minerals Lease is for a term of 25 years and as long thereafter as SFP exercises its rights thereunder and is subject to superior rights of third parties in and to minerals in the Annex A lands.

A true and correct executed copy of the Minerals Lease is available at the offices of the parties thereto.

Southern Pacific Land Company
201 Mission Street
San Francisco, California 94105

or

SFP Minerals Corporation
6200 Uptown Blvd., Suite 400
Albuquerque, New Mexico 87110

IN WITNESS WHEREOF, this Memorandum of Minerals Lease has been executed by SPL and SFP for the purpose of giving public notice of the existence of the Minerals Lease. This Memorandum of Minerals Lease shall not in any manner alter the provisions of or rights and obligations of the parties under the Minerals Lease.

SOUTHERN PACIFIC LAND COMPANY

By W.W. Ehn
Vice President

SFP MINERALS CORPORATION

By A.G. Hill
Vice President *low*

STATE OF NEW MEXICO }
COUNTY OF BERNALILLO } ss.

The foregoing instrument was acknowledged before me this 17th day
of November, 198 7 by P. F. Weber, Vice President of
SFP MINERALS CORPORATION, a Delaware corporation, on behalf of said corporation.



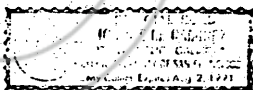
My Commission Expires:
September 20, 1990

Sharon E. Martin
Notary Public

STATE OF CALIFORNIA }
City and County of San Francisco } ss.

On this 18 day of November in the year One Thousand Nine
Hundred and Eighty 7 before me, Sharon M. Ramirez, a Notary
Public in and for the City and County of San Francisco, State of California,
personally appeared W. W. Ehn, personally known to me or proved
to me on the basis of satisfactory evidence to be the person who executed the
within instrument as the Vice President of the Corporation that executed
the within instrument and acknowledged to me that such corporation executed
the within instrument pursuant to its by-laws or a resolution of its board of
directors.

WITNESS my hand and official seal.



My Commission Expires:
August 2, 1991

Sharon M. Ramirez
Notary Public in and for the City and
County of San Francisco, State of
California.

ANNEX A

Eureka County, Nevada

<u>Section</u>	<u>Twp</u>	<u>Range</u>	<u>Description</u>	<u>Acres</u>
17	33N	51E	NW/4 SE/4	40.00 /
7	31N	51E	All, Except 43.34 acre R/W	477.25 /

RECORDED AT THE REQUEST OF
SFP Minerals Corp.
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87 NOV 25 AM 1:16

OFFICIAL RECORDS
 EUREKA COUNTY, NEVADA
 PLM. RE-SALE AT 10:00 AM
 FILE NO. 113553
 FEE \$ 7.00

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