

128508

SHORT FORM OF ASSIGNMENT AND AGREEMENT dated May 1, 1989 ("Effective Date") between HOMESTAKE MINING COMPANY OF CALIFORNIA, a California corporation having its principal place of business at 650 California Street, San Francisco, California 94108 ("Homestake") and ARCTIC PRECIOUS METALS, INC., a Nevada corporation having its principal place of business at 390 Freeport Blvd., Suite 11, Sparks, Nevada 89431 ("Arctic").

1. Assignment and Assumption. (a) Homestake hereby assigns to Arctic its right, title and interest in those certain unpatented claims described in Exhibit A attached hereto and that certain Lease described in Exhibit B attached hereto ("Mining Property") in consideration of Arctic's assumption of all of Homestake's obligations related thereto and Homestake's payment of royalties.

2. Royalties. (a) Homestake reserves a Net Smelter Returns royalty on the terms of the full agreement.

(b) Subject to the terms of the full agreement, Arctic grants to Homestake a Net Smelter Returns royalty on any property or claims within the Area of Interest (as defined in the full agreement) located or otherwise held or acquired by Arctic, whether before or after the Effective Date.

3. Conversion. Subject to the terms of the full agreement, Homestake may convert the royalties into an undivided ownership interest in the Mining Property and enter into a joint venture with Arctic to conduct operations on the Mining Property.

4. Additional Terms. Additional terms are contained in the full Assignment and Agreement. This Short Form is intended to give constructive notice of the terms of the full agreement but shall not otherwise affect the full agreement or the rights and obligations of the parties under it.

HOMESTAKE MINING COMPANY  
OF CALIFORNIA

By: Ralph E. Green  
Ralph E. Green  
Director, US Exploration

ARCTIC PRECIOUS METALS, INC.

By: Barry D. Simmons  
Barry D. Simmons  
Vice President Exploration

Approved by  
Legal Dept.

Des  
date: 7/11/89

SEAL  
Affixed

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STATE OF COLORADO )  
 ) ss.  
COUNTY OF JEFFERSON )

On July 12, 1989, before me,  
Margaret E. Walker, a duly commissioned Notary Public for  
said State, personally appeared Ralph E. Green, personally known  
to me to be the Director, US Exploration of Homestake Mining  
Company of California, a California corporation, and personally  
known to me to be the person who executed the within instrument  
and on said oath stated that he was authorized to do so on behalf  
of said corporation.

IN WITNESS WHEREOF, I have signed my name and affixed my  
official seal.

SEAL  
(Notarial Seal)  
Affixed

Margaret E. Walker  
Notary Public in and for said State  
Residing at:

Province  
~~STATE OF UTAH~~ )  
 ) ss.  
~~COUNTY OF CANADA~~ )

On July 10, 1989, before me, Paul Anthony  
Province Donald Hingray, a duly commissioned Notary Public for  
said State, personally appeared B.O. Simmons, personally known  
to me to be the Vice President Exploration of Arctic Precious  
Metals, Inc., a Nevada corporation, and personally known to me to  
be the person who executed the within instrument and on said oath  
stated that he was authorized to do so on behalf of said  
corporation.

IN WITNESS WHEREOF, I have signed my name and affixed my  
official seal.

SEAL  
(Notarial Seal)  
Affixed

Paul Anthony  
Notary Public in and for said State  
Residing at:

EXHIBIT A

Claims

Unpatented lode mining claims located in Sections 2 and 3, Township 18 North, Range 52 East, and in Sections 27, 28, 34 and 35, Township 19 North, Range 52 East, MDB&M, Eureka County, State of Nevada more particularly described as follows:

CLAIM NAME	LOCATED	BR / PG	BLM NO.
LAKE 17	2-08-87	155 / 191	399146
LAKE 19	2-08-87	155 / 192	399147
LAKE 21-30	2-08-87	155 / 193-192	399148-399157
LAKE 47-54	2-08-87	155 / 193-200	399158-399165
LAKE 204-209	2-08-87	155 / 201-206	399166-399171
LAKE 216-227	2-08-87	155 / 207-210	399172-399183
LAKE 300-309	9-21-87	165 / 236-245	436960-436967



EXHIBIT B

Lease

Mining Lease with Option to Purchase dated February 8, 1987 between Homestake Mining Company of California and Mary Bisoni, a widow, and Geneve Bisoni, a widow, as amended November 1, 1987, which agreement covers the following described unpatented lode mining claims. A short form of the agreement and the amendment are recorded in the official records of Eureka County, Nevada in Book 158 at Page 319 and in Book 171 at Page 176, respectively.

RECORDED AT THE REQUEST OF

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*Homestake Mining Co.*  
89 JUL 24 P 4:00

OFFICIAL RECORDS  
EUREKA COUNTY, NEVADA  
MIN. RECORDS RECORDER  
FILE NO. 128508  
FEE \$ 8.00

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