

119901

MEMORANDUM OF FIRECRACKER MINERAL LEASE

KNOW ALL MEN BY THESE PRESENTS that, effective the 10th day of June, 1988, Carol R. Davis and Jerry A. Davis, wife and husband, Thomas Bilbao and Frances Bilbao, husband and wife, and Dean Stitzel, (collectively hereinafter referred to as "Lessor"), with a mailing address of c/o Carol Davis, 1050 Dotta Drive, Elko, Nevada 89801, have granted and hereby do grant a Mineral Lease to Tonkin Springs Gold Mining Company, a Colorado corporation, with a mailing address of 1600 Stout Street, Suite 1600, Denver, Colorado 80202 (hereinafter referred to as "Lessee"), as follows:

1. Properties Subject to Lease. The properties subject to this Mineral Lease consist of the mining claims owned by Lessor or in which Lessor has an interest as described in Exhibit "A" attached hereto and made a part hereof (hereinafter referred to as the "Properties").

2. Rights Granted to Lessee. Lessor has granted to Lessee the exclusive right to investigate, explore, prospect and drill for, develop, mine by any method, produce, process, handle and market all minerals on or within the Properties.

3. Term of Lease. The term of this Lease shall commence upon the date above written and shall continue for five (5) years from the date hereof and so long thereafter as certain advance royalty payments are made.

4. Relationship to Mineral Lease. This Memorandum is executed as of the date set forth above for the purpose of giving record notice, pursuant to Nevada law, of the Mineral Lease. The provisions of the Mineral Lease are incorporated into this Memorandum by this reference, and this Memorandum is not intended to amend or supersede the Mineral Lease in any manner. In the event of any conflict or inconsistency between the terms of the Mineral Lease and this Memorandum, the term of the Mineral Lease shall govern.

WHEREFORE, the parties have executed this Memorandum of Mineral Lease to be effective as of the date first above written.

LESSORS:

Carol R. Davis
Carol R. Davis

Jerry A. Davis
Jerry A. Davis

Thomas E. Bilbao
Thomas Bilbao

Frances Bilbao
Frances Bilbao

Dean Stitzel
Dean Stitzel

LESSEE:

TONKIN SPRINGS GOLD MINING COMPANY

By *David Reid*
Senior Vice President

ATTEST: *Catherine J. Elliott*

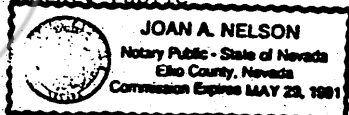
STATE OF NEVADA)
County of *Elko*) s.

On the *13th* day of *June*, 1988, personally appeared before me, a Notary Public, Carol R. Davis, aka C. R. Davis and Jerry A. Davis, husband and wife, who acknowledged that they executed the above instrument freely and voluntarily and for the uses and purposes therein mentioned.

Witness my hand and official seal.

My commission expires: *5/29/91*

Joan A. Nelson
Notary Public

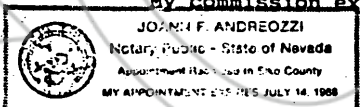


STATE OF NEVADA)
County of *Elko*) s.

On the *15th* day of *June*, 1988, personally appeared before me, a Notary Public, Thomas Bilbao and Frances Bilbao, husband and wife, who acknowledged that they executed the above instrument freely and voluntarily and for the uses and purposes therein mentioned.

Witness my hand and official seal.

My commission expires: *7. 14. 88*



Joann F. Andreozi
Notary Public

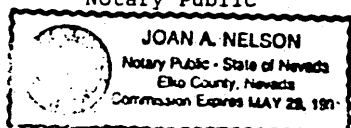
STATE OF NEVADA)
COUNTY OF *Elko*) s.

On the *13th* day of *June*, 1988, personally appeared before me, a Notary Public, Dean Stitzel, who acknowledged that he executed the above instrument freely and voluntarily and for the uses and purposes therein mentioned.

Witness my hand and official seal.

My commission expires: *5/29/91*

Joan A. Nelson
Notary Public



STATE OF Colorado)
) ss.
COUNTY OF Duarter)

On this 29th day June, 1988, personally appeared before me, a Notary Public, David C. Reid, the Senior Vice President and Secretary of TONKIN SPRINGS GOLD MINING COMPANY, a Colorado corporation, who acknowledged that they executed the above instrument on behalf of said corporation.

David C. Reid
Notary Public

My Commission Expires Nov. 10, 1991

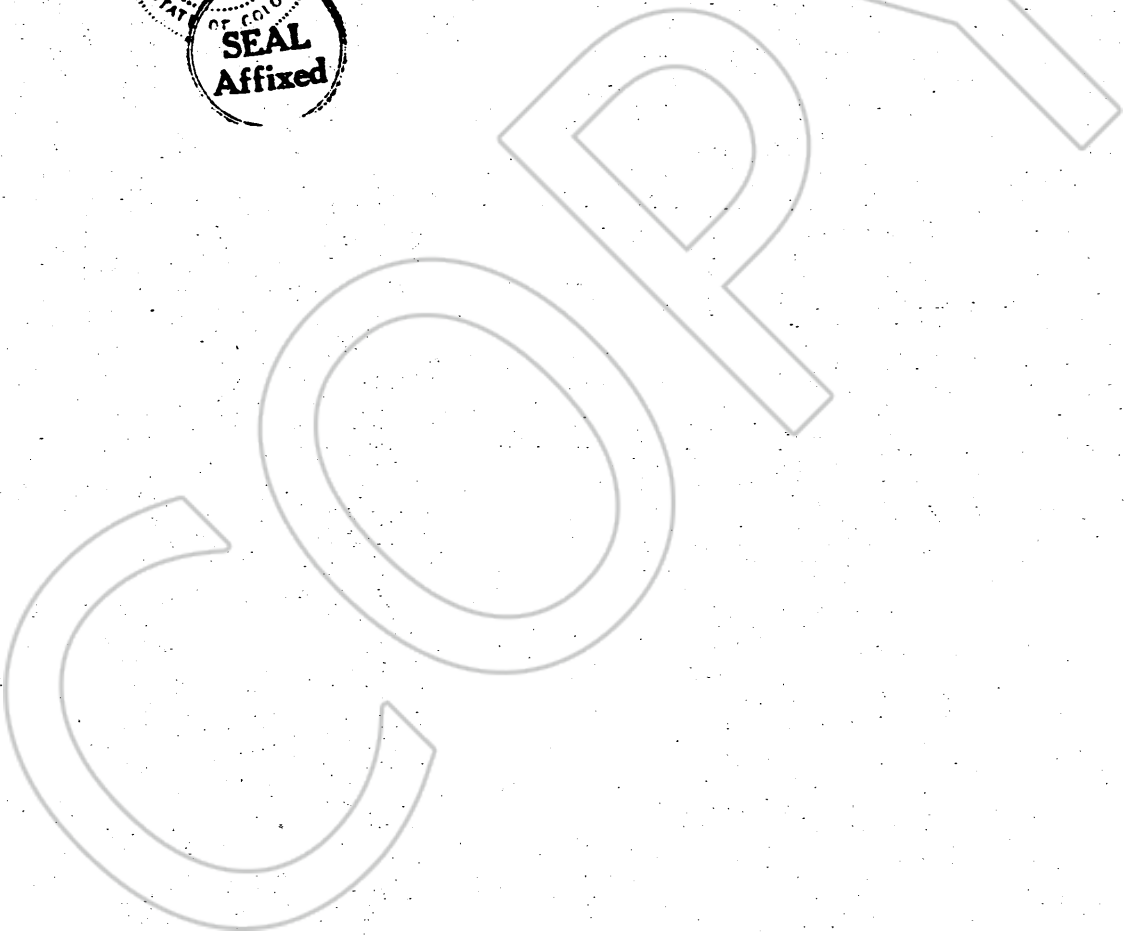


EXHIBIT A
To

Option to Lease (with Exploration Rights) and Mining Lease
Dated as of June 10th, 1988, between
C. R. Davis aka Carol R. Davis and
Jerry A. Davis, wife and husband, *CRD CAD*
Thomas Bilbao and Frances Bilbao, husband and wife, and *FB*
Dean Stitzel *DS*
(collectively, "Lessor")
and Tonkin Springs Gold Mining Company ("Lessee")

THE LEASED PREMISES

The Leased Premises consist of the following nine claims, located in Sections 18 and 19, T.23N., R.50E., Eureka County, Nevada:

<u>Claim Name and Number</u>	<u>Book and Page (County Recorder)</u>	<u>BLM Serial No.</u>
Firecracker 1	Book 64, Page 557	27300
Firecracker 2	Book 64, Page 558	27301
Firecracker 3	Book 64, Page 559	27302
Firecracker 4	Book 64, Page 560	27303
Firecracker 5	Book 65, Page 18	27304
Firecracker 6	Book 65, Page 19	27305
Firecracker 7	Book 65, Page 20	27306
Firecracker 8	Book 65, Page 28	41494
Firecracker 9	Book 65, Page 29	41495

RECORDED AT THE REQUEST OF
BOOK 180 PAGE 267
Tonkin Springs Gold Mining Co.
88 JUL 11 A8 54

OFFICIAL RECORDS
EUREKA COUNTY, NEVADA
H.W. REBATEAU, RECORDER
FILE NO. FEE \$ 8.00

19 119901

BOOK 180 PAGE 270