

135044

MEMORANDUM OF EXPLORATION AGREEMENT AND OPTION TO PURCHASE

Under the terms of that certain Exploration Agreement and Option to Purchase

("Agreement") dated effective as of the 1st day of November, 1990, by and between THE

SALVATION ARMY, a California corporation, (herein and hereinafter referred to as

"Optionor") and SANTA FE PACIFIC MINING, INC., a Kansas corporation, (herein and

hereinafter referred to as "Optionee"), Optionor has given and granted and does hereby

give and grant unto Optionee that property described in Exhibit A attached hereto and

made a part hereof (the "Option Property"), including without limitation all minerals and

mineral rights upon and under the Option Property, exclusively unto Optionee, its

successors and assigns, with the right and privilege to perform drilling, construct drill pads

and roads, excavate, drift and reclaim and all other associated exploration, including the

right to remove a reasonable amount of ore for testing purposes, provided that no

commercial mining operations may be commenced until or unless the total purchase price

is paid to Optionor together with the sole and exclusive option to purchase the Option

Property; all on the terms and conditions and subject to the payments to be made to

Optionor, as fully set forth in the said Agreement, which Agreement is by this reference

incorporated herein. Unless sooner terminated in the manner therein provided, the term

of the said Agreement is for a period of 2 years, 11 months, commencing on the effective

date thereof. Copies of the said Agreement are in the possession of Optionor, c/o The

Salvation Army, 30840 Hawthorne Blvd., Rancho Palos Verdes, California 90274, and in

the possession of Optionee, c/o Santa Fe Pacific Mining, Inc., Box 27019, Albuquerque,

New Mexico 87125.

IN WITNESS WHEREOF, this Memorandum of Exploration Agreement and Option

to Purchase has been executed effective as of the date first above set forth.

THE SALVATION ARMY A CALIFORNIA CORPORATION

By:

[Signature]

Vice President

Its:

SANTA FE PACIFIC MINING, INC.

By:

[Signature]

Vice President

Its:

[Signature]

OPTIONOR:

[Signature]

SECRETARY

Its:

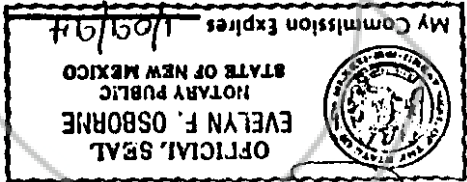
By:



The foregoing instrument was acknowledged before me this 14th day of November, 1990, by P. F. Weber, Vice President of SANTA FE PACIFIC MINING, INC., a Kansas corporation, on behalf of said corporation.

STATE OF NEW MEXICO
 COUNTY OF BERNALILLO
 }
 } ss.
 }

Evelyn F. Osborne
 Notary Public

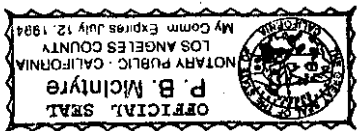


My Commission Expires:
 January 9, 1994

STATE OF CALIFORNIA
 COUNTY OF Los Angeles
 }
 } ss.
 }
 On this 29th day of January, 1990, before me, the undersigned, a Notary Public in and for said State, personally appeared R. G. Howard, personally known to me on the basis of satisfactory evidence to be the person who executed the within instrument as the Vice-President of the Corporation, and Stephen J. Weber, personally known to me or proved to me on the basis of satisfactory evidence to be the person who executed the within instrument as the Secretary of the Corporation, that executed the within instrument and acknowledged to me that such corporation executed the within instrument pursuant to its by-laws or a resolution of its Board of Directors.

WITNESS my hand and official seal.

F. B. McIntyre
 Notary Public



My Commission Expires:
 1994

Patented Mining Claims

1. The Ventura Lode Mining Claim, designated by the Surveyor General as Survey No. 47887, in the Cortez Mining District, as described in Patent No. 16390, executed by the United States of America.

2. The Maid Queen Lode Mining Claim, designated by the Surveyor General as Survey No. 52906, in the Cortez Mining District, as described in Patent No. 19602, executed by the United States of America.

3. The May Flower, Comstock, Illinois, White Horse, Jumbo, Aurora, Rhoda and Benjamin Harrison Lode Mining Claims, designated by the Surveyor General as Survey No. 3207, in the Cortez Mining District, as described in Patent No. 110031, executed by the United States of America, recorded March 5, 1914, in Book 17, page 551, Deed Records, Eureka County, Nevada.

4. The Emma E. Lode Mining Claim, designated by the Surveyor General as Survey No. 3635, in the Cortez Mining District, as described in Patent No. 164355, executed by the United States of America, recorded February 15, 1911, in Book 17, page 6, Deed Records, Eureka County, Nevada.

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Exhibit A
Eureka/Lander Counties, Nevada

No. Claim Name Recordation Date Book Page BLM NMC#

1	Bruno	1/5/07	C	106	47024
2	Cavalier	7/7/04	B	143	47025
3	Eagle	11/12/35	H	506	47026
4	Erin	9/9/22	G	436	47027
5	Esther	8/10/23	G	482	47028
6	Gittering Galore	8/9/23	G	483	47029
7	Cortez	8/9/23	G	482	47030
8	Cortez #1	8/9/23	G	483	47031
9	Cortez #2	8/8/23	G	483	47032
10	Cortez #3	8/12/23	G	483	47033
11	Cortez #4	8/12/23	G	483	47034
12	Cortez #5	8/9/23	G	483	47035
13	Blue Bell	6/15/19	G	273	47036
14	Blue Jay	11/14/35	H	506	47037
15	London	8/21/30	H	274	47038
16	Majestic	10/18/28	H	139	47039
17	Majestic #1	10/20/28	H	139	47040
18	Mascot	9/29/03	B	119	47041
19	Oneonton	9/30/03	B	119	47042
20	Shamrock	9/10/22	G	438	47043
21	Tom Gilliam	7/29/09	E	54	47044
22	Valley View	7/20/19	H	179	47045
23	Highland Lassie	11/6/06	C	172	47046
24	Whitney	5/27/34	H	408	47047
25	Shiela	5/26/34	H	407	47048
26	Norman	5/27/34	H	409	47049
27	Esther B (Esther)	5/28/34	H	406	47050
28	Nora	5/28/34	H	495	47051
29	Buddy	4/15/68	H	406	47052
30	Amy	12/19/68	26	490	47053
31	Bruno #1	12/19/68	26	491	47054
32	Josephine	12/19/68	26	507	47055
33	#9	12/19/68	26	512	47056
34	#10	8/10/54	J	282	47057
35	#11	10/26/71	40	587	47058
36	#23	12/19/68	26	513	47059
37	#24	12/19/68	26	514	47060
38	Monterey	12/19/68	26	511	47061
39	Ida	12/19/68	26	502	47062
40	Ida #1	12/19/68	26	503	47063
41	Ida #2	12/19/68	26	504	47064
42	Ida #3	12/19/68	26	505	47065
43	Ida #4	12/19/68	26	506	47066
44	Victory	9/6/63	19	557(L)	47067

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47067

Recordation

No. Claim Name Date Book Page BLM NMC#

45	Victory #1	8/15/71	107	548 (L)	47068
46	Lassie #1	12/19/68	26	508	47069
47	Lassie #2	12/19/68	26	509	47070
48	Long Shot	9/1/61	26	510	47071
49	Long Shot #1	12/5/68	28	25	47072
50	Helen	9/19/50	26	499	47073
51	Helen #1	9/19/50	26	500	47074
52	Helen #2	9/19/50	26	501	47075
53	Nora #1	5/3/76	55	494	47076
54	Nora #2	5/3/76	54	495	47077
55	Buddy #1	4/15/68	26	492	47078
56	Buddy #2	4/15/68	26	493	47079
57	Buddy #3	4/15/68	26	494	47080
58	Ion 1A	2/12/69	27	559	47242
59	Ion 2A	2/12/69	27	560	47243
60	Ion 3A	2/12/69	27	561	47244
61	Ion 4A	2/12/69	27	562	47245
62	Ion 5A	2/12/69	27	563	47246
63	Ion 6A	2/12/69	27	564	47247
64	Ion 7	3/12/64	3	814	47248
65	Ion 8	3/12/64	3	815	42749
66	Ion 9	3/12/64	3	816	42750
67	M - 18	4/8/69	28	352	47251
68	M - 19	4/8/69	28	353	47252
69	M - 20	4/8/69	28	354	47253
70	M - 21	4/8/69	28	355	47254
71	M - 22	4/8/69	28	356	47255
72	M - 23	4/8/69	28	357	47256
73	M - 24	4/8/69	28	358	47257
74	M - 25	4/8/69	28	359	47258
75	M - 26	4/8/69	28	360	47259
76	M - 27	4/8/69	28	361	47260
77	M - 28	4/8/69	28	362	47261
78	M - 29	4/8/69	28	363	47262
79	M - 30	4/21/69	28	431	47263
80	M - 31	4/21/69	28	432	47264
81	M - 32	4/21/69	28	433	47265
82	M - 33	4/21/69	28	434	47266
83	M - 34	4/8/69	28	364	47267
84	M - 35	4/21/69	28	435	47268
85	M - 36	4/21/69	28	436	47269
86	M - 37	4/21/69	28	437	47270
87	M - 38	4/21/69	28	438	47271
88	M - 39	4/21/69	28	439	47272
89	M - 40	4/21/69	28	440	47273
90	M - 41	5/7/69	29	26	47274
91	M - 42	4/8/69	28	365	47275
92	M - 43	4/8/69	28	366	47276
93	M - 44	4/8/69	28	367	47277

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PL-53: 4A
 Recordation
 No. Claim Name Date Book Page BLM NMC

94	M	-	45	7/24/69	30	134	47278
95	M	-	46	8/29/69	31	323	47279
96	M	-	47	4/30/69	28	571	47280
97	M	-	48	4/30/69	28	572	47281
98	M	-	49	4/21/69	28	441	47282
99	M	-	50	4/21/69	28	442	47283
100	M	-	51	4/8/69	28	368	47284
101	M	-	52	4/8/69	28	369	47285
102	M	-	53	4/8/69	28	370	47286
103	M	-	54	4/8/69	28	371	47287
104	M	-	55	4/8/69	28	372	47288
105	M	-	56	4/8/69	28	373	47289
106	M	-	57	4/30/69	28	573	47290
107	M	-	58	4/30/69	28	574	47291
108	M	-	59	4/21/69	28	443	47292
109	M	-	60	4/8/69	28	374	47293
110	M	-	61	4/8/69	28	375	47294
111	M	-	62	4/8/69	28	376	47295
112	M	-	63	4/3/59	28	377	47296
113	M	-	64	4/8/69	23	378	47297
114	M	-	65	4/8/69	28	379	47298
115	M	-	66	4/8/69	28	380	47299
116	M	-	67	8/29/69	31	324	47300
117	M	-	68	8/29/69	31	325	47301
118	M	-	69	8/29/69	31	326	47302
119	M	-	70	7/24/69	30	135	47303
120	M	-	71	8/29/69	31	327	47304
121	M	-	72	8/29/69	31	328	47305
122	M	-	73	8/29/69	31	329	47306
123	M	-	74	8/29/69	31	330	47307
124	M	-	75	8/29/69	31	331	47308
125	M	-	76	8/29/69	31	332	47309
126	M	-	77	8/29/69	31	333	47310
127	M	-	78	8/29/69	31	334	47311
128	M	-	79	8/29/69	31	335	47312
129	M	-	80	8/29/69	31	336	47313
130	M	-	81	8/29/69	31	337	47314
131	M	-	82	8/29/69	31	338	47315
132	M	-	101	4/21/69	28	444	47316
133	M	-	102	4/21/69	28	445	47317
134	M	-	103	4/21/69	28	446	47318
135	M	-	104	4/21/69	28	447	47319
136	M	-	105	4/21/69	28	448	47320
137	M	-	106	4/21/69	28	449	47321
138	M	-	107	4/21/69	28	450	47322
139	M	-	108	4/21/69	28	451	47323
140	M	-	109	4/21/69	28	452	47324
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No. Claim Name Recordation Book Page BLM NMC#

142	H - 111	4/8/69	28	381	47326
143	H - 112	4/30/69	28	575	47327
144	H - 113	4/30/69	28	576	47328
145	H - 114	4/21/69	28	454	47329
146	H - 115	4/21/69	28	455	47330
147	H - 116	4/21/69	28	456	47331
148	H - 117	4/21/69	28	457	47332
149	C - 1	4/8/69	28	382	47333
150	C - 2	4/8/69	28	382A	47334
151	C - 3	4/8/69	28	383	47335
152	C - 4	4/8/69	28	384	47336
153	C - 5	4/8/69	28	385	47337
154	C - 6	4/8/69	28	386	47338
155	C - 7	3/19/69	28	235	47339
156	C - 8	3/19/69	28	236	47340
157	C - 9	3/19/69	28	237	47341
158	C - 10	3/19/69	28	238	47342
159	C - 11	3/19/69	28	239	47343
150	C - 12	3/19/69	28	240	47344
151	C - 13	3/19/69	28	241	47345
152	C - 14	3/19/69	28	242	47346
153	C - 15	4/30/69	28	577	47347
154	C - 16	4/30/69	28	578	47348
155	C - 17	4/30/69	28	579	47349
156	C - 18	4/21/69	28	424	47350
157	C - 19	4/30/69	28	580	47351
158	C - 20	4/21/69	28	425	47352
159	C - 21	4/30/69	28	581	47353
170	C - 22	4/21/69	28	426	47354
171	C - 23	4/21/69	28	427	47355
172	C - 24	4/21/69	28	428	47356
173	C - 25	4/30/69	28	582	47357
174	C - 26	4/30/69	28	583	47358
175	C - 27	4/30/69	28	584	47359
176	C - 28	4/30/69	28	585	47360
177	C - 29	4/30/69	28	586	47361
178	C - 30	4/30/69	28	587	47362
179	C - 31	4/30/69	28	588	47363
180	C - 34	4/30/69	28	589	47364
181	C - 35	4/30/69	28	590	47365
182	C - 36	4/30/69	28	591	47366
183	C - 37	4/21/69	28	429	47367
184	C - 38	4/21/69	28	430	47368
185	C - 40	5/7/69	29	27	47369
186	C - 41	5/7/69	29	28	47370
187	C - 42	5/7/69	29	29	47371
188	C - 43	5/7/69	29	30	47372
189	C - 44	5/7/69	29	31	47373

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190	C - 45	5/7/69	29	32	47374
191	C - 46	5/7/69	29	22	47375
192	C - 47	5/7/69	29	34	47376
193	C - 48	5/7/69	29	35	47377
194	C - 49	5/7/69	29	36	47378
195	Rus #1	12/06/78	69	47	50604
196	Rus #2	12/06/78	69	48	50605
197	Rus #3	12/06/78	69	49	50606
198	Rus #4	12/06/78	69	50	50607
199	Rus #5	12/07/78	69	51	50608
200	Rus #6	12/08/78	69	52	50609
201	Rus #7	12/15/78	69	53	50610
202	Rus #8	12/12/78	69	54	50611
203	Rus #9	12/12/78	69	55	50612
204	Rus #10	12/12/78	69	56	50613
205	Rus #11	12/13/78	69	57	50614
206	Rus #12	12/14/78	69	58	50615
207	Rus #13	12/14/78	69	59	50616
208	Rus #14	12/14/78	69	60	50617
209	Rus #15	12/22/78	69	61	50618
210	Rus #16	12/22/78	69	62	50619
211	Rus #17	12/22/78	69	63	50620
212	Rus #18	12/22/78	69	64	50621
213	Rus #19	12/22/78	69	65	50622
214	Rus #20	12/23/78	69	66	50623
215	Rus #21	12/23/78	69	67	50624
216	Rus #22	12/24/78	69	68	50625
217	Rus #23	12/24/78	69	69	50626
218	CV 1	8/28/79	75	542	128073
219	CV 2	9/28/79	75	543	128074
220	CV 3	9/11/79	75	544	128075
221	CV 4	9/11/79	75	545	128076
222	CV 5	9/11/79	75	546	128077
223	CV 6	9/11/79	75	547	128078
224	CV 7	9/11/79	75	548	128079
225	CV 8	9/11/79	75	549	128080
226	CV 9	9/11/79	75	550	128081
227	CV 10	9/11/79	75	551	128082
228	CV 11	9/11/79	75	552	128083
229	CV 12	9/11/79	75	552	128084
230	CV 13	9/11/79	171	552	128085
231	CV 14	9/11/79	171	553	128086
232	CV 15	9/11/79	171	554	128087
233	CV 16	9/11/79	171	555	128088
234	CV 17	9/11/79	75	554	128089
235	CV 18	9/11/79	75	555	128090
236	CV 19	9/11/79	75	556	128091
237	CV 20	9/11/79	75	557	128092

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No. Claim Name Recordation Book Page BLM NMC#

238	CV 21	9/11/79	75	558
239	CV 22	9/11/79	75	559
240	CV 23	9/11/79	75	560
241	CV 24	9/11/79	75	561
242	CV 25	9/11/79	75	562
243	CV 26	9/11/79	75	563
244	CV 27	9/11/79	75	564
245	CV 28	9/11/79	75	565
246	CV 29	9/11/79	75	566
247	CV 30	9/11/79	75	567
248	CV 31	9/11/79	75	568
249	CV 32	9/11/79	75	569
250	CV 33	9/11/79	75	570
251	CV 34	9/11/79	75	571
252	CV 35	9/11/79	75	572
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255	CV 38	9/11/79	75	575
256	CV 39	9/11/79	75	576
257	CV 40	9/11/79	75	577
258	CV 41	9/11/79	75	578
259	CV 42	9/11/79	171	579
260	CV 43	9/11/79	171	580
261	CV 44	9/11/79	171	581
262	CV 45	10/10/79	75	582
263	CV 46	10/10/79	75	583
264	CV 47	10/10/79	75	584
265	CV 48	10/10/79	75	585
266	CV 49	10/10/79	75	586
267	CV 50	10/10/79	75	587
268	CV 51	10/10/79	75	588
269	CV 52	10/10/79	75	589
270	CV 53	10/10/79	75	590
271	CV 54	10/10/79	75	591
272	CV 55	10/10/79	75	592
273	CV 56	10/10/79	75	593
274	CV 57	10/10/79	75	594
275	CV 58	10/10/79	75	595
276	CV 59	10/10/79	75	596
277	AHR #1	10/05/79	76	597
278	AHR #2	10/05/79	76	598
279	PH1 1	11/30/80	191	599
280	PH1 2	11/30/80	191	600
281	PH1 3	11/30/80	191	601
282	PH1 4	11/30/80	191	602
283	PH1 5	11/30/80	191	603
284	PH1 6	11/30/80	191	604
285	PH1 7	11/30/80	191	605
286	PH1 8	11/30/80	191	606

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No. Claim Name Recordation Date Book Page BLM NMCF

No.	Claim Name	Recordation Date	Book	Page	BLM NMCF
287	Ph11 9	11/30/80	191	264	529668
288	Ph11 10	11/30/80	191	265	529669
289	Ph11 11	11/30/80	191	266	529670
290	Ph11 12	11/30/80	191	267	529671
291	Ph11 13	11/30/80	191	268	529672
292	Ph11 14	11/30/80	191	269	529673
293	Ph11 15	11/30/80	191	270	529674
294	Ph11 16	11/30/80	191	271	529675
295	Ph11 17	11/30/80	191	272	529676
296	Ph11 18	11/30/80	191	273	529677
297	Ph11 19	11/30/80	191	274	529678
298	Ph11 20	11/30/80	191	275	529679
299	Ph11 21	11/30/80	191	276	529680
300	Ph11 22	11/30/80	191	277	529681
301	Ph11 23	11/30/80	191	278	529682
302	Ph11 24	11/30/80	191	279	529683
303	Ph11 25	11/30/80	191	280	529684
304	Ph11 26	11/30/80	191	281	529685

MILLSITES

BLM NMC

Mill 1 Canyon Millsites 1-161, inclusive
47081 through 47241, inclusive

Claim

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OFFICIAL RECORDS
RECORDED AT THE REQUEST OF
Dante & Pacific
91 FEB 21 P4 21
Manning, Inc.
EUREKA COUNTY, NEVADA
M.N. REBAL EATI. RECORDER
FILE NO. 1400

135044

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