

114882

SHORT FORM OF MINING LEASE

This SHORT FORM OF MINING LEASE is made as of this 30th day of September, 1987, by and between Consol Nevada Corporation, a Nevada corporation, whose address is 407-865 Hornby Street, Vancouver, British Columbia, Canada V6Z 2H3, and Alhambra Mines, Inc., a Delaware corporation, whose address is 255 Glendale Avenue, #13, Sparks, Nevada 89431 (hereinafter collectively referred to as "Lessor"), and Atlas Precious Metals, Inc., a Nevada corporation, whose address is 743 Horizon Court, Suite 202, Grand Junction, Colorado 81506 ("Lessor").

Recitals

Lessor owns certain unpatented lode mining claims situate in Eureka County, Nevada, more particularly described in Exhibit A which is attached hereto and incorporated by reference herein (the "Claims").

Lessor and Lessee entered into a Mining Lease effective August 10, 1987 (the "Agreement"), wherein Lessor granted to Lessee a mining lease of the Claims.

Lessor and Lessee desire to enter into this Short Form of Mining Lease (the "Short Form") for the purpose of placing of record a notice of the Agreement.

Agreement

NOW THEREFORE, for Ten Dollars (\$10.00) and other good and valuable consideration, the sufficiency of which is hereby confessed and acknowledged, Lessor and Lessee have agreed and do hereby agree as follows:

1. Grant of Lease of the Claims. Lessor has leased and hereby grants and leases exclusively unto Lessee the Claims together with all minerals and mineral deposits of every kind and character whatsoever in, on or under the Claims; all veins and lodes now owned or hereafter acquired by Lessor extending from or into or contained in the Claims; all mineral interests now owned or hereafter acquired by Lessor in the Claims; and together with all easements and all rights of way for ingress and egress to and from the Claims to which Lessor may be entitled. Lessor further grants to Lessee the sole and exclusive right and privilege to do any and all things necessary or desirable to accomplish any or all of the purposes and rights set forth in the Agreement, including, without limitation, rights to enter upon and use the surface of the Claims and to use all water and water rights appurtenant to the Claims to which Lessor may be entitled.

2. Term. The term of the Agreement shall be twenty (20) years from its effective date, unless sooner surrendered or otherwise terminated, and so long thereafter as Lessee is actively engaged in exploration, development or mining operations in or on the Claims.

3. Successors and Assigns. The Agreement and this Short Form are, and shall be, binding upon and inure to the benefit of the heirs, representatives, successors and assigns of the parties thereto. No assignment by Lessee of any of its interest under the Agreement or this Short Form shall be effective without the prior written consent of Lessor, which consent shall not be unreasonably withheld. No assignment by Lessor of any of its interest under the Agreement or this Short Form shall be effective until receipt by Lessee of written notice of such assignment.

4. Title to After-Acquired and Additional Interests. The Agreement covers and extends to any further or additional right, title, interest or estate heretofore or hereafter acquired by Lessor in or to the Claims or any part thereof.

5. Additional Terms. The Agreement contains clauses pertaining to advance royalties, production royalties, exploration programs, and various other provisions, and reference is made to the Agreement for such other terms and conditions as govern the Agreement, which terms and provisions are by reference made a part hereof. Nothing in this Short Form shall limit or affect the rights and duties of the parties under said Agreement. Information regarding the Agreement can be obtained from Lessor or Lessee at the addresses set forth above.

IN WITNESS WHEREOF, the parties have executed this Short Form of Mining Lease as of the date first above written.

CONSOL NEVADA CORPORATION,
a Nevada corporation

By *Alec Leneck*
Alec Leneck, President

ALHAMBRA MINES, INC.,
a Delaware corporation

By *Francis E. Dubois*
Francis E. Dubois, President

ATLAS PRECIOUS METALS, INC.,
a Nevada corporation

By Richard R. Weaver
Richard R. Weaver, President

PROVINCE
STATE OF BRITISH COLUMBIA
COUNTY OF VANCOUVER) ss.

On NOVEMBER 5, 1987, me personally appeared
before me, a notary public, Alec Leneck, President of Consol
Nevada Corporation, a Nevada corporation, who acknowledged that
he executed the above instrument.

(SEAL)

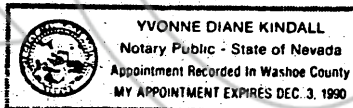
James H. Leneck
Notary Public

1620-701 WEST GEORGIA ST
VANCOUVER BC
Address

STATE OF Nevada)
COUNTY OF Eschsch) ss.

On October 5, 1987, personally appeared
before me, a notary public, Francis E. Dubois, President of
Alhambra Mines, Inc., a Delaware corporation, who acknowledged
that he executed the above instrument on behalf of said
corporation.

(SEAL)



Yvonne Diane Kindall
Notary Public

255 Glendale, #13
Sparks, NV. 89431
Address

STATE OF New Jersey)
COUNTY OF Meriden) ss.

On November 17, 1987, personally appeared before me, a notary public, Richard R. Weaver, President of Atlas Precious Metals, Inc., a Nevada corporation, who acknowledged that he executed the above instrument on behalf of said corporation.

Jose Maria Chirch
Notary Public

253 Nassau Street
Brooklyn, NY 11201
Address

ROBERTA M. CHIRCH
NOTARY PUBLIC - NEW JERSEY
My Commission Expires May 14, 1993

Exhibit A to that certain Short Form of Mining Lease dated September 30, 1987, by and between Consol Nevada Corporation, a Nevada corporation and Alhambra Mines, Inc., a Delaware corporation, as Lessor, and Atlas Precious Metals Inc., a Nevada corporation, as Lessee, which covers certain unpatented lode mining claims located in Eureka County, Nevada.

EXHIBIT A

Claim Name	Claim Number	Section	Twp.	Rge.	Meridian	BLM NMC No.	Recorded Book/Page
Essex	1	12	22N	50E	MDPM	NMC 321307	129 117
Essex	2	12	22N	50E	MDPM	NMC 321308	129 118
Essex	3	12	22N	50E	MDPM	NMC 321309	129 119
Essex	4	12	22N	50E	MDPM	NMC 321310	129 120
Essex	5	12	22N	50E	MDPM	NMC 321311	129 121
Essex	6	12	22N	50E	MDPM	NMC 321312	129 122
Essex	7	12	22N	50E	MDPM	NMC 321313	129 123
Essex	8	12	22N	50E	MDPM	NMC 321314	129 124
Essex	9	12,13	22N	50E	MDPM	NMC 321315	129 125
Essex	10	13	22N	50E	MDPM	NMC 321316	129 126
Essex	11	13	22N	50E	MDPM	NMC 321317	129 127
Essex	12	13	22N	50E	MDPM	NMC 321318	129 128
Essex	13	13	22N	50E	MDPM	NMC 321319	129 129
Essex	14	13	22N	50E	MDPM	NMC 321320	129 130
Essex	15	13	22N	50E	MDPM	NMC 321321	129 131
Essex	16	13	22N	50E	MDPM	NMC 321322	129 132
Essex	17	13	22N	50E	MDPM	NMC 321323	129 133
Essex	18	12	22N	50E	MDPM	NMC 321324	129 134
Essex	19	12	22N	50E	MDPM	NMC 321325	129 135
Essex	20	12	22N	50E	MDPM	NMC 321326	129 136
Essex	21	12	22N	50E	MDPM	NMC 321327	129 137
Essex	22	12	22N	50E	MDPM	NMC 321328	129 138
Essex	23	13	22N	50E	MDPM	NMC 321329	129 139
Essex	24	13	22N	50E	MDPM	NMC 321330	129 140
Essex	25	13	22N	50E	MDPM	NMC 321331	129 141
Essex	26	13	22N	50E	MDPM	NMC 321332	129 142
Essex	27	13	22N	50E	MDPM	NMC 321333	129 143
Essex	28	13,18	22N	50,51E	MDPM	NMC 321334	129 144
Essex	29	18	22N	51E	MDPM	NMC 321335	129 145
Essex	30	18,19	22N	51E	MDPM	NMC 321336	129 146
Essex	31	18,19	22N	51E	MDPM	NMC 321337	129 147
Essex	32	13,18	22N	50,51E	MDPM	NMC 321338	129 148
		19,24					
Essex	33	13,24	22N	50E	MDPM	NMC 321339	129 149
Essex	34	13,24	22N	50E	MDPM	NMC 321340	129 150
Essex	35	13,24	22N	50E	MDPM	NMC 321341	129 151
Essex	36	13,24	22N	50E	MDPM	NMC 321342	129 152

EXHIBIT A

<u>Claim Name</u>	<u>Claim Number</u>	<u>Section</u>	<u>Twp.</u>	<u>Rge.</u>	<u>Meridian</u>	<u>BLM NMC No.</u>	<u>Recorded Book/Page</u>
Essex	37	13,24	22N	50E	MDPM	NMC 321343	129 153
Essex	38	13,24	22N	50E	MDPM	NMC 321344	129 154
Essex	39	13,24	22N	50E	MDPM	NMC 321345	129 155
Essex	40	24	22N	50E	MDPM	NMC 321346	129 156
Essex	41	24	22N	50E	MDPM	NMC 321347	129 157
Essex	42	24	22N	50E	MDPM	NMC 321348	129 158
Essex	43	24	22N	50E	MDPM	NMC 321349	129 159
Essex	44	24	22N	50E	MDPM	NMC 321350	129 160
Essex	45	19,24	22N	51E	MDPM	NMC 321351	129 161
Essex	46	19	22N	51E	MDPM	NMC 321352	129 162
Essex	47	19	22N	51E	MDPM	NMC 321353	129 163
Essex	48	24	22N	50E	MDPM	NMC 324900	131 222
Essex	49	19,24	22N	50,51E	MDPM	NMC 324901	131 223
Essex	50	24	22N	50E	MDPM	NMC 324902	131 224
Essex	51	24	22N	50E	MDPM	NMC 324903	131 225
Essex	52	24	22N	50E	MDPM	NMC 324904	131 226
Essex	53	24	22N	50E	MDPM	NMC 324905	131 227
Essex	54	24	22N	50E	MDPM	NMC 324906	131 228
Essex	55	24	22N	50E	MDPM	NMC 324907	131 229
Essex	56	24	22N	50E	MDPM	NMC 324908	131 230
Essex	57	24	22N	50E	MDPM	NMC 324909	131 231
Essex	58	19,24	22N	50E	MDPM	NMC 324910	131 232
Essex	59	24,25	22N	50E	MDPM	NMC 324911	131 233
Essex	60	24,25	22N	50E	MDPM	NMC 324912	131 234
Essex	61	24,25	22N	50E	MDPM	NMC 324913	131 235
Essex	62	24,25	22N	50E	MDPM	NMC 324914	131 237
Essex	63	24,25	22N	50E	MDPM	NMC 324915	131 236
Essex	64	24,25	22N	50E	MDPM	NMC 324916	131 238
Essex	65	24,25	22N	50E	MDPM	NMC 324917	131 239
Essex	66	24,25	22N	50E	MDPM	NMC 324918	131 240
Essex	67	19,24	22N	50E	MDPM	NMC 324919	131 241
Essex	68	25	22N	50E	MDPM	NMC 324920	131 242
Essex	69	25	22N	50E	MDPM	NMC 324921	131 243
Essex	70	25	22N	50E	MDPM	NMC 324922	131 244
Essex	71	25	22N	50E	MDPM	NMC 324923	131 245
Essex	72	25	22N	50E	MDPM	NMC 324924	131 246
Essex	73	25	22N	50E	MDPM	NMC 324925	131 247
Essex	74	25	22N	50E	MDPM	NMC 324926	131 248
Essex	75	25	22N	50E	MDPM	NMC 324927	131 249
Essex	76	25	22N	50E	MDPM	NMC 324928	131 250
Essex	87	25	22N	50E	MDPM	NMC 324939	131 266
Essex	88	25	22N	50E	MDPM	NMC 324940	131 267
Essex	89	25	22N	50E	MDPM	NMC 324941	131 268
Essex	90	25	22N	50E	MDPM	NMC 324942	131 269
Essex	91	25	22N	50E	MDPM	NMC 324943	131 270
Essex	92	25	22N	50E	MDPM	NMC 324944	131 271
Essex	93	25	22N	50E	MDPM	NMC 324945	131 272
Essex	94	25	22N	50E	MDPM	NMC 324946	131 273
Essex	95	25	22N	50E	MDPM	NMC 324947	131 274

RECORDED AT THE REQUEST OF
Atlas Precious Metals
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CLERK OF SUPERIOR COURT, NEVADA
H.M. REBA
FILE NO. 114882
FEE \$ 11.00

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