

136791

SPECIAL WARRANTY DEED AND ASSIGNMENT

THIS SPECIAL WARRANTY DEED AND ASSIGNMENT is made this 17th day of May, 1991, by and between NERCO Exploration Company, an Alaska corporation, whose address is 8100 N.E. Parkway Drive, Vancouver, Washington 98662 ("NERCO"), and Atlas Corporation, a Delaware corporation, whose address is 370 Seventeenth Street, Suite 3150, Denver, Colorado 80202 ("Atlas").

RECITALS

A. NERCO, NERCO Minerals Company and Atlas entered into a Purchase and Sale Agreement dated May 17, 1991 (the "Agreement"), under which NERCO agreed to grant to Atlas (i) an undivided 100% interest in and to certain unpatented lode mining claims located in Eureka County, Nevada, as more particularly described in Exhibit A attached hereto and incorporated herein by reference (the "Roberts Mountain Claims"), and (ii) all of NERCO's right, title and interest in and to that certain TJ Joint Venture Agreement between NERCO and Pegasus Gold Corporation dated May 10, 1990 (the "TJ Joint Venture") covering certain unpatented lode mining claims located in Eureka County, Nevada, as more particularly described in Exhibit B attached hereto and incorporated herein by reference (the "Pegasus Claims").

B. Pursuant to the terms and conditions of the Agreement, NERCO now desires to grant the Roberts Mountain Claims and the Pegasus Claims (collectively, the "Claims") to Atlas, and Atlas desires to obtain the Claims with NERCO reserving a royalty

on the production of Valuable Minerals from the Claims as set forth below.

AGREEMENT

NOW, THEREFORE, the parties hereto agree as follows:

1. Grant of Claims. For good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, NERCO does hereby grant, bargain, assign, transfer and sell unto Atlas, its successors and assigns forever, (i) all of NERCO's right, title and interest in and to the Claims, together with all lodes, ledges, veins and mineral bearing rock, both known and unknown, lying within the boundaries of the above named claims, together with all dips, spurs, and angles, and all the ores, mineral-bearing quartz, rock and earth or other deposits therein or thereon, and all of the rights, privileges and franchises thereto incident, and all and singular the tenements and hereditaments thereunto or in anywise appertaining, and the rents, issues and profits thereof; and also all the estate, right, title, interest, property, possession, claim and demand whatsoever, as well in law as in equity, of said NERCO, of, in or to the premises and every part and parcel thereof, including all after acquired title, reserving to NERCO the royalty described in Section 2 below, and (ii) all of NERCO's right, title and interest in and to the TJ Joint Venture. NERCO warrants that there are no persons or entities lawfully claiming any interest in the Roberts Mountain Claims by, through or under NERCO, subject to the paramount title of the United States of America, and subject to conflicting unpatented mining claims

owned or controlled by Atlas or an Affiliate and the rights of third parties arising by virtue of their ownership of said overlapping claims, if any, along the exterior boundaries of the claim groups within the Roberts Mountain Claims.

2. Grant of Royalty. NERCO excepts and reserves from the foregoing conveyance, and Atlas, for and in consideration of its acquisition of the Claims and NERCO's interest in the TJ Joint Venture, does hereby grant, bargain, sell, convey, set over, assign and deliver unto NERCO, its successors and assigns, the following nonoperating, nonexecutory, nonparticipating production royalty:

(a) four percent (4%) of the Net Smelter Returns (as defined below) from the sale of any ore, minerals or mineral substances ("Valuable Minerals") in excess of the first 50,000 ounces of gold or gold equivalent produced and sold from the Claims, until an additional 100,000 ounces of gold or gold equivalent are produced and sold (or in other words, until a total of 150,000 ounces of gold or gold equivalent are produced and sold) from the Claims. "Net Smelter Returns" are defined as the gross proceeds resulting from the sale of any such Valuable Minerals derived from the Claims, less (i) all costs incurred in transporting Valuable Minerals from the mine or mill (or other processing facility) to the point of sale, including insurance and intransit security costs; (ii) all charges and penalties imposed by the smelter, refinery or purchaser; and (iii) ad valorem taxes, severance taxes and such other taxes (excluding taxes based on income) as are imposed upon production. The "gold

equivalent" of Valuable Minerals other than gold shall be equal to the gross price received for the Valuable Minerals, divided by the average price per ounce of gold as determined by the average of the daily London Bullion Broker's Second Gold Fixing for the month prior to the month in which the other Valuable Minerals are sold. For purposes of calculating Net Smelter Returns in the event Atlas elects not to sell any portion of any gold derived from the Claims, but instead elects to have the final product of any such gold credited to or held for its account with any smelter, refiner or broker, such gold shall be deemed to have been sold at the price per ounce of gold equal to the London Bullion Broker's Second Gold Fixing on the day such gold is actually credited to or placed in Atlas's account.

(b) Time of Payment; Reports; Inspection of Records. All production royalties shall be computed and paid on a quarterly basis on or before 30 days following the close of the calendar quarter during which Atlas shall have received payment for Valuable Minerals sold or deemed to have been sold from the Claims. At the time of making each such payment, Atlas shall deliver to NERCO a statement showing the amount of such production royalty and the manner in which it was determined, including the number of units of Valuable Minerals sold during the quarter, the price received, and the amounts deducted. Atlas shall maintain accurate books and records concerning Valuable Minerals produced and sold from the Claims and the royalty payable hereunder. Upon the commencement of production from the Claims, similar quarterly statements shall be furnished to NERCO

within 30 days after the end of each quarter prior to the time that 50,000 ounces of gold or gold equivalent are produced and sold. All records relating to the calculation of such royalties shall be available for an annual inspection by an authorized representative of NERCO for the purpose of confirming the accuracy of such statements. Any such inspection shall be for a reasonable length of time during regular business hours, at a mutually convenient time, upon reasonable notice by NERCO. Any complaint or objection which NERCO may wish to raise with respect to production royalties payable hereunder shall be made by NERCO to Atlas in writing within six months after the end of the calendar year in which such payment was made to NERCO or shall be deemed to have been waived by NERCO.

(c) Ore Processing. All determinations with respect to: (i) whether ore will be beneficiated, processed or milled by Atlas or sold in a raw state, (ii) the methods of beneficiating, processing or milling any such ore, (iii) the constituents to be recovered therefrom, and (iv) the purchasers to whom any Valuable Minerals may be sold, shall be made by Atlas in its sole and absolute discretion.

(d) Ore Samples. For purposes other than commingling, the mineral content of all ore mined and removed from the Roberts Mountain Claims (excluding ore leached in place) and the quantities of constituents recovered by Atlas shall be determined by Atlas, or with respect to such ore which is sold, by the mill or smelter to which the ore is sold, in accordance with standard sampling and analysis procedures, and shall be a

weighted average based on the total amount of ore from the Roberts Mountain Claims crushed and sampled or the constituents recovered during the entire calendar quarter. Upon reasonable advance notice to Atlas, NERCO shall have the right to have representatives present at the time samples are taken for the purpose of confirming that the sampling and analysis procedure is proper.

(e) Commingling. Atlas shall have the right to commingle Valuable Minerals from the Roberts Mountain Claims with Valuable Minerals from other properties owned, leased or controlled by Atlas; provided, however, that before commingling, Atlas shall calculate from representative samples the average grade of the ore from the Roberts Mountain Claims and shall either weigh or volumetrically calculate the number of tons of ore from the Roberts Mountain Claims to be commingled. As other products are produced from the commingled ores, Atlas shall calculate from representative samples the average percentage recovery of other products produced from the commingled ores during each quarter. In obtaining representative samples, calculating the average grade of commingled ores and average percentage of recovery, Atlas may use any procedures acceptable in the mining and metallurgical industry which Atlas believes to be accurate and cost-effective for the type of mining and processing activity being conducted, and Atlas's choice of such procedures shall be final and binding on NERCO. In addition, comparable procedures may be used by Atlas to apportion among the commingled ores any penalty charges imposed by the refiner on

commingled ores or concentrates. The records relating to commingled ores shall be available for inspection by NERCO, at NERCO's sole expense, in accordance with the provisions of Section 2(b).

(f) Except as otherwise set forth in Section 2(g), the royalty provided for herein shall apply to (i) any relocations of unpatented mining claims included in the Claims and (ii) all property interests of any nature acquired by Atlas, its successors and assigns or their Affiliates to the extent such property interests cover lands now covered by any of the Claims (which Claims, when originally located, were located prior to any overlapping unpatented mining claims), and (iii) all unpatented mining claims now owned by Atlas and its affiliates which cover lands now covered by any of the Claims (which Claims, when originally located, were located prior to any overlapping unpatented mining claims now owned by Atlas). As used herein, the term "Affiliate" shall mean any person or entity which controls, is controlled by, or is under common control with Atlas.

(g) In the event that NERCO owns and grants to Atlas an interest in any Valuable Minerals extracted from any part of the Claims which is less than the entire undivided mineral or working interest in such Valuable Minerals from the Roberts Mountain Claims, or an indirect fifty-one percent ownership of the undivided mineral or working interest in such Valuable Minerals from the Pegasus Claims (contingent upon performance of NERCO's obligations under the TJ Joint Venture),

then the production royalty herein reserved and attributable to NERCO with respect to the portion of the Claims in which NERCO has a lesser interest (the "Lesser Area") shall be paid to NERCO only in the proportion that NERCO's interest in production from such Lesser Area bears to (i) the entire undivided mineral or working interest in such Lesser Area, if such Lesser Area is part of the Roberts Mountain Claims or (ii) an indirect fifty-one percent ownership of the undivided mineral or working interest in such Lesser Area, if such Lesser Area is part of the Pegasus Claims.

3. Place and Manner of Payment. Atlas shall make all payments required hereunder by check payable to NERCO Exploration Company, whose address is 8100 N.E. Parkway Drive, Vancouver, Washington 98662. All such payments shall be delivered by certified mail to NERCO at such address, or to such other single depository bank as NERCO, its successors or assigns, may designate from time to time in writing. Payments by Atlas to NERCO in accordance herewith shall discharge fully Atlas's obligation with respect to such payment, and Atlas shall have no duty to apportion or allocate any payment due to NERCO, or to its successors and assigns.

4. No Implied Covenant for Operations. Nothing herein contained is intended or shall be held to require Atlas to commence, suspend, resume or terminate any particular operation upon the Claims or with reference to the disposition of Valuable Minerals, and all such operations, including the timing thereof, shall be made at the sole discretion of Atlas.

5. Nature of NERCO's Rights. The production royalty granted hereunder shall be payable from actual production from the Claims. NERCO shall have only a royalty interest and rights and incidents of ownership of a nonparticipating royalty owner. NERCO shall not have any fee simple estate or possessory interest in the Claims nor any of the incidents of such estate or interest, including, by way of example but not by way of limitation, the right to participate in the execution of applications for authorities, permits or licenses, mining leases, options, farm-outs or other conveyances, the right to share in bonus payments or rental payments received as consideration for the execution of any such leases, options, farm-outs or other conveyances, and the right to enter upon the Claims and prospect for, mine, drill for, or remove ores or minerals therefrom.

6. Duration of Atlas's Obligation to Make Payments. Atlas's personal obligation to pay such royalty shall terminate when it conveys its interest in the Claims to any third party (or such obligation shall be proportionately reduced if Atlas conveys less than all of its interest in the Claims to any third party) with respect to Valuable Minerals produced and sold from the Claims after such conveyance. Atlas's personal obligation to pay to NERCO the production royalty provided for herein shall be reduced or terminated as set forth above only if the third party to whom Atlas conveys some or all of its interest in the Claims explicitly assumes an obligation to pay its proportionate share of such royalty, and if NERCO receives prior written notice of the name and address of such third party.

IN WITNESS WHEREOF, the parties have executed this instrument effective the day and year first above written.

NERCO EXPLORATION COMPANY

By: Glen J. Zion
Name: Glen J. Zion
Title: Vice President

ATLAS CORPORATION

By: Richard R. Weaver
Name: Richard R. Weaver
Title: President

STATE OF Washington)
) ss
COUNTY OF Clark)

On this 16th day of May, 1991, personally appeared before me, a notary public Glen J. Zion, personally known to me to be the person whose name is subscribed to the within instrument, who acknowledged that he executed the instrument as Vice President of NERCO Exploration Company, an Alaska corporation.

Witness my hand and official seal.

My commission expires: January 11, 1992
Bonnie R. Curtis
Notary Public

STATE OF Colorado)
) ss
COUNTY OF Denver)

On this 17 day of May, 1991, personally appeared before me, a notary public, Richard R. Weaver, personally known to me to be the person whose name is subscribed to the within instrument, who acknowledged that he executed this instrument as President of Atlas Corporation, a Delaware corporation.

Witness my hand and official seal.

My commission expires: November 8, 1993

Sharon J. Heinrich
Notary Public

EXHIBIT A

THE ROBERTS MOUNTAIN CLAIMS

The following unpatented lode mining claims located in Sections 5, 6, 7, 8, 9, 14, 15, 16, 17, 21, 22, 23 and 27, Township 22 North, Range 50 East, Eureka County, Nevada:

<u>NAME OF CLAIM</u>	<u>EUREKA COUNTY RECORDING</u>		<u>BLM SERIAL NO.</u>
	<u>BOOK</u>	<u>PAGE</u>	
JAM #1	117	090	NMC 288528
JAM #2	117	091	NMC 288529
JAM #3	117	092	NMC 288530
JAM #4	117	093	NMC 288531
JAM #5	117	094	NMC 288532
JAM #6	117	095	NMC 288533
JAM #7	117	096	NMC 288534
JAM #8	117	097	NMC 288535
JAM #9	117	098	NMC 288536
JAM #10	117	099	NMC 288537
JAM #11	117	100	NMC 288538
JAM #12	117	101	NMC 288539
JAM #13	117	102	NMC 288540
JAM #14	117	103	NMC 288541
JAM #15	117	104	NMC 288542
JAM #16	117	105	NMC 288543
JAM #17	117	106	NMC 288544
JAM #18	117	107	NMC 288545
JAM #19	117	108	NMC 288546
JAM #20	117	109	NMC 288547
JAM #21	117	110	NMC 288548
JAM #22	117	111	NMC 288549
JAM #23	117	112	NMC 288550
JAM #24	117	113	NMC 288551
JAM #25	117	114	NMC 288552
JAM #26	117	115	NMC 288553
JAM #27	117	116	NMC 288554
JAM #28	117	117	NMC 288555
JAM #29	117	118	NMC 288556
JAM #30	117	119	NMC 288557
JAM #31	117	120	NMC 288558
JAM #32	117	121	NMC 288559
JAM #33	117	122	NMC 288560
JAM #34	117	123	NMC 288561
JAM #35	117	124	NMC 288562
JAM #36	117	125	NMC 288563
JAM #37	117	126	NMC 288564
JAM #38	117	127	NMC 288565
JAM #39	117	128	NMC 288566

EUREKA COUNTY			
<u>RECORDING</u>			
<u>NAME OF CLAIM</u>	<u>BOOK</u>	<u>PAGE</u>	<u>BLM SERIAL NO.</u>
JAM #40	117	129	NMC 288567
JAM #41	117	130	NMC 288568
JAM #42	117	131	NMC 288569
JAM #43	117	132	NMC 288570
JAM #44	117	133	NMC 288571
JAM #45	117	134	NMC 288572
JAM #46	117	135	NMC 288573
JAM #47	117	136	NMC 288574
JAM #48	117	137	NMC 288575
JAM #49	117	138	NMC 288576
JAM #50	117	139	NMC 288577
JAM #51	117	140	NMC 288578
JAM #52	117	141	NMC 288579
JAM #53	117	142	NMC 288580
JAM #54	117	143	NMC 288581
JAM #55	117	144	NMC 288582
JAM #56	117	145	NMC 288583
JAM #57	117	146	NMC 288584
JAM #58	117	147	NMC 288585
JAM #59	117	148	NMC 288586
JAM #60	117	149	NMC 288587
JAM #61	117	150	NMC 288588
JAM #62	117	151	NMC 288589
JAM #63	117	152	NMC 288590
JAM #64	117	153	NMC 288591
JAM #65	117	154	NMC 288592
JAM #66	117	155	NMC 288593
JAM #67	117	156	NMC 288594
JAM #68	117	157	NMC 288595
JAM #69	117	158	NMC 288596
JAM #70	117	159	NMC 288597
JAM #71	117	160	NMC 288598
JAM #72	117	161	NMC 288599
JAM #73	117	162	NMC 288600
JAM #74	117	163	NMC 288601
JAM #75	117	164	NMC 288602
JAM #76	117	165	NMC 288603
JAM #77	117	166	NMC 288604
JAM #78	117	167	NMC 288605
JAM #79	117	168	NMC 288606
JAM #80	117	169	NMC 288607
JAM #81	117	170	NMC 288608
JAM #82	117	171	NMC 288609
JAM #83	117	172	NMC 288610
JAM #84	117	173	NMC 288611
JAM #85	117	174	NMC 288612
JAM #86	117	175	NMC 288613

EUREKA COUNTY RECORDING			
<u>NAME OF CLAIM</u>	<u>BOOK</u>	<u>PAGE</u>	<u>BLM SERIAL NO.</u>
JAM #87	117	176	NMC 288614
JAM #88	117	177	NMC 288615
JAM #89	117	178	NMC 288616
CRAM #1	124	304	NMC 311504
CRAM #2	124	305	NMC 311505
CRAM #3	124	306	NMC 311506
CRAM #4	124	307	NMC 311507
CRAM #5	124	308	NMC 311508
CRAM #6	124	309	NMC 311509
CRAM #7	124	310	NMC 311510
CRAM #8	124	311	NMC 311511
CRAM #9	124	312	NMC 311512
CRAM #10	124	313	NMC 311513
CRAM #11	124	314	NMC 311514
CRAM #12	124	315	NMC 311515
CRAM #13	124	316	NMC 311516
CRAM #14	124	317	NMC 311517
CRAM #15	124	318	NMC 311518
CRAM #16	124	319	NMC 311519
CRAM #17	124	320	NMC 311520
CRAM #18	124	321	NMC 311521
CRAM #19	124	322	NMC 311522
CRAM #20	124	323	NMC 311523
CRAM #21	124	324	NMC 311524
CRAM #22	124	325	NMC 311525
CRAM #23	124	326	NMC 311526
CRAM #24	124	327	NMC 311527
CRAM #25	124	328	NMC 311528
CRAM #26	124	329	NMC 311529
CRAM #27	124	330	NMC 311530
CRAM #28	124	331	NMC 311531
CRAM #29	124	332	NMC 311532
CRAM #30	124	333	NMC 311533
CRAM #31	124	334	NMC 311534
CRAM #32	124	335	NMC 311535
CRAM #33	124	336	NMC 311536
CRAM #34	124	337	NMC 311537
CRAM #35	124	338	NMC 311538
CRAM #36	124	339	NMC 311539
CRAM #37	124	340	NMC 311540
CRAM #38	124	341	NMC 311541
CRAM #39	124	342	NMC 311542
CRAM #40	124	343	NMC 311543
CRAM #41	124	344	NMC 311544
CRAM #42	124	345	NMC 311545

<u>NAME OF CLAIM</u>	<u>EUREKA COUNTY RECORDING</u>		<u>BLM SERIAL NO.</u>
	<u>BOOK</u>	<u>PAGE</u>	
CRAM #43	124	346	NMC 311546
CRAM #44	124	347	NMC 311547
JELLY #1	124	290	NMC 311548
JELLY #2	124	291	NMC 311549
JELLY #3	124	292	NMC 311550
JELLY #4	124	293	NMC 311551
JELLY #5	124	294	NMC 311552
JELLY #6	124	295	NMC 311553
JELLY #7	124	296	NMC 311554
JELLY #8	124	297	NMC 311555
JELLY #9	124	298	NMC 311556
JELLY #10	124	299	NMC 311557
JELLY #11	124	300	NMC 311558
JELLY #12	124	301	NMC 311559
JELLY #13	124	302	NMC 311560
JELLY #14	124	303	NMC 311561
CRAM A	214	458	NMC 606265
CRAM B	214	459	NMC 606266

The following unpatented lode mining claims located in Sections 7 and 18, Township 22 North, Range 50 East and Sections 12 and 13, Township 22 North, Range 49 East, Eureka County, Nevada:

<u>NAME OF CLAIM</u>	<u>EUREKA COUNTY RECORDING</u>		<u>BLM SERIAL NO.</u>
	<u>BOOK</u>	<u>PAGE</u>	
COTTON #1	118	327	NMC 291906
COTTON #2	118	328	NMC 291907
COTTON #3	118	329	NMC 291908
COTTON #4	118	330	NMC 291909
COTTON #5	118	331	NMC 291910
COTTON #6	118	332	NMC 291911
COTTON #7	118	333	NMC 291912
COTTON #8	118	334	NMC 291913
COTTON #9	118	335	NMC 291914
COTTON #10	118	336	NMC 291915
COTTON #11	118	337	NMC 291916
COTTON #12	118	338	NMC 291917
COTTON #13	118	339	NMC 291918
COTTON #14	118	340	NMC 291919
COTTON #15	118	341	NMC 291920
COTTON #16	118	342	NMC 291921
COTTON #17	118	343	NMC 291922
COTTON #18	118	344	NMC 291923
COTTON #19	118	345	NMC 291924
COTTON #20	118	346	NMC 291925
COTTON #21	118	347	NMC 291926
COTTON #22	118	348	NMC 291927

The following unpatented lode mining claims located in Sections 12 and 13, Township 22 North, Range 50 East, and in Sections 7 and 18, Township 22 North, Range 51 East, Eureka County, Nevada:

<u>NAME OF CLAIM</u>	<u>EUREKA COUNTY RECORDING</u>		<u>BLM SERIAL NO.</u>
	<u>BOOK</u>	<u>PAGE</u>	
Hunter #1	118	215	NMC 291187
Hunter #2	118	216	NMC 291188
Hunter #3	118	217	NMC 291189
Hunter #4	118	218	NMC 291190
Hunter #5	118	219	NMC 291191
Hunter #6	118	220	NMC 291192
Hunter #7	118	221	NMC 291193
Hunter #8	118	222	NMC 291194
Hunter #9	118	223	NMC 291195
Hunter #10	118	224	NMC 291196
Hunter #11	118	225	NMC 291197
Hunter #12	118	226	NMC 291198
Hunter #13	118	227	NMC 291199
Hunter #14	118	228	NMC 291200
Hunter #15	118	229	NMC 291201
Hunter #16	118	230	NMC 291202
Hunter #17	118	231	NMC 291203
Hunter #18	118	232	NMC 291204
Hunter #19	118	233	NMC 291205
Hunter #20	118	234	NMC 291206
Hunter #21	118	235	NMC 291207
Hunter #22	118	236	NMC 291208
Hunter #23	118	237	NMC 291209
Hunter #24	118	238	NMC 291210
Hunter #25	118	239	NMC 291211
Hunter #26	118	240	NMC 291212
Hunter #27	118	241	NMC 291213
Hunter #28	118	242	NMC 291214
Hunter #28	118	243	NMC 291215
Hunter #30	118	244	NMC 291216
Hunter #31	118	245	NMC 291217
Hunter #32	118	246	NMC 291218
Hunter #33	118	247	NMC 291219
Hunter #34	118	248	NMC 291220
Hunter #35	118	249	NMC 291221
Hunter #36	118	250	NMC 291222
Hunter #37	118	251	NMC 291223
Hunter #38	118	252	NMC 291224
Hunter #39	118	253	NMC 291225
Hunter #40	118	254	NMC 291226
Hunter #41	118	255	NMC 291227
Hunter #42	118	256	NMC 291228

NAME OF CLAIM	EUREKA COUNTY RECORDING		BLM SERIAL NO.
	BOOK	PAGE	
Hunter #43	118	257	NMC 291229
Hunter #44	118	258	NMC 291230
Hunter #45	118	259	NMC 291231
Hunter #46	118	260	NMC 291232
Hunter #47	118	261	NMC 291233
Hunter #48	118	262	NMC 291234
Hunter #49	118	263	NMC 291235
Hunter #50	118	264	NMC 291236
Hunter #51	118	265	NMC 291237
Hunter #52	118	266	NMC 291238
Hunter #53	118	267	NMC 291239
Hunter #54	118	268	NMC 291240
Hunter #55	118	269	NMC 291241
Hunter #56	118	270	NMC 291242
Hunter #57	118	271	NMC 291243
Hunter #58	118	272	NMC 291244
Hunter #59	118	273	NMC 291245
Hunter #60	118	274	NMC 291246
Hunter #61	118	275	NMC 291247
Hunter #62	118	276	NMC 291248
Hunter #63	118	277	NMC 291249
Hunter #64	118	278	NMC 291250
Hunter #65	118	279	NMC 291251
Hunter #66	118	280	NMC 291252
Hunter #67	144	52	NMC 366143
Hunter #68	144	53	NMC 366144
Hunter #69	144	54	NMC 366145
Hunter #70	144	55	NMC 366146
Hunter #71	144	56	NMC 366147
Hunter #72	144	57	NMC 366148
Hunter #73	144	58	NMC 366149
Hunter #74	144	59	NMC 366150
Hunter #75	144	60	NMC 366151
Hunter #76	144	61	NMC 366152
Hunter #77	144	62	NMC 366153
Hunter #78	144	63	NMC 366154
Hunter #79	144	64	NMC 366155
Hunter #80	144	65	NMC 366156
Hunter #81	144	66	NMC 366157

The following unpatented lode mining claims located in Sections 29, 30, 31 and 32, Township 23 North, Range 50 East, Eureka County, Nevada:

<u>NAME OF CLAIM</u>	<u>EUREKA COUNTY RECORDING</u>		<u>BLM SERIAL NO.</u>
	<u>BOOK</u>	<u>PAGE</u>	
KEPH #1	118	286	NMC 291097
KEPH #2	118	287	NMC 291098
KEPH #3	118	288	NMC 291099
KEPH #4	118	289	NMC 291100
KEPH #5	118	290	NMC 291101
KEPH #6	118	291	NMC 291102
KEPH #7	118	292	NMC 291103
KEPH #8	118	293	NMC 291104
KEPH #9	118	294	NMC 291105
KEPH #10	118	295	NMC 291106
KEPH #11	118	296	NMC 291107
KEPH #12	118	297	NMC 291108
KEPH #13	118	298	NMC 291109
KEPH #14	118	299	NMC 291110
KEPH #15	118	300	NMC 291111
KEPH #16	118	301	NMC 291112
KEPH #17	118	302	NMC 291113
KEPH #18	118	303	NMC 291114
KEPH #19	118	304	NMC 291115
KEPH #20	118	305	NMC 291116
KEPH #22	118	306	NMC 291117
KEPH #23	118	307	NMC 291118
KEPH #24	118	308	NMC 291119
KEPH #25	118	309	NMC 291120
KEPH #26	118	310	NMC 291121
KEPH #27	118	311	NMC 291122
KEPH #28	118	312	NMC 291123
KEPH #29	118	313	NMC 291124
KEPH #30	118	314	NMC 291125
KEPH #31	118	315	NMC 291126
KEPH #32	118	316	NMC 291127
KEPH #33	118	317	NMC 291128
KEPH #34	118	318	NMC 291129
KEPH #35	118	319	NMC 291130
KEPH #36	118	320	NMC 291131
KEPH #37	118	321	NMC 291132
KEPH #38	144	67	NMC 366158
KEPH #39	144	68	NMC 366159
KEPH #40	144	69	NMC 366160
KEPH #41	144	70	NMC 366161

EUREKA COUNTY			
<u>RECORDING</u>			
<u>NAME OF CLAIM</u>	<u>BOOK</u>	<u>PAGE</u>	<u>BLM SERIAL NO.</u>
KEPH #42	144	71	NMC 366162
KEPH #43	144	72	NMC 366163
KEPH #44	144	73	NMC 366164
KEPH #45	144	74	NMC 366165
Amended	160	505	
KEPH #46	144	75	NMC 366166
KEPH #47	144	76	NMC 366167
KEPH #48	144	77	NMC 366168
KEPH #49	144	78	NMC 366169
KEPH #50	144	79	NMC 366170
KEPH #51	144	80	NMC 366171
KEPH #52	144	81	NMC 366172
KEPH #53	144	82	NMC 366173
KEPH #54	144	83	NMC 366174
KEPH #55	144	84	NMC 366175
KEPH #56	144	85	NMC 366176
KEPH #57	144	86	NMC 366177
KEPH #58	144	87	NMC 366178
KEPH #59	144	88	NMC 366179
KEPH #60	144	89	NMC 366180
KEPH #61	144	90	NMC 366181
KEPH #62	144	91	NMC 366182
KEPH #63	144	92	NMC 366183
KEPH #64	144	93	NMC 366184
KEPH #65	144	94	NMC 366185
KEPH #66	144	95	NMC 366186
KEPH #67	144	96	NMC 366187

The following unpatented lode mining claims located in Sections 2, 11, and 14, Township 22 North, Range 50 East, and Section 35, in Townships 23 North, Range 50 East, Eureka County, Nevada:

<u>NAME OF CLAIM</u>	<u>EUREKA COUNTY RECORDING</u>		<u>BLM SERIAL NO.</u>
	<u>BOOK</u>	<u>PAGE</u>	
Si Si 1	155	1	NMC 396998
Si Si 2	155	2	NMC 396999
Si Si 3	155	3	NMC 397000
Si Si 4	155	4	NMC 397001
Si Si 5	155	5	NMC 397002
Si Si 6	155	6	NMC 397003
Si Si 7	155	7	NMC 397004
Si Si 8	155	8	NMC 397005
Si Si 9	155	9	NMC 397006
Si Si 10	155	10	NMC 397007
Si Si 11	155	11	NMC 397008
Si Si 12	155	12	NMC 397009
Si Si 13	155	13	NMC 397010
Si Si 14	155	14	NMC 397011
Si Si 15	155	15	NMC 397012
Si Si 16	155	16	NMC 397013
Si Si 17	155	17	NMC 397014
Si Si 18	155	18	NMC 397015
Si Si 19	155	19	NMC 397016
Si Si 20	155	20	NMC 397017
Si Si 21	155	21	NMC 397018
Si Si 22	155	22	NMC 397019
Si Si 23	155	23	NMC 397020
Si Si 24	155	24	NMC 397021
Si Si 25	155	25	NMC 397022
Si Si 26	155	26	NMC 397023
Si Si 27	155	27	NMC 397024
Si Si 28	155	28	NMC 397025
Si Si 29	155	29	NMC 397026
Si Si 30	155	30	NMC 397027
Si Si 31	155	31	NMC 397028
Si Si 32	155	32	NMC 397029
Si Si 33	155	33	NMC 397030
Si Si 34	155	34	NMC 397031
Si Si 35	155	35	NMC 397032
Si Si 36	155	36	NMC 397033
Si Si 37	155	37	NMC 397034
Si Si 38	155	38	NMC 397035

<u>NAME OF CLAIM</u>	<u>EUREKA COUNTY RECORDING</u>		<u>BLM SERIAL NO.</u>
	<u>BOOK</u>	<u>PAGE</u>	
Si Si 39	212	385	NMC 602494
Si Si 40	213	386	NMC 602495
Si Si 41	214	387	NMC 602496
Si Si 42	215	388	NMC 602497
Si Si 43	216	389	NMC 602498
Si Si 44	217	390	NMC 602499
Si Si 45	218	391	NMC 602500
Si Si 46	219	392	NMC 602501
Si Si 47	220	393	NMC 602502
Si Si 48	221	394	NMC 602503
Si Si 49	222	395	NMC 602504
Si Si 50	223	396	NMC 602505
Si Si 51	224	397	NMC 602506
Si Si 52	225	398	NMC 602507
Si Si 53	226	399	NMC 602508
Si Si 54	227	400	NMC 602509
Si Si 55	228	401	NMC 601510

EXHIBIT B

THE PEGASUS CLAIMS

The following unpatented lode mining claims located in Sections 1 and 12, Township 22 North, Range 50 East, Sections 6 and 7, Township 22 North, Range 51 East, Section 36, Township 23 North, Range 52 East and Section 31, Township 23 North, Range 51 East, Eureka County, Nevada:

<u>NAME OF CLAIM</u>	<u>EUREKA COUNTY RECORDING</u>		<u>BLM SERIAL NO.</u>
	<u>BOOK</u>	<u>PAGE</u>	
Taurus No. 1	140	486	NMC 356500
Taurus No. 2	140	487	NMC 356501
Taurus No. 3	140	488	NMC 356502
Taurus No. 4	140	489	NMC 356503
Taurus No. 5	140	490	NMC 356504
Taurus No. 6	140	491	NMC 356505
Taurus No. 7	140	492	NMC 356506
Taurus No. 8	140	493	NMC 356507
Taurus No. 9	140	494	NMC 356508
Taurus No. 10	140	495	NMC 356509
Taurus No. 11	140	496	NMC 356510
Taurus No. 12	140	497	NMC 356511
Taurus No. 13	140	498	NMC 356512
Taurus No. 14	140	499	NMC 356513
Taurus No. 15	140	500	NMC 356514
Taurus No. 16	140	501	NMC 356515
Taurus No. 17	140	502	NMC 356516
Taurus No. 18	140	503	NMC 356517
Taurus No. 19	140	504	NMC 356518
Taurus No. 20	140	505	NMC 356519
Taurus No. 21	140	506	NMC 356520
Taurus No. 22	140	507	NMC 356521
Taurus No. 23	140	508	NMC 356522
Taurus No. 24	140	509	NMC 356523
Taurus No. 25	140	510	NMC 356524
Taurus No. 26	140	511	NMC 356525
Taurus No. 27	140	512	NMC 356526
Taurus No. 28	140	513	NMC 356527
Taurus No. 29	140	514	NMC 356528
Taurus No. 30	140	515	NMC 356529
Taurus No. 31	140	516	NMC 356530
Taurus No. 33	140	517	NMC 356531
Taurus No. 35	140	518	NMC 356532
Taurus No. 37	140	519	NMC 356533

<u>NAME OF CLAIM</u>	<u>EUREKA COUNTY RECORDING</u>		<u>BLM SERIAL NO.</u>
	<u>BOOK</u>	<u>PAGE</u>	
Taurus No. 38	140	520	NMC 356534
Taurus No. 39	140	521	NMC 356535
Taurus No. 40	140	522	NMC 356536
Taurus No. 41	140	523	NMC 356537
Taurus No. 42	140	524	NMC 356538
Taurus No. 43	140	525	NMC 356539
Taurus No. 44	140	526	NMC 356540
Taurus No. 45	140	527	NMC 356541
Taurus No. 46	140	528	NMC 356542
Taurus No. 47	140	529	NMC 356543
Taurus No. 48	140	530	NMC 356544
Taurus No. 49	140	531	NMC 356545
Taurus No. 50	140	532	NMC 356546
Taurus No. 51	140	533	NMC 356547
Taurus No. 52	140	534	NMC 356548
Taurus No. 53	140	535	NMC 356549
Taurus No. 54	140	536	NMC 356550
Taurus No. 55	140	537	NMC 356551
Taurus No. 56	140	538	NMC 356552
Taurus No. 57	140	539	NMC 356553
Taurus No. 58	140	540	NMC 356554
Taurus No. 59	140	541	NMC 356555
Taurus No. 60	140	542	NMC 356556
Taurus No. 61	140	543	NMC 356557

The following unpatented lode mining claims located in Sections 11, 12, 13 and 14, Township 22 North, Range 50 East, Eureka County, Nevada:

NAME OF CLAIM	EUREKA COUNTY RECORDING		BLM SERIAL NO.
	BOOK	PAGE	
Jake #1	142	98	NMC 359084
Jake #2	142	99	NMC 359085
Jake #3	142	100	NMC 349086
Jake #4	142	101	NMC 359087
Jake #5	142	102	NMC 359088
Jake #6	142	103	NMC 359089
Jake #7	142	104	NMC 359090
Jake #8	142	105	NMC 359091
Jake #9	142	106	NMC 359092
Jake #10	142	107	NMC 359093
Jake #11	142	108	NMC 359094
Jake #12	142	109	NMC 359095

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EUREKA COUNTY, NEVADA
M.N. REBALEATI, RECORDER
FILE NO. FEE \$

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