

**Official Record**Recording requested By  
ERWIN & THOMPSON**Eureka County - NV****Mike Rebaleati - Recorder**

Fee \$25.00

Page 1 of 12

RPTT:

Recorded By FS

Book- 0471 Page- 0316

Recorded at the request of  
and when recorded return to:

Allied Nevada Gold Holdings LLC  
c/o Thomas P. Erwin  
One East Liberty Street, Suite 424  
Reno, NV 89501



The undersigned affirms that this document does not  
contain the social security number of any person.

---

**Release and Termination of Mining Lease and Option to Purchase Agreements**

This Release and Termination of Mining Lease and Option to Purchase Agreements ("Release") is made by and between Tornado Gold International Corp., a Delaware corporation ("Tornado"), and Allied Nevada Gold Holdings LLC, a Nevada limited liability company ("Allied").

**Recitals**

A. Tornado Gold International Corp., a Nevada corporation, as lessee, and Carl Pescio, dba Pescio Exploration, and Janet Pescio, as lessors, (collectively "Pescio"), are parties to the Mining Lease and Option to Purchase Agreements (collectively the "Agreements") described in Exhibit A attached to and by this reference incorporated in this Release.

B. Tornado is the successor by merger of Tornado Gold International Corp., a Nevada corporation, pursuant to the Certificate of Merger filed in the Office of the Secretary of State of the State of Delaware on February 28, 2007.

C. By Deeds of Unpatented Mining Claims executed May 4, 2007, Pescio transferred to Allied all of Pescio's right, title and interest in and to the Leases and the properties subject to them.

D. Tornado and Allied have entered into the Exploration and Option to Enter Operating Agreement dated effective January 1, 2008 (the "Option Agreement"), pursuant to which Tornado and Allied agreed, among other things, that the leases described in Exhibit A would be released and terminated.

**DO NOT MARK, PRINT, SIGN OR TYPE OUTSIDE THE LINED MARGIN**


Now, therefore, in consideration of their covenants and promises in the Option Agreement, Allied and Tornado agree:

1. That the Leases described in Exhibit A are released and terminated effective March 26, 2008.


2. Tornado assigns, conveys and transfers to Allied all of Tornado's right, title and interest in, to the unpatented mining claims subject to the Leases which include the unpatented mining claims described in Exhibit A, except and subject to the rights of Tornado in the unpatented mining claims which constitute the NT Green Property situated in Lander County, Nevada, which are subject to the Exploration and Option to Enter Operating Agreement dated effective January 1, 2008, between Allied and Tornado.

Dated effective March 26, 2008.

Tornado Gold International Corp.

By   
Earl W. Abbott, President

Allied Nevada Gold Holdings LLC

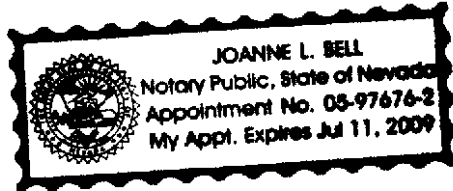
By   
Rick Russell, Vice President of  
Allied Nevada Gold Corp.,  
Manager of Allied Nevada Gold  
Holdings LLC

DO NOT MARK, PRINT, SIGN OR TYPE OUTSIDE THE LINED MARGIN



STATE OF NEVADA,       )  
  SS.  
COUNTY OF WASHOE.    )

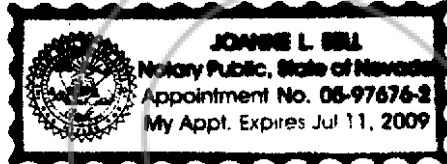
This Release and Termination of Mining Lease and Option to Purchase Agreements was acknowledged before me on April 3, 2008, by Earl W. Abbott as President of Tornado Gold International Corp.



*Joanne L. Bell*  
Notary Public

STATE OF NEVADA,       )  
  SS.  
COUNTY OF WASHOE.    )

This Release and Termination of Mining Lease and Option to Purchase Agreements was acknowledged before me on April 4, 2008, by Rick Russell as Vice President of Allied Nevada Gold Corp., Manager of Allied Nevada Gold Holdings LLC.



*Joanne L. Bell*  
Notary Public

DO NOT MARK, PRINT, SIGN OR TYPE OUTSIDE THE LINED MARGIN

## **Brock Property**

Letter Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

Mining Lease and Option to Purchase Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

226 unpatented claims, Eureka County  
T16N R48E secs. 1-3, 10-15, 21-28, MDB&M

| <b>CLAIM<br/>NAME</b> | <b>LOCATION<br/>DATE</b> | <b>BLM<br/>SERIAL NO</b> |
|-----------------------|--------------------------|--------------------------|
| BK 1-18               | 9/17/2005                | 913979-913996            |
| BK 19-30              | 9/8/2005                 | 913997-914008            |
| BK 31-49              | 9/9/2005                 | 914009-914027            |
| BK 50-61              | 9/8/2005                 | 914028-914039            |
| BK 62-80              | 9/9/2005                 | 914040-914058            |
| BK 81-89              | 9/16/2005                | 914059-914067            |
| BK 90-111             | 9/10/2005                | 914068-914089            |
| BK 112-120            | 9/16/2005                | 914090-914098            |
| BK 121-142            | 9/10/2005                | 914099-914120            |
| BK 143-204            | 9/11/2005                | 914121-914182            |
| BK 205-222            | 9/12/2005                | 914183-914200            |
| BK 30-32              | 12/14/2006               | 947223-947225            |
| BK 63                 | 12/14/2006               | 947226                   |

## **Dry Hills Property**

Letter Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

Mining Lease and Option to Purchase Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

Exhibit A Release and Termination of Mining Lease and Option to Purchase Agreements

### **Dry Hills Property**

96 unpatented claims, Eureka County  
T29N R50E secs. 2, 10, 16  
T30N R50E sec. 34

| <b>CLAIM<br/>NAME</b> | <b>LOCATION<br/>DATE</b> | <b>BLM<br/>SERIAL NO</b> |
|-----------------------|--------------------------|--------------------------|
| NM 1-50               | 9/28/2005                | 914274-914323            |
| NM 51-96              | 9/27/2005                | 914324-914369            |

### **Golconda Property**

Letter Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

Mining Lease and Option to Purchase Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

### **Golconda Property**

108 unpatented claims, Humboldt County  
T35N R40E secs. 4, 10, 16, MDB&M

| <b>CLAIM<br/>NAME</b> | <b>LOCATION<br/>DATE</b> | <b>BLM<br/>SERIAL NO</b> |
|-----------------------|--------------------------|--------------------------|
| GO 1-36               | 9/25/2005                | 913638-913673            |
| GO 37-108             | 9/21/2005                | 913674-913745            |

### **Goodwin Hill Property**

Letter Agreement dated June 2, 2004 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Nucotec Inc.

Mining Lease and Option to Purchase Agreement dated February 5, 2004 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold

Exhibit A Release and Termination of Mining Lease and Option to Purchase Agreements



International Corp. Memorandum dated April 5, 2005 recorded April 6, 2005 in Elko County as document 532691.

### **Goodwin Hill Property**

92 unpatented claims, Lander and Eureka Counties

T21N R46E secs. 1, 12

T21N R47E secs. 6, 7

T22N R46E secs. 25, 36

T22N R47E secs. 30, 31

| <b>CLAIM<br/>NAME</b> | <b>LOCATION<br/>DATE</b> | <b>BLM<br/>SERIAL NO</b> |
|-----------------------|--------------------------|--------------------------|
| TG 1-4                | 5/1/2004                 | 870969-870972            |
| GH 81-82              | 6/9/2004                 | 870973-870974            |
| GH 83-94              | 4/14/2004                | 870975-870986            |
| GH 95-98              | 6/9/2004                 | 870987-870990            |
| GH 106-107            | 6/9/2004                 | 870991-870992            |
| GH 108-121            | 4/14/2004                | 870993-871006            |
| GH 122-125            | 6/9/2004                 | 871007-871010            |
| GH 129-134            | 6/9/2004                 | 871011-871016            |
| GH 135-146            | 4/14/2004                | 871017-871028            |
| GH 148-149            | 6/9/2004                 | 871029-871030            |
| GH 151-152            | 5/1/2004                 | 871031-871032            |
| GH 153-161            | 4/15/2004                | 871033-871041            |
| GH 162-165            | 6/10/2004                | 871042-871045            |
| GH 166-179            | 4/15/2004                | 871046-871059            |
| GH 180                | 6/10/2004                | 871060                   |

### **HMD Property**

Letter Agreement dated June 2, 2004 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Nucotec Inc.

Mining Lease and Option to Purchase Agreement dated February 5, 2004 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold

Exhibit A Release and Termination of Mining Lease and Option to Purchase Agreements



International Corp. Memorandum dated April 5, 2005 recorded April 6, 2005 in Eureka County as document 196699.

32 unpatented claims, Eureka County  
T28N R49E secs. 1-3  
T29N R49E secs. 34-36

| CLAIM<br>NAME | LOCATION<br>DATE | BLM<br>SERIAL NO |
|---------------|------------------|------------------|
| DAN 803-806   | 5/31/2004        | 870937-870940    |
| DAN 807-817   | 5/27/2004        | 870941-870951    |
| DAN 818-820   | 4/4/2004         | 870952-870954    |
| DAN 821-823   | 5/27/2004        | 870955-870957    |
| DAN 824-826   | 4/4/2004         | 870958-870960    |
| DAN 827-828   | 5/31/2004        | 870961-870962    |
| DAN 829-831   | 5/27/2004        | 870963-870965    |
| DAN 832-834   | 4/4/2004         | 870966-870968    |

#### Horseshoe Basin Property

Letter Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

Mining Lease and Option to Purchase Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

50 unpatented claims, Lander County  
T24N R47E secs. 1-2, 11-14, 23-26  
T24N R48E secs. 5-8, 15-21, 29-30

| CLAIM<br>NAME | LOCATION<br>DATE | BLM<br>SERIAL NO |
|---------------|------------------|------------------|
| HB 1-50       | 9/26/2005        | 913588-913637    |

#### Marr Property

Letter Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

Exhibit A Release and Termination of Mining Lease and Option to Purchase Agreements

Mining Lease and Option to Purchase Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

93 unpatented claims, Lander County  
T24N R41E secs. 13, 24; T24N R42E secs. 7-8, 17-19, MDB&M

| CLAIM<br>NAME | LOCATION<br>DATE | BLM<br>SERIAL NO |
|---------------|------------------|------------------|
| RBX 1-93      | 9/14/2005        | 913886-913978    |

#### North Battle Mountain Property

Letter Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

Mining Lease and Option to Purchase Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

73 unpatented claims, Lander County  
T33N R45E secs. 16, 22, 26, MDB&M

| CLAIM<br>NAME | LOCATION<br>DATE | BLM<br>SERIAL NO |
|---------------|------------------|------------------|
| NBM 1-68      | 9/25/2005        | 914201-914268    |
| NBM 78-82     | 9/26/2005        | 914269-914273    |

#### NT Green Property

Letter Agreement dated June 2, 2004 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Nucotec Inc.

Mining Lease and Option to Purchase Agreement dated February 5, 2004 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp. Memorandum dated April 5, 2005 recorded April 6, 2005 in Elko County as document 532691.

Exhibit A Release and Termination of Mining Lease and Option to Purchase Agreements



266 unpatented claims, Lander County  
T25N R47E secs. 3-6; T26N R47E secs. 16-21, 27-34, T26N R46E secs. 13, 24-25, 36,  
MDB&M

| CLAIM<br>NAME | LOCATION<br>DATE | BLM<br>SERIAL NO |
|---------------|------------------|------------------|
| CTR 15-20     | 11/28/2003       | 862115-862120    |
| CTR 42-44     | 11/28/2003       | 862121-862123    |
| CTR 42A-44A   | 11/28/2003       | 862124-862126    |
| CT 1-24       | 12/6/2004        | 891536-891559    |
| CT 29-52      | 12/6/2004        | 891560-891583    |
| CT 57-112     | 12/1/2004        | 891584-891639    |
| CT 113-119    | 11/30/2004       | 891640-891646    |
| CT 120-122    | 12/2/2004        | 891647-891649    |
| CT 123-140    | 12/3/2004        | 891650-891667    |
| CT 141-147    | 11/30/2004       | 891668-891674    |
| CT 148-161    | 12/2/2004        | 891675-891688    |
| CT 162-168    | 12/5/2004        | 891689-891695    |
| CT 169-186    | 12/3/2004        | 891696-891713    |
| CT 187-229    | 12/4/2004        | 891714-891756    |
| CT 230-262    | 12/5/2004        | 891757-891789    |

### South Lone Mountain Property

Letter Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

Mining Lease and Option to Purchase Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

140 unpatented claims, Eureka County  
T. 18 N., R. 51 E., secs. 8, 9, 16-17, 20-21

| CLAIM<br>NAME | LOCATION<br>DATE | BLM<br>SERIAL NO |
|---------------|------------------|------------------|
| MH 1-140      | 9/20/2005        | 913746-913885    |

Exhibit A Release and Termination of Mining Lease and Option to Purchase Agreements

## Stargo Property

Letter Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

Mining Lease and Option to Purchase Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

337 unpatented claims, Nye County  
T. 13 N., R. 49 E., secs. 7, 15-22, 27-29, 32-33

| CLAIM<br>NAME | LOCATION<br>DATE | BLM<br>SERIAL NO |
|---------------|------------------|------------------|
| ST 1-16       | 9/7/2005         | 913136-913151    |
| ST 17-60      | 9/5/2005         | 913152-913195    |
| ST 61-68      | 9/7/2005         | 913196-913203    |
| ST 69-73      | 9/6/2005         | 913204-913208    |
| ST 74-77      | 9/5/2005         | 913209-913212    |
| ST 78-85      | 9/7/2005         | 913213-913220    |
| ST 86-90      | 9/6/2005         | 913221-913225    |
| ST 91-98      | 9/7/2005         | 913226-913233    |
| ST 99-107     | 9/6/2005         | 913234-913242    |
| ST 108-115    | 9/7/2005         | 913243-913250    |
| ST 116-141    | 9/6/2005         | 913251-913276    |
| ST 142-149    | 9/8/2005         | 913277-913284    |
| ST 150-157    | 10/13/2005       | 913285-913292    |
| ST 158-209    | 10/12/2005       | 913293-913344    |
| ST 210-257    | 10/13/2005       | 913345-913392    |
| ST 258-261    | 12/14/2006       | 947237-947240    |
| ST 262-273    | 12/15/2006       | 947241-947252    |
| ST 274-278    | 12/16/2006       | 947253-947257    |
| ST 279-286    | 12/15/2006       | 947258-947265    |
| ST 287-292    | 12/16/2006       | 947266-947271    |
| ST 293-300    | 12/14/2006       | 947272-947279    |
| ST 301        | 12/15/2006       | 947280           |
| ST 302-309    | 12/16/2006       | 947281-947288    |
| ST 310-317    | 12/14/2006       | 947289-947296    |
| ST 318-323    | 12/16/2006       | 947297-947302    |
| ST 324-337    | 12/13/2006       | 947303-947316    |

Exhibit A Release and Termination of Mining Lease and Option to Purchase Agreements

## Walti Property

Letter Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

Mining Lease and Option to Purchase Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

402 unpatented claims, Lander County and Eureka County  
T. 24 N., R. 47 E., secs. 1-2, 11-14, 23-26  
T. 24 N., R. 48 E., secs. 5-8, 15-21, 29-30

| CLAIM<br>NAME | LOCATION<br>DATE | BLM<br>SERIAL NO |
|---------------|------------------|------------------|
| WT 1-108      | 10/20/2005       | 916696-916803    |
| WT 109-160    | 10/21/2005       | 916804-916855    |
| WT 402        | 10/23/2005       | 916856           |
| WT 161-216    | 10/21/2005       | 916857-916912    |
| WT 217-221    | 10/22/2005       | 916913-916917    |
| WT 222-225    | 10/21/2005       | 916918-916921    |
| WT 226-312    | 10/22/2005       | 916922-917008    |
| WT 313-366    | 10/23/2005       | 917009-917062    |
| WT 367-401    | 10/23/2005       | 917063-917097    |

## West Whistler Property

Letter Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

Mining Lease and Option to Purchase Agreement dated September 1, 2005 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp.

103 unpatented claims, Eureka County  
T. 20 N., R. 52 E., MDB&M, secs. 3-4, 10, 20  
T. 21 N., R. 52 E., MDB&M, secs. 21, 26-28, 33-34

Exhibit A Release and Termination of Mining Lease and Option to Purchase Agreements

| CLAIM<br>NAME    | LOCATION<br>DATE | BLM<br>SERIAL NO |
|------------------|------------------|------------------|
| BUCK 1-8         | 6/7/2004         | 875747-875754    |
| BUCK 9-26        | 6/9/2004         | 875755-875772    |
| BUCK 27-44       | 6/17/2004        | 875773-875790    |
| BUCK 45-64       | 7/10/2004        | 875791-875810    |
| BUCK 65-80       | 7/9/2004         | 875811-875826    |
| BUCK 81-92       | 3/4/2005         | 892705-892716    |
| BUCKAROO 456-466 | 5/25/2004        | 875827-875837    |

### Wilson Peak Property

Letter Agreement dated June 2, 2004 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Nucotec Inc.

Mining Lease and Option to Purchase Agreement dated February 5, 2004 between Carl Pescio dba Pescio Exploration and Janet Pescio; and Tornado Gold International Corp. Memorandum dated April 5, 2005 recorded April 6, 2005 in Elko County as document 532691.

97 unpatented claims, Elko County  
T. 43 N., R. 51 E., secs. 23, 26, 36  
T. 42 N., R. 51 E., secs. 1-3, 12

| CLAIM<br>NAME | LOCATION<br>DATE | BLM<br>SERIAL NO |
|---------------|------------------|------------------|
| CS 5          | 9/13/1997        | 783162           |
| CS 7          | 9/13/1997        | 783163           |
| CS 41-44      | 10/3/1997        | 784343-784346    |
| LIME 1-55     | 3/5/2003         | 847594-847648    |
| LI 1-18       | 2/3/2007         | 950044-950061    |
| LI 19-36      | 2/4/2007         | 950062-950079    |

Exhibit A Release and Termination of Mining Lease and Option to Purchase Agreements

