

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 (herein and hereinafter referred to as LESSOR), and

Albert Englebright and Robert Martin (hereinafter referred to as LESSOR) have entered into a

Mineral Lease Agreement with Option to Purchase ("Agreement") effective as of the 18 day of December, 1987.

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, LESSOR has granted, demised, leased and let the Premises exclusively unto LESSEE, 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, LESSOR has granted and hereby grants to LESSEE

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 LESSEE continues to make certain payments to LESSOR, 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.

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.

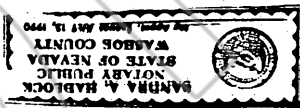
IN WITNESS WHEREOF, this MEMORANDUM OF MINERAL LEASE AGREEMENT WITH OPTION TO PURCHASE has been executed this 18 day of December, 1987

SCHULL

H. Walter Schull
H. Walter Schull

M. Schull

STATE OF NEVADA County of <u>Washoe</u> ss. <u>Walter Schull</u>	ACKNOWLEDGMENT
On <u>December 18, 1987</u> personally appeared before me, a notary public, <u>H. Walter Schull</u> who acknowledged that he executed the annexed instrument.	
	<u>Walter Schull</u> Signature



Albert Englebright
Albert Englebright
Robert Martin
Robert Martin

STATE OF Nevada
COUNTY OF Washoe

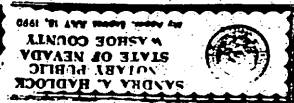
On Dec 14, 1987, personally appeared before me, a Notary Public, H. Walter Schull, who acknowledged to me that he executed the above instrument.

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NOTARY PUBLIC

2.

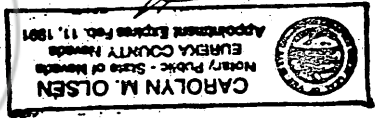
STATE OF Nevada
COUNTY OF Clark

On December 18, 1987, a Notary Public, Hilda Schull, who acknowledged to me that she executed the above instrument.



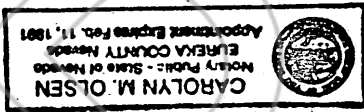
STATE OF Nevada
COUNTY OF Clark

On May 24, 1987, Notary Public, Albert Englebright, personally appeared before me, a



STATE OF Nevada
COUNTY OF Esmeralda

On May 24, 1987, a Notary Public, Robert Martin, personally appeared before me,



who acknowledged to me that he executed the above instrument in that capacity.

Carolyn M. Olsen
NOTARY PUBLIC

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EXHIBIT A

Attached to and made part of that certain Memorandum of Mineral Lease Agreement with Option to Purchase dated the _____ day of _____ 19____, by and between H. Walter Schull and Mini Schull (LESSOR) and Albert Engelbrecht and Robert Martin (LESSEE) for the following described premises:

Unpatented lode mining claims, situated in section 1 and 12, T16N R48E, unknown mining District, Bureka County, Nevada, to wit:

Claim Names	Locations Recorded Book	Page	BLM NWC Serial Numbers
Big Red Nos. 1-6	67	36-41	46512-46517

RECORDED AT THE REQUEST OF
H. Walter Schull
BOOK 171 PAGE 253
88 JAN 12 NO 43
OFFICIAL RECORDS
CLERK
JAN 12 1988
FILE NO. 171555
M.N. RECORDED AT 11:30 AM

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