

29-142-0002

RECORDING REQUESTED BY

AND RETURN TO:

Santa Fe Pacific Mining, Inc.

ATTN: Lease Records

Box 27019

Albuquerque, NM 87125

138559

MEMORANDUM OF MINING LEASE


Under the terms of that certain Mining Lease dated effective as of the 19th day of August, 1991, by and between Elwood Wright and Duane L. Smith (therein and hereinafter referred to as "Owner", one or more) and Santa Fe Pacific Mining, Inc., a Kansas Corporation (therein and hereinafter referred to as "Lessee"), Owner has granted, demised, leased and let and does hereby grant, demise lease and let unto Lessee that property described in Exhibit A attached hereto and made a part hereof (the "Leased Premises"), including without limitation all ores, minerals and mineral rights together with all water and water rights in, upon and under the Leased Premises, exclusively unto Lessee, its successors and assigns, with the right and privilege to explore for, develop, mine (by open pit, strip, underground, solution mining, or any other method, including any method hereafter developed), extract, mill, store, process, remove and market therefrom all ores, minerals and materials of whatsoever nature or sort; all on the terms and conditions and subject to the payments to be made to Owner, as fully set forth in the said Lease which Lease is by this reference incorporated herein. Unless sooner terminated in the manner therein provided, the term of the said Lease is for a period of 20 years commencing on the effective date thereof and continuing for as long thereafter as mining, development or processing operations are being conducted thereunder or the Lease term is extended pursuant to the force majeure and suspensions of operations provisions thereof, all as more fully set forth in the Lease. Copies of the said Lease are in the possession of Owner c/o Elwood Wright, P. O. Box 25, Crescent Valley, NV 89821 and in the possession of Lessee c/o Santa Fe Pacific Mining, Inc., P.O. Box 27019, Albuquerque, New Mexico 87125; Attention: Land Department.

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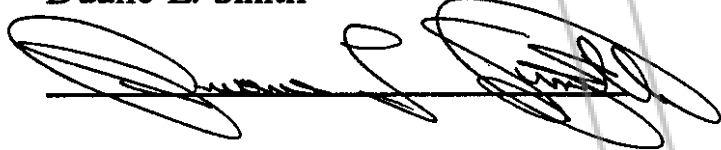
IN WITNESS HEREOF, this Memorandum of Mining Lease has been executed effective as of the date first above set forth.

OWNER:

Elwood Wright



Duane L. Smith



LESSEE:

SANTA FE PACIFIC MINING

By:



K. Sageßer
Vice President

Title:

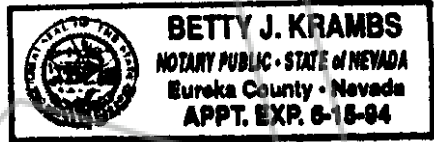
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State of Nevada)
County of Eureka) ss.

On this 19th day of August, 1991, personally appeared before me, a Notary Public, Elwood Wright, personally known or proved to me to be the person whose name is subscribed to the above instrument who acknowledged he executed the foregoing instrument.

Betty J. Krambs
Notary Public

My Commission Expires:
16 June 1994



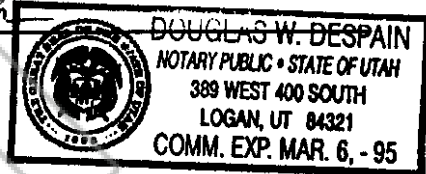
State of ~~Nevada~~ UTAH)
County of CACHE) ss.

On this 22 day of Aug, 1991, personally appeared before me, a Notary public, Duane L. Smith, personally known or proved to me to be the person whose name is subscribed to the above instrument who acknowledged he executed the foregoing instrument.

My Commission Expires:-
3/6/95

Douglas W. Despain
Notary Public

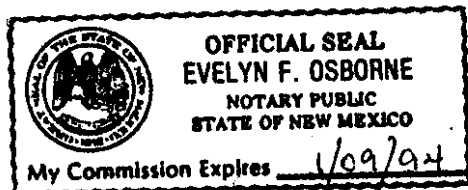
State of New Mexico)
County of Bernalillo) ss.



On this 4th day of September, 1991, personally appeared before me, a Notary Public, K. Sageser, Vice President of Santa Fe Pacific Mining, Inc., a Kansas Corporation, personally known or proved to me to be the person whose name is subscribed to the above instrument on behalf of said corporation.

Evelyn F. Osborne
Notary Public

My Commission Expires:
January 9, 1994



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EXHIBIT A

EXHIBIT A to Memorandum of Mining Lease by and between Elwood Wright and Duane L. Smith (as "Owner") and Santa Fe Pacific Mining, Inc., a Kansas Corporation (as "Lessee"), and pertaining to the following described unpatented (lode) and (placer) mining claims situated in the Cortez Mining District, Eureka County, State of Nevada, the location notices of which are of record in the office of the Clerk or Recorder of said county as follows:

<u>Name of Claim</u>	<u>Location Notice Recorded</u>		<u>BLM Serial Number</u>
	<u>Book</u>	<u>Page</u>	
(Lode Claims) Fortune 1-23	201	234-256	NMC 567630-567652
(Placer Claims) Fan 1-22	196	423-444	NMC 551457-551478

Said lode and placer claims being located in Sections 4, 5, 6, 8 and 9, Township 27 North, Range 48 East, MDBM, and Section 33, Township 28 North, Range 48 East, MDBM.

together with any fractional claims or rights now owned or hereafter acquired by Owner while this Lease is in effect, any portion of which is situated within the exterior boundary of the claims described above.

Initial for Identification



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OFFICIAL RECORDS
RECORDED AT THE REQUEST OF
Santa Fe Pacific
91 DEC 11 P5:16
Mining Inc
EUREKA COUNTY, NEVADA
M.N. REBALEATI, RECORDER
FILE NO. 138555 SEE \$ 800

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