

ACKNOWLEDGMENT FOR INDIVIDUAL

STATE OF Nevada }
COUNTY OF Elko } ss.
On this 30th day of November, 1989, before me personally appeared
Stephen D. Damele, and Pauline J. Damele, husband and wife.
known to me to be the person(s) described in and who executed the foregoing instrument, and who acknowledged to me
that ~~they~~, they executed the same.

My commission expires: 9-30-90

Notary Public

Vicki Michelle
Residing at (Cellu) Nr 89832

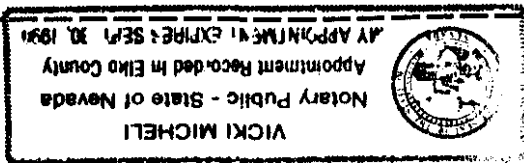


EXHIBIT "A"

Attached hereto and by this reference made a part hereof that certain Oil and Gas
Lease dated November 30, 1989 by and between Stephen D. Damele and Pauline J.
Damele, husband and wife, Lessor and The Gary-Williams Company, Lessee.

Notwithstanding anything contained herein to the contrary the royalty received by
the Lessor shall not be reduced by any costs or expenses and shall be calculated
at the total rate of oil, gas and/or gas-condensate produced and saved from any
well on said lands.

Lessee agrees to hold Lessor harmless to any claims, actions or liability that
might arise out of the actions of Lessee or it's assigns on the described lands.
It is hereby understood and agreed that the terms of this lease does not give the
Lessee or its assigns any right to commit any of the Lessor's royalty interest to
a Federal Unit.

Lessor hereby agrees that this lease may be extended for an additional five (5)
years from the end of the initial five year primary term for the same bonus
consideration initially paid. If the option to renew this lease is exercised,
the bonus consideration will be placed into the depository bank herein named at
or before the end of the first five year term. The rental clause will then apply
to the remaining term of the second five years at the rate stated herein.

Lessee agrees that at the expiration of this lease that a Release of this lease
will be placed of record in Eureka County, Nevada at the sole expense of Lessee.

Signed for Identification:

Stephen D. Damele
Pauline J. Damele

RECORDING DATA

RATIFICATION AND RENTAL STIPULATION

KNOW ALL MEN BY THESE PRESENTS, That:

WHEREAS, the undersigned (whether one or more) owns an interest in the following described lands (herein called "said lands") in the County of Eureka, State of Nevada, subject to the following described oil and gas lease (herein called "said lease"), to-wit:

Lessor: Stephen D. Damele and Pauline J. Damele, husband and wife
Sheep Creek Ranch, Carlin, Nevada 89822

Lessee: The Gary-Williams Company
Republic Plaza, 370 17th Street, Suite 5300, Denver, Colorado 80202

Dated: November 30, 1989

Recorded:

Lands: Township 28 North, Range 51 East, MDM
Section 18: NE¼
Section 21: N½NW¼, SE½NW¼, SW½NE¼
Township 27 North, Range 51 East, MDM
Section 30: S½NE¼, N½SE¼, E½SW¼, Lot 4
Section 31: Lot 1
Township 28 North, Range 50 East, MDM
Section 24: SE½SW¼
Section 25: NW½NE¼, NE½NW¼

and

WHEREAS, the undersigned desires to ratify said lease and to stipulate as to the amount of any delay rentals which may become payable under the terms of said lease with respect to the interest of the undersigned in said lands;

NOW, THEREFORE, in consideration of the sum of One Dollar (\$1.00) and other valuable consideration, the receipt, adequacy and sufficiency of which are hereby expressly acknowledged by the undersigned, the undersigned hereby agree as follows:

1. If any delay rentals hereafter become payable under the terms of said lease, with respect to the interest in said lands now held by the undersigned, the amount of such delay rentals payable to the undersigned shall be as follows:

CREDIT TO	AMOUNT	DEPOSITORY BANK (City and State)
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Stephen D. Damele and Pauline J. Damele, husband and wife Sheep Creek Ranch Carlin, Nevada 89822	\$127.53	Nevada Bank and Trust P. O. Box 446 Carlin, Nevada 89822 Account # [redacted]
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and payment or tender of such amount in the manner specified in said lease will constitute full and proper compliance with the delay rental provisions of said lease so as to maintain said lease in full force and effect with respect to the entire interest now held by the undersigned in said lands, whatever such interest may be, during the entire period of time covered by such delay rental payment.

2. The undersigned hereby ratifies and confirms said lease as being in full force and effect in accordance with its terms and hereby acknowledges the timely payment and receipt in full of all payments of delay rentals heretofore payable under the provisions of said lease on account of the interest of the undersigned in said lands.

3. The undersigned further grants, leases and lets said lands to the Lessee named in said lease, or his successors and assigns, in accordance with the terms and provisions of said lease to the full extent of the undersigned's right, title and interest in said lands.

4. With respect to and for the purposes of this instrument and said lease, the undersigned hereby releases all rights of dower and/or homestead in said lands.

5. This instrument shall be binding upon the undersigned and his heirs, personal representatives, successors and assigns.

EXECUTED this 30th

day of

November

19 89

Attest: [Signature]
Stephen D. Damele
Pauline J. Damele

OFFICIAL RECORDS
RECORDED AT THE REQUEST OF
BOOK 208 PAGE 084
Mary Williams & -
90 FEB -5 P3:22
EUREKA COUNTY, NEVADA
M.N. REBALANCE RECORDING
FILE NO. 131423
FEE \$8.00

RECORDING DATA

State of _____
County of _____ ss.
On this _____ day of _____, A. D. 19____, before me personally appeared _____, to me personally known, who, being by me duly sworn, did say that he is the _____ of _____ and that the seal affixed to said instrument is the corporate seal of said corporation and that said instrument was signed and sealed in behalf of said corporation by authority of its Board of Directors, and said _____ day of _____, A. D. 19____. Witness my hand and seal this _____ day of _____, A. D. 19____. My Commission expires _____ (SEAL) Notary Public.

ACKNOWLEDGMENT (For use by Corporation)

State of _____
County of _____ ss.
BEFORE ME, the undersigned, a Notary Public, in and for said County and State, on this _____ day of _____, 19____, personally appeared _____ and _____, to me known to be the identical person _____, described in and who executed the within and foregoing instrument of writing and acknowledged to me that _____, duly executed the same as _____, free and voluntary act and deed for the uses and purposes therein set forth. IN WITNESS WHEREOF, I have hereunto set my hand and affixed my notarial seal the day and year last above written. My Commission Expires _____ Notary Public.

ACKNOWLEDGMENT — INDIVIDUAL

State of Nevada
County of Elko ss.
BEFORE ME, the undersigned, a Notary Public, in and for said County and State, on this 30th day of November, 1989, personally appeared Stephen D. Damele and Pauline J. Damele, husband and wife and _____, to me known to be the identical person _____, described in and who executed the within and foregoing instrument of writing and acknowledged to me that they _____, duly executed the same as _____, free and voluntary act and deed for the uses and purposes therein set forth. IN WITNESS WHEREOF, I have hereunto set my hand and affixed my notarial seal the day and year last above written. My Commission Expires 9-30-90

WICKI MICHELL
Notary Public - State of Nevada
My Comm. Expires SEP 30, 1991