APN #: 04-370-04, 04-290-04, 04-290-12, 04-290-18

Escrow No.: 07000052 SH Title No. 07010049

RECORDING REQUESTED BY:

Ticor Title of Nevada, Inc. 5441 Kietzke Lane, Suite 100 Reno, NV 89511

WHEN RECORDED MAIL TO:

Nevada Land and Resource Company, LLC 3480 GS Richards Blvd. #101 Carson City, NV 89703

MAIL TAX STATEMENTS TO:

N/A

DOC # 0208052

02/20/2007

01 55

Official Record
Recording requested By
TICOR TITLE OF NEV INC

Eureka County - NV Mike Rebaleati - Recorder

Fee: \$17.00 RPTT Page 1 of 4 Recorded By. FES

Book- 0453 Page- 0014



FOR RECORDER'S USE ONLY

Affidavit of Nondevelopment Title of Document

Please complete Affirmation Statement below:



I the undersigned hereby affirm that the attached document, including any exhibits, hereby submitted for recording does not contain the social security number of any person or persons. (Per NRS 239B.030)

-ÒR-

	I the undersigned hereby affirm that the attached	document, including any exhibits
_	hereby submitted for recording does contain the soc	cial security number of a person of
	person as required by law:(State sp	pecific law)
	uw /	Escrow Assistant
Signature		Title

Megan Wolowice Print Signature

This page is added to provide additional information required by NRS 111.312 Sections 1-2 and NRS 239B.030 Section 4.

This cover page must be typed or printed in black ink.

(Additional recording fees applies)

RECORDING REQUESTED BY AND WHEN RECORDED RETURN TO:
Nevada Land and Resource Company, LLC 3480 GS Richards Boulevard, Suite 101 Carson City, NV 89703

Escrow No. 07000052-SH Title No. 07010049

EUREKA COUNTY APN: 04-370-04; 04-290-04; 04-290-12; 04-290-18

AFFIDAVIT OF NONDEVELOPMENT

STATE OF NEVADA	
)s:
COUNTY OF CARSON CITY)

Stephen D. Hartman, being first duly sworn, deposes and says:

That Nevada Land and Resource Company, LLC (NLRC) is the present owner of that certain real property located in the County of Eureka, State of Nevada, more particularly described on Exhibit A.

Said land is described in an Oil and Gas Lease between Catellus Development Corporation and Santa Fe Railway Company as Lessor and Santa Fe Energy Operating Partners, LP as Lessee. The Lease was recorded on September 11, 1992 in Book 238, Page 370, Document No. 142207 in the office of the County Recorder of said County.

Based upon a review of the files and upon the best information and belief of affiant, since May 15th, 1991 there has been no well drilled upon said land, nor any oil or gas produced therefrom, and that none of the rentals accruing under and by virtue of the terms of said agreement have been paid or tendered to affiant or said Lessors, or to any bank for their credit, by the Lessee, or his agents or assigns. The Affiant affirms that since October 4, 1995, when NLRC became the fee owner of the above-described property, that the Lessee and its assigns had, or should reasonably have had, actual notice that rentals were payable to NLRC under the lease, and that any rights in the lease has expired.

Affiant further states that by reason of the non-development, noncompliance and extinguishment of the enabling options and leases, the terms of the option and lease are of no force and effect

and declares said option forfeited, extinguished and terminated and the Lessor will not, by acceptance of rentals, or in any other manner, recognize the same as a valid or existing option or any contractual rights allegedly granted therefrom.

The foregoing Affidavit of Nondevelopment has been executed the	his Zay of E	- RBRUARI	
2007 by Stephen D. Hartman.			

Stephen D. Hartman

Vice President

STATE OF NEVADA

)ss.

COUNTY OF CARSON CITY

The foregoing was subscribed and sworn before me this

l day of

2007

NOTARY PUBLIC

ELIZABETH LEISEK
NOTARY PUBLIC
STATE OF NEVADA
My Appt. Exp. Sept. 7, 2010
No.06-108485-2

EXHIBIT "A"

To Affidavit of Non-Development

All that property situated in Eureka County, NV, more particularly described as:

Township 3	32 <u>North,</u>	Range 51	East, M.D.M.

Section 23	All		04-370-04	640.00
Township 3	3 North, Range 51 East, M.D.M.	_		\
Section 23	All		04-290-04	640.00
Section 25	All		04-290-12	640.00
Section 35	All		04-290-18	640.00