

8-97-0001
RIPED AT THE REQUEST OF
RETURN TO:
S Fe Pacific Mining, Inc.
4 Lease Records
27019
Albuquerque, NM 87125

130768

MEMORANDUM OF MINERALS SUBLEASE

A Minerals Sublease dated and effective March 1, 1988, has been executed by and between SFP Minerals Corporation, a Delaware corporation (SFPMC) and Santa Fe Pacific Mining, Inc., a Kansas corporation (SFPMI).

Under the Minerals Sublease SFPMC has subleased to SFPMI the lands shown on Exhibit I for the purposes of exploring for, developing, mining, recovering, processing, transporting and otherwise using, enjoying and exploiting Minerals as defined in the Minerals Sublease. Minerals are defined as all naturally occurring substances and materials located at or below the surface of the land which have a value when removed from the earth except Excluded Substances. Excluded Substances are defined as bed, bank and bar placer deposits, common varieties of construction materials such as rock, sand and gravel, geothermal steam liquids or brines, oil, gas, coal and all other hydrocarbons, sulfur produced with such hydrocarbons and carbon dioxide. Insofar as the lands in Exhibit I are concerned, this Minerals Sublease is a sublease of rights leased to SFPMC by Santa Fe Pacific Realty Corporation (formerly known as Southern Pacific Land Company) under Minerals Lease dated August 3, 1987, a memorandum of which is recorded in the County records at Book 169, page 160. The Minerals Sublease is for a term of ten (10) years and as long thereafter as Minerals are produced in commercial quantities from the Leased Premises or one day before the date the Minerals Lease dated August 3, 1987 expires.

A true and correct executed copy of the Minerals Sublease is available at the offices of the parties thereto:

SFP Minerals Corporation
6200 Uptown Blvd, Suite 400
Albuquerque, New Mexico 87110

or

Santa Fe Pacific Mining, Inc.
6200 Uptown Blvd, Suite 400
Albuquerque, New Mexico 87110

IN WITNESS WHEREOF, this Memorandum of Minerals Sublease has been executed by SFPMC and SFPMI for the purpose of giving public notice of the existence of the Minerals Sublease. This Memorandum of Minerals Sublease shall not in any manner alter the provisions of or rights and obligations of the parties under the Minerals Sublease.

SFP MINERALS CORPORATION

By *[Signature]*
Vice President *GA*

SANTA FE PACIFIC MINING, INC.

By *[Signature]*
Vice President *bu*

STATE OF NEW MEXICO)
COUNTY OF BERNALILLO) ss.

The foregoing instrument was acknowledged before me this 16th day of November, 1989, by P.F. Weber, Vice President of SFP MINERALS CORPORATION, a Delaware corporation, on behalf of said corporation.

Laurie L. Carpenter
Notary Public

My Commission Expires:

June 21, 1993



OFFICIAL SEAL
LAURIE L. CARPENTER
NOTARY PUBLIC - STATE OF NEW MEXICO
Notary Bond Filed With Secretary of State
My Commission Expires 6-21-93

STATE OF NEW MEXICO)
COUNTY OF BERNALILLO) ss.

The foregoing instrument was acknowledged before me this 16th day of November, 1989, by K. Sageser, Vice President of SANTA FE PACIFIC MINING, INC., a Kansas corporation, on behalf of said corporation.

Laurie L. Carpenter
Notary Public

My Commission Expires:

June 21, 1993



OFFICIAL SEAL
LAURIE L. CARPENTER
NOTARY PUBLIC - STATE OF NEW MEXICO
Notary Bond Filed With Secretary of State
My Commission Expires 6-21-93

EXHIBIT I TO MINERALS SUBLEASE
DATED February 1, 1988

Eureka County, Nevada

<u>T33N R51E</u>		Acres
Section 27	All	640.00
Section 35	All	640.00

<u>T32N R51E</u>		Acres
Section 1	All	795.12
Section 3	All	797.20
Section 11	All	640.00
Section 13	All	640.00
TOTAL		4,152.32

Subject to all easements, leases and other contracts of record and those encumbrances which on inspection of the property would reveal.

RECORDED AT THE REQUEST OF
BOOK 206 PAGE 084
George Wagner
79 NOV 20 AM 15

OFFICIAL RECORD
EUREKA COUNTY, NEVADA
MIN. RE-SALEABLE RECORDER
FILE NO. FILE 300

130768
BOOK 206 PAGE 087