

RECORDED AT THE REQUEST OF
AND RETURN TO:
Santa Fe Pacific Mining, Inc.
ATTN: Lease Records
Box 27019
Albuquerque, NM 87125

DRY HILLS PROJECT
29-092-0003

115958

MEMORANDUM OF MINING LEASE

Under the terms of that certain Mining Lease dated effective as of the
30th day of December, 1987 by and between _____

HILDA M. BROWN, an unmarried woman,

(therein and hereinafter referred to as "Owner", whether one or more) and
SANTA FE PACIFIC MINING, INC., a Kansas Corporation,

therein and hereinafter referred to as "Lessee"), Owner has granted, demised,
leased and let and does hereby grant, demise, lease and let unto Lessee that
property described in Exhibit A attached hereto and made a part hereof (the
"Leased Premises"), including without limitation all ores, minerals and mineral
rights and together with all water and water rights in, upon and under the Leas-
ed Premises, exclusively unto Lessee, its successors and assigns, with the right
and privilege to explore for, develop, mine (by open pit, strip, underground,
solution mining, or any other method, including any method hereafter developed),
extract, mill, store, process, remove and market therefrom all ores, minerals
and materials of whatsoever nature or sort; all on the terms and conditions and
subject to the payments to be made to Owner, as fully set forth in the said Lease
which Lease is by this reference incorporated herein. Unless sooner terminated in
the manner therein provided, the term of the said Lease is for a period of 20
years commencing on the effective date thereof and continuing for as long there-
after as mining, development or processing operations are being conducted there-
under or the Lease term is extended pursuant to the force majeure and suspensions
of operations provisions thereof, all as more fully set forth in the Lease. Cop-
ies of the said Lease are in the possession of Owner c/o Hilda M. Brown

500 Ranchero Drive # 183, San Marcos, California 92069

and in the possession of Lessee c/o Santa Fe Pacific Mining, Inc.

P.O. Box 27019, Albuquerque, New Mexico 87125 Attention: Land Department

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

OWNER: *Hilda M. Brown*
HILDA M. BROWN

LESSEE: SANTA FE PACIFIC MINING, INC.

by: *H. S. Sorenson* D.C.
Vice President

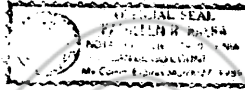
STATE OF CALIFORNIA)
COUNTY OF SAN DIEGO) ss.

The foregoing instrument was acknowledged before me this 30th day of
December, 19 87 by Hilda M. Brown, an unmarried woman.

Laurie L. Frantz
Notary Public

My commission expires:

3/27/89



STATE OF NEW MEXICO)
COUNTY OF BERNALILLO) ss.

The foregoing instrument was acknowledged before me this 25th day
of January, 19 88 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

EXHIBIT A

EXHIBIT A to Memorandum of Mining Lease by and between _____

HILDA M. BROWN, an unmarried woman,

(as "Owner") and SANTA FE PACIFIC MINING, INC., a Kansas Corporation,

(as "Lessee") and pertaining to the following described real property situated

in Eureka County, State of Nevada.

TOWNSHIP 30 NORTH, RANGE 49 EAST, MDB&M
Section 29: S4SW4

Containing 80.00 acres more or less.

SUBJECT TO:

1. Taxes, if any, which may constitute a lien, but which are not yet due and payable; and
2. Rights-of-way, if any, for roads, telephone and telegraph lines and pipelines of record in the office of the Clerk or Recorder of the county in which the above described property is situated; and
3. Reservations contained in the United States Patents thereto.

Initial for Identification

RECORDED AT THE REQUEST OF
Santa Fe Pacific Mining, Inc.
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[Signature]

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OFFICIAL RECORDS
EUREKA COUNTY, NEVADA
MINERAL RIGHTS CENTER
FILE NO. 11958
FEE \$ 6.00

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