

MEMORANDUM
OF
MINING LEASE AGREEMENT

This is a Memorandum of a Mining Lease Agreement dated the 20th day of November 1987 by and between KURT KLAPWYCK, hereinafter referred to as "Owner", and GREGORY B. GINTOFF, hereinafter referred to as "Lessee".

1. Lease and Term. (a) Owner leases to Lessee all of the unpatented mining claims described in Exhibit A which, together with all (i) tailings, dumps and mine wastes, (ii) surface rights, easements and rights of way incident thereto, (iii) mining, mineral and water rights incident hereto, and (iv) improvements, fixtures, personal property, mining machinery and tools thereon useful or convenient for mining and related uses, shall be referred to collectively as the "Property".

(b) This agreement shall commence on 20 November 1987 and continue for an initial term of five years.

(c) Lessee may extend this agreement for additional successive ten year terms.

2. Exclusive Possession. Except as may be expressly provided in Exhibit A, Lessee shall have exclusive possession and quiet enjoyment of the Property while this agreement is in effect.

3. Additional and After-Acquired Rights. If Owner (or any of them) acquires any right or interest in the Property or within the boundaries of the Property while this agreement is in effect, such right or interest shall automatically become part of the Property for all purposes of this agreement.

4. Removal of Property. Lessee may, within one year after termination of this agreement, remove from Owner's real property all property and improvements which he has erected or placed thereon.

5. Additional Terms. Additional terms and conditions are contained in the full agreement between the parties. This Memorandum of Agreement shall not affect said agreement or any rights, interests or obligations of the parties thereunder.

LESSEE

Gregory B. Gintoff
GREGORY B. GINTOFF

OWNER

Kurt Klapyck
KURT KLAPWYCK

EXHIBIT A

Exhibit A to Memorandum of Mining Lease Agreement dated 20 November 1987 by and between GREGORY B. GINTOFF and KURT KLAPWYCK pertaining to those certain unpatented lode mining claims located in Section 6, T. 26 N., R. 53 E., and Section 31, T. 27 N., R. 53 E. Eureka County, Nevada as follows:

Name of Claim

JC-2 to JC-27

JD1-7, JD1-8

JD1-10 to JD1-13

RS-10, RS-11

BLM Serial No

462989 - 463015


463016 - 463017

463018 - 463020

463021 - 463022

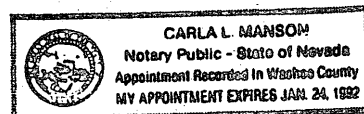
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OWNER


KURT KLAPWYCK

State of)
) : ss.
County of)

On this 23rd day of September 1988, personally appeared before me, a notary public, KURT KLAPWYCK, who acknowledged that he executed the above Memorandum of a Mining Lease Agreement dated 20 November 1987.




Notary Public

LESSEE

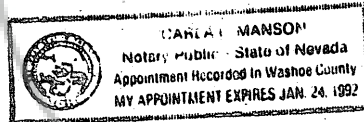
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Gregory Gintoff
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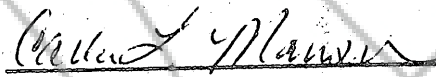

GREGORY B. GINTOFF

OFFICIAL RECORDS
EURHA COUNTY, NEVADA
R.H. REBALEATI, RECORDER
FILE NO. 122882 REC 8 700

State of Nevada)
) : ss.
County of Washoe)

On this 23rd day of September 1988, personally appeared before me, a notary public, Gregory B. Gintoff, who acknowledged that he executed the above Memorandum of a Mining Lease Agreement dated 20 November 1987.




Notary Public

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