STATE OF CALIFORNIA,

COUNTY OF LOS ANGELES } ss.

ON Sept 24, 1970, before me, the undersigned, a Notary Public in and for said State, personally appeared Roy C Troeger, Carl Dresselhaus, known to me to be the person whose name are subscribed to the within Instrument, and acknowledged to me that They executed the same.

WITNESS my hand and official seal.

Antonio G. Bueno

ANTONIO G. BUENO
NAME (TYPED OR PRINTED)
Notary Public in and for said State.

OFFICIAL SEAL
ANTONIO G. BUENO
NOTARY PUBLIC CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY
My Commission Expires July 31, 1973

ACKNOWLEDGMENT—General—Wolcotte Form 232—Rev. 3-64

INDIVIDUAL

STATE OF HAWAII,
City and County of Honolulu. } *ss:*

On this 26 *day of* September, *A. D. 19* 70, *before me personally appeared*

David E Hincklo

to me known to be the person described in and who executed the foregoing instrument and acknowledged that he *executed the same as* his *free act and deed.*

Lois C Reynolds

Notary Public, First Judicial Circuit,
State of Hawaii.

My Commission Expires Nov. 30, 1972

The Thirty-one contiguous lode mining claims known as Del Norte, Del Norte Number 1, 2, 3, 4, and 5, Del Norte Fraction, Inyo, and Inyo Number 1, 2, and 3, Silver Ball, Silver Ball, Number 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, and 11, and Gold Rock, Gold Rock Number 1, 2, 3, 4, 5, 6, and 7.

said Mining Claims situated in the Wild Rose Mining District, County of Inyo State of California

(2) Such amendments [illegible] the info[illegible]

ANNEX OR EXHIBIT "A"

4101
RECORDED AT REQUEST OF
R. N. Pudge
1970 OCT 5 AM 10 14
Official Records
INYO COUNTY, CALIF.
FRED HAYES, RECORDER
Fee 5.00

MINING LEASE AGREEMENT

THIS MINING LEASE AGREEMENT, made this 2nd day of SEPTEMBER 1970, by and between Roy C. Troeger, David E. Hinckle & Carl Dresselhaus (hereinafter referred to as "Lessor"), and R.N. Pudge & M.E. Rogers d.b.a. Mineral Associates Ltd. (hereinafter referred to as "Lessee").

WHEREAS, Lessor is the owner and/or entitled to possession of certain mining claims, or properties, as described in EXHIBIT A attached hereto; and

WHEREAS, Lessee desires to lease and operate said claims and properties, on the terms and conditions hereinafter set forth:

NOW, THEREFORE, IT IS AGREED AS FOLLOWS:

Lessor, in consideration of the rents, royalties, covenants and agreements, reserved hereby, grants, demises and lets to Lessee those certain lands and mining claims (hereinafter referred to as the "property") situated in the WILD ROSE Mining District, INYO County, State of CALIFORNIA, the legal description of which is attached hereto and by this reference incorporated herein as though fully set forth at length for the term of ten (10) years, and for so song thereafter as minerals or ores are produced in commercial quantities, upon the following terms and conditions:

1) Lessee will, with all reasonable dispatch promptly cause to be done the assessment work for the mining year ending September 1, 1971 on the property on or before August 31, 1971, and will cause to be filed the Proof of Labor with respect to each of the mining claims on EXHIBIT A attached hereto, on or before September 1, 1971, in the office of the County Recorder of INYO County, State of CALIFORNIA.

2) Lessee in addition to the other covenants and conditions to be performed by it, agrees to pay Lessor an annual royalty equal to -5- % of the gross value of minerals or metals produced and sold. In that regard Lessee agrees:

a) To pay to Lessor on or before the 15th day of each calendar month (covering operations for the previous calendar month) a royalty equal to -5- % of the gross proceeds received from the sale of minerals, metals or ores produced.

b) To pay to Lessor a minimum annual sum of $10,000.00, payable on or before August 1, 1971, and upon August 1st. of each succeeding year to and including August 1, 1978, and in addition thereto, to pay to Lessor the sum of $110,000.00 on or before August 1st., 1979. Total payments to be $200,000.00 consistant with paragraph #17 hereof. All royalties paid shall apply upon and be deductable from said annual payments and the total purchase price of $200,000.00.

3) Lessee agrees to keep complete and accurate books and records which shall set forth and reflect all of the actual expenses of operation, the amounts and quantities of minerals, metals and ores produced shipped and and sold and the names and addresses of the purchasers of all such minerals, metals or ores, the cost of production, loading, transportation, assaying, sampling, smelting and the names and addresses of all persons paid for labor, materials or any other expenses in connection therewith.

4) This lease and agreement shall be binding upon and inure to the benefit of the heirs, executors, personal representatives or assigns of either of the parties hereto.

5) Lessee shall prompty pay all taxes which may be levied or assessed upon machinery, equipment or other improvements erected by it and to pay all other taxes of any kind which may be levied or assessed by reason of it's operation.

6) In the event Lessee shall elect to terminate this lease, it may do so by giving written notice of such election not less than thirty (30) days in advance thereof, and on the effective date of such termination, Lessee's obligations hereunder shall cease (except such obligations which arose prior to the effective date of such termination).

7) Upon the termination of this lease either by expiration of the term or by the election of either party as herein provided, Lessee shall surrender the premises in good condition. Within sixty (60) days after such termination or sixty (60) days after weather conditions will so permit, following such termination, in the event weather conditions do not permit at the time thereof, Lessee may remove all of its equipment and materials provided it does so at its own sole cost and expense and that it leaves the premises in a clean, minerlike manner. In the event Lessee shall fail to remove any of its equipment or any of its materials within said period of time then such unremoved materials and unremoved equipment, if any, shall thereupon forthwith become the property of Lessor and Lessee shall have no further interest therein.

8) The right to remove materials and machinery mentioned in the preceding paragraph shall be subject to the right of the Lessor to exert a lien by possession upon all of such equipment and materials for any unpaid sums due to Lessor and unpaid by Lessee and in the event the parties are in dispute thereof, such right of removal shall commence sixty (60) days after the resolution of such dispute either by mutual agreement or by the judgment of any court of competent jurisdiction becoming final and shall be extended by reason of weather conditions in the manner hereinabove set forth.

9) Forthwith upon the termination hereof whether by expiration of the term, or by election of either party as herein provided, Lessee shall execute and deliver to Lessor a good and sufficient quitclaim deed in and to all of the premises subject hereof.

10) Lessee during the term of this lease agrees to do and perform all the necessary annual improvement and assessment work required upon the mining claims and to make and file the proof thereof for the benefit of Lessor and within the time required by law.

11) Lessor represents that he is the owner of the mining claims and properties hereinabove described that such claims are free and clear of all liens and encumbrances (except current taxes which are not delinquent), and that the area covered by the mining properties have been and are properly located under the mining laws of the United States of America and the State of CALIFORNIA that assessment work on said properties has been performed at the time and in the manner and to the extent required by law for all mining years to and including the mining year ending SEPTEMBER 30 1970.

12) In the event that Lessee fails to perform any of the covenants and agreements required to be performed by it, or shall fail to make any of the royalty or rental payments when and as the same become due, its rights may be terminated at the option of Lessor by written notice to Lessee of such breach. Such written notice shall state the particulars of the default or breach claimed but shall not terminate this lease provided such breach be other than the payment of money or delivery of metals or minerals and Lessee may cure any such default or breach by performance thereof within a period of thirty (30) days from the receipt of such notice, and after such compliance this agreement shall have the same force and effect as though said default or breach had not occurred. If such breach be Lessee's obligation to pay money then such notice shall cause this lease to terminate if such default is not cured within ten (10) days from the receipt of such notice. Should Lessee fail, refuse or neglect to remedy such breach within said ten (10) to thirty (30) days period, then all right, title and interest of Lessee in and to said property, except the right to Lessee's improvements and equipment, shall be immedialtely terminated.

13) Lessee shall at all times comply in all respects with all the laws and regulations relating to the performance of work upon the leased premises. It shall provide workmen's compensation insurance and such other insurance to cover its operation upon the premises in the amount and form as may be required by law. Lessee shall indemnify and hold Lessor harmless of, and free in all claims, demands or liabilities arising out of, or in connection with the operations or activities of Lessee, and Lessee assumes full and sole responsibility for the operation and direction of the work done under this agreement on the leased premises, and no employee or agent furnished by Lessee shall under any circumstances be deemed an employee of Lessor.

14) Except as herein otherwise provided, Lessee may not assign this lease or any right or interest therein without the written consent of Lessor, which Lessor agrees not to withhold unreasonably. Lessor will consent to any such assignment to persons of good moral character and financially responsible, provided, however, the prohibition against assignment without the consent of Lessor shall not preclude the subleasing of these properties to a person or business entity who in the opinion of Lessee is a responsible mining operator.

Lessor hereby agrees that an assignment of this lease to a relative of Lessee or to a partnership (or corporation) in which Lessee is a partner (or stockholder) shall not be deemed to be an assignment requiring Lessor's consent.

15) Notices hereunder shall be deemed sufficiently given when deposited in the United States mail, postage prepaid, certified mail, and return receipt requested, addressed as follows:

To Lessor: ROY C. TROEGER
4600 ENCINO AVENUE
ENCINO, CALIFORNIA 91316

To Lessee: MINERAL ASSOCIATES LTD., P.O. BOX 699
BATTLE MOUNTAIN, NEVADA 89820

or to such other address as either party may designate.

16) For the purpose of Paragraph 2 of this lease, the terms "gross proceeds" and "gross value of minerals or metals produced or sold" shall be defined to mean the gross sales price of any minerals or metals produced or sold, less the following costs and expenses:

a) Transportation expenses for moving ore from mine to smelter or customer;

b) The cost of sampling and/or assaying such ores;

c) The cost of smelting and/or refining such ores.

Other costs including the cost of mining such ores as well as general and administrative expenses incurred by Lessee are the sole responsibility of Lessee and shall not be deducted in determining the "gross proceeds" for the purpose of computation of Lessor's royalty.

17) Lessor agrees that the total purchase price of the subject property is Two hundred thousand dollars ($200,000.00) which may be paid by advance and/or actual royalties, pursuant to this agreement or by such other means as are mutually agreeable.

IN WITNESS WHEREOF, the parties hereto have executed this lease in duplicate the day and year first above written.

LESSOR

David E. Hinckle
David E. Hinckle

Roy C. Troeger
Roy C. Troeger

Carl Dresselhaus
Carl Dresselhaus

LESSEE

Mineral Associates Ltd.,
~~Lessee~~

By M. E. Rogers
M. E. Rogers

By R. N. Pudge
~~Lessee~~ R. N. Pudge

for Mineral Associates Ltd.

OME 6827 (Gold)
Mineral Associates Ltd.
Inyo County, California
Del Norte Property

NARRATIVE REPORT JUNE-JULY

With the exception of sample gathering and minor surveying, recent activities have centered entirely on analytical work, perforned by D.&H. Technical Service, Reno, Nevada.

Bulk samples D.N. #1 through #7 were first run, followed by samples CRDN-72-73-74 taken by Dr. H.R. Cooke, consulting geologist. Assaying by cyanide produced an average of 0.207 oz. Au. and 0.57 oz. Ag. per ton, compared to 0.17 Au. and 1.2 Ag. per ton by standard fire assay (Del Norte Bulk). Dr. Cooke's samples averaged 0.121 Au. and 0.27 Ag., a very close comparison to the samples being checked.

Ten drill hole composites were assayed by cyanide with the following averages: Au. 0.073-Ag. 0.195. Comparable fire assays indicate: Au. 0.0486-Ag. 0.909.

Sample CRDN #72 was accidentally contaminated, giving poor results. A smaller retained split was run, holding well within the expected limits.

Four fire assy splits were fired on CRDN #73, all falling within acceptable limits (U.S.B.M.)

Fire assay comparisons, not included in the accompanying voucher, are submitted for all work.

Future drilling, sample preparation and assaying will be more carefully executed, due to the substantial variance noted between bulk sampling and drill cutting assays.

Bulk sampling embraced an area approximately 100 feet wide, between drill holes #8-#51. Detailed surveying of such bulk samples was not attempted, due to the large area covered.

Respectfully submitted,

R H Pfefer

STATE OF CALIFORNIA,

COUNTY OF LOS ANGELES } ss.

ON Sept 24, 1970, before me, the undersigned, a Notary Public in and for said State, personally appeared Roy C Troeger, Carl Dresselhaus, known to me to be the person whose name are subscribed to the within Instrument, and acknowledged to me that They executed the same.

OFFICIAL SEAL
ANTONIO G. BUENO
NOTARY PUBLIC CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY
My Commission Expires July 24, 1973

WITNESS my hand and official seal.

Antonio G. Bueno

NAME (TYPED OR PRINTED)
Notary Public in and for said State.

ACKNOWLEDGMENT—General—Walcotte Form 232—Rev. 3-64

INDIVIDUAL

STATE OF HAWAII,
City and County of Honolulu. } *ss:*

On this 26 *day of* September, *A. D.* 19 70, *before me personally appeared*

David E Hincklo

to me known to be the person described in and who executed the foregoing instrument and acknowledged that he *executed the same as* his *free act and deed.*

Notary Public, First Judicial Circuit,
State of Hawaii.

My Commission Expires Nov. 30, 1972

The Thirty-one contiguous lode mining claims known as Del Norte, Del Norte Number 1, 2, 3, 4, and 5, Del Norte Fraction, Inyo, and Inyo Number 1, 2, and 3, Silver Ball, Silver Ball, Number 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, and 11, and Gold Rock, Gold Rock Number 1, 2, 3, 4, 5, 6, and 7.

said Mining Claims situated in the Wild Rose Mining District, County of Inyo, State of California

(2) Such amendments [illegible] the inf[illegible]

ANNEX OR EXHIBIT "A"

STATE OF CALIFORNIA,

COUNTY OF LOS ANGELES } ss.

ON Sept 24, 1970, before me, the undersigned, a Notary Public in and for said State, personally appeared Roy C Traeger, Carl Dresselhaus, known to me to be the person whose name are subscribed to the within Instrument, and acknowledged to me that They executed the same.

OFFICIAL SEAL
ANTONIO G. BUENO
NOTARY PUBLIC CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY
My Commission Expires July 31, 1973

WITNESS my hand and official seal.

Antonio G. Bueno

Antonio G. Bueno
NAME (TYPED OR PRINTED)
Notary Public in and for said State.

ACKNOWLEDGMENT—General—Wolcotte Form 232—Rev. 3-64

INDIVIDUAL

STATE OF HAWAII,
City and County of Honolulu. } *ss:*

On this 26 *day of* September, *A. D.* 19 70, *before me personally appeared*

David E Hincklo

to me known to be the person described in and who executed the foregoing instrument and acknowledged that he *executed the same as* his *free act and deed.*

Lola Nimmo

Notary Public, First Judicial Circuit,
State of Hawaii.

My Commission Expires Nov. 30, 1972

The Thirty-one contiguous lode mining claims known as Del Norte, Del Norte Number 1, 2, 3, 4, and 5, Del Norte Fraction, Inyo, and Inyo Number 1, 2, and 3, Silver Ball, Silver Ball, Number 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, and 11, and Gold Rock, Gold Rock Number 1, 2, 3, 4, 5, 6, and 7.

said Mining Claims situated in the Wild Rose Mining District, County of Inyo State of California

(2) Such amendments [illegible] the inf[illegible]

ANNEX OR EXHIBIT "A"

Government's copy

EXPLORATION CONTRACT
Richard N. Pudge and Victor D. Anderson, d/b/a
MINERAL ASSOCIATES, LTD.
OME-6827

Termination Agreement

It is agreed this 10th day of March, 1972, between the United States of America, acting through the Office of Minerals Exploration, U. S. Geological Survey, Department of the Interior, hereinafter called the "Government," and Mineral Associates, Ltd., hereinafter called the "Operator," parties to that certain Exploration Contract No. 2293 (OME-6827), dated March 5, 1971, as amended, hereinafter called the "Contract" that:

1. Effective December 31, 1971 the Contract and all obligations of the parties thereunder, except as otherwise herein expressly provided shall be and are hereby terminated.

2. The Government shall contribute only to the allowable costs incurred prior to December 31, 1971.

3. The Operator shall promptly perform all winding-up and settlement actions provided for in the Contract, including furnishing to the Government three copies of a final report (in addition to the final monthly report) of the work performed under the Contract, which shall include a geological and engineering evaluation of the results of the work performed under the Contract with an estimate of the ore reserves resulting from such work, complete assay data, adequate geological and engineering maps or sketches, and a summary of the work performed and related costs thereof.

4. All rights of the Government provided for in the Contract with respect to a certification of possible production, royalty on production, and liens to secure payment thereof, reports (including preservation of Operator's records), accounts, audits, and the right to recover any overpayments are hereby preserved.

5. The Operator hereby releases and agrees to save the Government harmless from all claims or demands under or arising out of the Contract except as otherwise provided in this termination agreement.

IN WITNESS WHEREOF, these parties have executed this agreement as of the day and year first above written.

THE UNITED STATES OF AMERICA

By Harold Kirkham
Chief, Office of Minerals Exploration
U. S. Geological Survey

MINERAL ASSOCIATES, LTD.

By Richard N. Pudge

Title General Partner

By Victor D. Anderson

Title General Partner

4/17/72 Martin
Wright
Sly

App'd Sol. OKL
Steiner 3/9/72
Gaw 3/10

OME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code

March 2, 1972

Memorandum

To: The File

From: Chief, Office of Minerals Exploration

Subject: OME-6827 (Gold)
Mineral Associates, Ltd.
Del Norte Property
Inyo County, California
Contract 2293

Justification for Termination Agreement

The purpose of the two-stage exploration project at the Del Norte property was to determine by percussion drilling from surface sites the gold-bearing potential of a large tabular body of quartz capping a ridge of quartz monzonite. The first stage provided for drilling a line of holes along the length of the deposit with some six lines of holes across the axis of the deposit. If the results of this work were favorable, additional drilling was to be undertaken under the second stage.

Total estimated cost of the contract, as amended, was $49,100.00, with the Government's share totalling $36,825.00, of which $18,795.00 was for Stage I, and $18,030.00 was for Stage II.

Results obtained by conventional fire assay analyses of samples obtained from the holes drilled under Stage I of the contract were not favorable. Additional testing by cyanide methods as authorized under Amendment No. 1 yielded generally higher values in gold, but these results were not favorable enough to warrant undertaking Stage II of the contract. Accordingly, the Field Officer, OME Region II, recommended that a mutual termination agreement be prepared. I concur in this recommendation.

Harold Kirkemo

Harold Kirkemo

cc: DRF
Mineral Resources
OME reading file
Mr. Kirkemo

HKirkemo/cac 3/2/72

Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

March 14, 1972

Mr. Richard N. Pudge
27 Keystone Avenue
Reno, Nevada 89502

Re: OME-6827 (Gold)
Mineral Associates Ltd.
Del Norte Property
Inyo County, California
Contract 2293

Case file OK
~~120~~
HK ~~120~~
Read Weeks

Dear Dick:

Enclosed are the original and three copies of a proposed Termination Agreement (one page) to the subject contract, signed for the Government. If the proposed agreement is satisfactory to you, all four copies should be signed by you and Mr. Anderson, the General Partners, and the Government's copy, Budget and Finance's copy, and Field Office's copy returned to this office. The Operator's copy should be retained for your files.

If any part of the proposed agreement does not have your approval, the original and all copies should be returned to this office together with the proposed changes for consideration.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

Enclosures

cc: ✓OME, Wash., D.C.
DRF
ACG RF
MP RF
Docket

HKStager:mkh

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
3/10/72	[illegible]	120
		220
		120
		220
		120M

AIRMAIL

MAR 10 1972

Memorandum

To: Field Officer, Region II

From: Chief, Office of Minerals Exploration

Subject: OME-6827 (Gold)
Mineral Associates Ltd.
Del Norte Property
Inyo County, California
Contract 2293

Enclosed are the original and three copies of a proposed Termination Agreement (one page) to the subject contract, signed for the Government, An extra copy of the agreement is enclosed for field use.

If the proposed agreement is satisfactory to you and the Operator, all four copies should be signed by Messrs. Pudge and Anderson, the General Partners, and distributed in the usual manner.

If any part of the proposed agreement does not have your approval or that of the Operator, the original and all copies are to be returned to this office together with the proposed changes for consideration.

Harold Kirkemo

Harold Kirkemo

Enclosures

cc: Director's Reading File
Mineral Resources
OME docket
OME Reading File
Mr. Kirkemo
130

GLAult/a 3-10-72

United States Department of the Interior

GEOLOGICAL SURVEY
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

March 8, 1972

Memorandum

To: Chief, Office of Minerals Exploration
Washington, D. C.

From: Field Officer
Region II

Subject: OME-6827 (Gold)
Mineral Associates Ltd.
Del Norte Property
Inyo County, California
Contract 2293

Enclosed are the originals and required copies of the Operator's final voucher and its final report on the subject contract. The final report implies a request for a mutual termination agreement. We recommend that they be approved and a termination agreement effective December 31, 1971, be prepared.

The final report was incomplete, and all attempts to get an organized listing of results have been futile. Therefore, we have added the required map and summary of assay results compiled for our interim evaluations of the project from the Operator's monthly reports. We recommend that this combination be accepted as the Operator's final report.

The OME project indicated two ore shoots, one in the area of holes 11, 12, 13, and 17 containing about 329,000 tons averaging about 0.1 oz. gold and 0.2 oz. silver per ton, the other at holes 26, 27, 30, and 31 containing about 255,000 tons averaging about 0.2 oz. gold and 0.4 oz. silver per ton. These results induced Bell Mountain Silver Mines, Inc., to purchase the lease and perform additional exploration at its own expense. This exploration is now in progress. Mineral or metal production may be possible, therefore, as a result of the OME project. We recommend that the project be certified.

H. K. Stager

Enclosures

United States Department of the Interior

GEOLOGICAL SURVEY
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

April 10, 1972

Memorandum

To: Chief, Office of Minerals Exploration
Washington, D. C.

From: Field Officer
Region II

Subject: OME-6827 (Gold)
Mineral Associates Ltd.
Del Norte Property
Inyo County, California
Contract 2293

Enclosed are the Government's copy and Budget and Finance's copy of a termination agreement signed by the Operator. The other copies have been properly distributed.

We have not yet received from the Operator a copy of the document transferring its interest to Bell Mountain Silver Mines, Inc.

H. K. Stager

Enclosures

OME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
5/18/72		120
		220
		120M

AIRMAIL

MAY 19 1972

Mr. Thomas F. Horan
President
Bell Mountain Silver Mines, Inc.
729 North Carson Street
Carson City, Nevada 89701

Re: OME-6827 (Gold)
Mineral Associates Ltd.
Del Norte Property
Inyo County, California
Contract 2293

Dear Mr. Horan:

We acknowledge one set of documents pertaining to the transfer of leasehold ownership of the subject property from Mineral Associates Ltd. to Bell Mountain Silver Mines, Inc., and your letter of May 5, 1972, to our Menlo Park, California, office, which Mr. H. K. Stager, Field Officer, Region II, transmitted to our office.

Enclosed is a copy of the Certification of Possible Production, issued May 2, 1972, on this contract for your records.

Sincerely yours,

Harold Kirkemo

Harold Kirkemo
Chief, Office of
Minerals Exploration

Enclosures

cc: Director's Reading File
Mineral Resources
OME docket
OME Reading File
OME Region II
Mr. Kirkemo
130

GLAult/a 5-18-72

COOKE AND ROBERTS
ATTORNEYS AND COUNSELORS AT LAW
ONE EAST FIRST STREET, SUITE 1400
P. O. BOX 2229
RENO, NEVADA
89505

THOMAS A. COOKE
BRUCE D. ROBERTS
DAVID J. REESE

AREA CODE 702
TEL. 329-1766

February 9, 1971

OFFICIAL COPY
FILED
FEB 12 1971
INITIALS CODE
HK 130
140
130
GSL 120 (7)

OMB-GS 27

Mr. Harold K. Stager
Department of Interior
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

RE: R. N. Pudge - Consent of Lessors

Dear Mr. Stager:

Further to our letter of February 3, 1971, enclosed find two copies of Consent to Transfer executed by the lessors dated February 6, 1971, to be attached to the Option to Purchase Leasehold Interest dated February 1, 1971 between M. E. Rogers and Victor Anderson.

Sincerely,

Thomas A. Cooke

Thomas A. Cooke (h)

TAC:h
Encs.

RECEIVED
FEB 10 1971
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

CONSENT TO TRANSFER

WHEREAS the undersigned mine owners Lessors have previously leased those certain unpatented mining claims commonly referred to as the Del Norte-Silver Ball Group, Wildrose Mining District, Inyo County, California, to Mel Rogers (Box 72, Helena Montana) and Richard Pudge (c/o Stovepipe Wells Hotel, Death Valley, California); Paragraph 14 of said lease requiring consent to transfer interest in said lease, and Mel Rogers being desirous of transferring all of his interest in said lease to Victor Don Anderson of Reno, Nevada; the undersigned do hereby consent to said transfer and assignment of interest providing said assignee undertakes and promises to perform all the obligations of the lessee's provided for in said lease.

This assignment shall not be construed as waiving any future rights of Lessors under the lease paragraph pertaining to assignments and transfers.

Dated: February 6, 1971.

Carl Dresselhaus
CARL DRESSELHAUS, Lessor Owner

David E. Hienckle
DAVID HIENCKLE, Lessor Owner

Roy C. Troeger
ROY C. TROEGER, Lessor Owner

EXHIBIT "A"

BUENO & DRESSELHAUS
ATTORNEYS AT LAW
437 SO. HILL STREET
LOS ANGELES, CAL. 90013

OPTION TO PURCHASE LEASEHOLD INTEREST

In consideration of the sum of ONE THOUSAND DOLLARS ($1,000.00) paid to the undersigned, the receipt of which is hereby acknowledged, undersigned hereby gives to Victor Anderson, Box 15, Valmy, Nevada, (hereinafter called Assignee) his heirs and assigns, the exclusive option to purchase for the further sum of FOUR THOUSAND DOLLARS ($4,000.00) (hereinafter called the Purchase Price) all of the undersigned's right, title and interest in and to that certain "Mining Lease Agreement" dated September 2, 1970 by and between Roy C. Troeger, David E. Hinckle and Carl Dresselhaus, Lessors and R. N. Pudge and M. E. Rogers, Lessees, covering thirty-one (31) contiguous lode unpatented mining claims known as Del Norte, Del Norte Number 1, 2, 3, 4, and 5, Del Norte Fraction, Inyo, and Inyo Number 1, 2, and 3, Silver Ball, Silver Ball Number 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, and 11, and Gold Rock, Gold Rock Number 1, 2, 3, 4, 5, 6, and 7; said agreement having been recorded in Book 192, page 421 of the Official Records of Inyo County, California, on October 5, 1970, on the terms and conditions following, to-wit:

1. The assignee must exercise this option on or before thirty (30) days from date hereof otherwise it shall become null and void.

2. If assignee concludes to exercise this option, notice shall be given the undersigned, either by letter addressed to M. E. Rogers, P. O. Box 72, Helena, Montana, 59601, or by written notice delivered to the undersigned. Within five (5) days after the giving of such notice the undersigned agrees to execute, acknowledge and deposit in escrow with the First National Bank of Nevada, One East First Street, Reno, Nevada, a good and sufficient quitclaim deed or assignment, to be prepared by assignee, transferring and conveying to assignee all of the undersigned's right, title and interest in and to the aforesaid

mining lease agreement and the property covered thereunder. At the same time assignee gives this notice to the undersigned, assignee must deposit the sum of FOUR THOUSAND DOLLARS ($4,000.00) with said First National Bank of Nevada, Reno, Nevada.

In the event said option is exercised as aforesaid, this agreement, and particularly the provisions of this paragraph shall constitute the escrow instructions. Upon the delivery of said deed or assignment and the payment of the purchase price as aforesaid, said First National Bank of Nevada is hereby instructed to pay over and deliver to the undersigned at the aforementioned address the sum of FOUR THOUSAND DOLLARS ($4,000.00); said Bank is further instructed upon receipt of said payment to forthwith deliver the quitclaim deed or assignment deposited with it by the undersigned and held by said Bank to assignee in care of Cooke & Roberts, Suite 1400, One East First Street, Reno, Nevada. If the FOUR THOUSAND DOLLARS ($4,000.00) is not paid within the time hereinabove mentioned, then said deed or assignment is to be returned to the undersigned unless the escrow holder is advised in writing by the undersigned to retain the same. All escrow fees shall be paid by assignee.

3. The undersigned covenants and warrants that he has not sold, assigned, conveyed or otherwise encumbered his interest in and to the aforesaid mining lease or the property covered thereunder and that he is the owner of said leasehold interest (save and except the interest of his co-lessee, R. N. Pudge) free and clear of all liens, claims, demands or other encumbrances. The undersigned further agrees that in the event said option is exercised, the assignment or conveyance shall cover and extend to any further or additional right, title, interest or estate now or hereafter acquired by the undersigned and shall include any other leasehold interest or claim or right of any kind or nature that the undersigned may have had under a previous lease covering the aforedescribed mining property or any portion thereof.

4. Both parties agree to use their best efforts to obtain lessors' consent to this option agreement and to the proposed assignment.

5. This agreement shall be absolutely null and void and of no force whatsoever unless and until all of the lessors under the aforementioned lease of September 26, 1970 shall have consented in writing to this option and to such assignment or assignments as assignee may require. If for any reason any or all of said lessors refuse to consent to this agreement and the assignment or assignments proposed by assignee within fifteen (15) days from the date hereof, then and in that event the undersigned covenants and agrees to forthwith repay said ONE THOUSAND DOLLARS ($1,000.00) to assignee, in care of Cooke & Roberts, P. O. Box 2229, Reno, Nevada 89505, on his demand and in such case the undersigned acknowledges that this option has no force or effect by reason of a failure of consideration.

6. The undersigned does hereby acknowledge that assignee has made no representations to him that are not set forth or mentioned herein.

7. If assignee shall fail to notify undersigned within the time hereinabove limited of his election to obtain an assignment of said leasehold interest, or if after giving such notice, assignee fails to make the deposit of the purchase money in escrow with the First National Bank of Nevada within the time herein limited, this option shall be thereafter null and void and the undersigned no longer bound hereby. In such event the undersigned however shall retain the ONE THOUSAND DOLLARS ($1,000.00) as the consideration for this option provided lessors' consents have been obtained as aforesaid.

8. This option agreement shall be binding on and inure to the benefit of the heirs, executors, administrators and

assigns of the undersigned.

DATED: FEBRUARY 1, 1971.

M. E. ROGERS

STATE OF MONTANA)
) SS:
COUNTY OF)

On February 1st, 1971, personally appeared before me, a notary public, M. E. ROGERS, who acknowledged that he executed the foregoing instrument.

NOTARY PUBLIC

NOTARY PUBLIC for the State of Montana
Residing at Helena, Montana
My Commission Expires July 3, 1973

OPTION TO PURCHASE LEASEHOLD INTEREST

In consideration of the sum of ONE THOUSAND DOLLARS ($1,000.00) paid to the undersigned, the receipt of which is hereby acknowledged, undersigned hereby gives to Victor Anderson, Box 15, Valmy, Nevada, (hereinafter called Assignee) his heirs and assigns, the exclusive option to purchase for the further sum of FOUR THOUSAND DOLLARS ($4,000.00) (hereinafter called the Purchase Price) all of the undersigned's right, title and interest in and to that certain "Mining Lease Agreement" dated September 2, 1970 by and between Roy C. Troeger, David E. Hinckle and Carl Dresselhaus, Lessors and R. N. Pudge and M. E. Rogers, Lessees, covering thirty-one (31) contiguous lode unpatented mining claims known as Del Norte, Del Norte Number 1, 2, 3, 4, and 5, Del Norte Fraction, Inyo, and Inyo Number 1, 2, and 3, Silver Ball, Silver Ball Number 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, and 11, and Gold Rock, Gold Rock Number 1, 2, 3, 4, 5, 6, and 7; said agreement having been recorded in Book 192, page 421 of the Official Records of Inyo County, California, on October 5, 1970, on the terms and conditions following, to-wit:

1. The assignee must exercise this option on or before thirty (30) days from date hereof otherwise it shall become null and void.

2. If assignee concludes to exercise this option, notice shall be given the undersigned, either by letter addressed to M. E. Rogers, P. O. Box 72, Helena, Montana, 59601, or by written notice delivered to the undersigned. Within five (5) days after the giving of such notice the undersigned agrees to execute, acknowledge and deposit in escrow with the First National Bank of Nevada, One East First Street, Reno, Nevada, a good and sufficient quitclaim deed or assignment, to be prepared by assignee, transferring and conveying to assignee all of the undersigned's right, title and interest in and to the aforesaid

mining lease agreement and the property covered thereunder. At the same time assignee gives this notice to the undersigned, assignee must deposit the sum of FOUR THOUSAND DOLLARS ($4,000.00) with said First National Bank of Nevada, Reno, Nevada.

In the event said option is exercised as aforesaid, this agreement, and particularly the provisions of this paragraph shall constitute the escrow instructions. Upon the delivery of said deed or assignment and the payment of the purchase price as aforesaid, said First National Bank of Nevada is hereby instructed to pay over and deliver to the undersigned at the aforementioned address the sum of FOUR THOUSAND DOLLARS ($4,000.00); said Bank is further instructed upon receipt of said payment to forthwith deliver the quitclaim deed or assignment deposited with it by the undersigned and held by said Bank to assignee in care of Cooke & Roberts, Suite 1400, One East First Street, Reno, Nevada. If the FOUR THOUSAND DOLLARS ($4,000.00) is not paid within the time hereinabove mentioned, then said deed or assignment is to be returned to the undersigned unless the escrow holder is advised in writing by the undersigned to retain the same. All escrow fees shall be paid by assignee.

3. The undersigned covenants and warrants that he has not sold, assigned, conveyed or otherwise encumbered his interest in and to the aforesaid mining lease or the property covered thereunder and that he is the owner of said leasehold interest (save and except the interest of his co-lessee, R. N. Pudge) free and clear of all liens, claims, demands or other encumbrances. The undersigned further agrees that in the event said option is exercised, the assignment or conveyance shall cover and extend to any further or additional right, title, interest or estate now or hereafter acquired by the undersigned and shall include any other leasehold interest or claim or right of any kind or nature that the undersigned may have had under a previous lease covering the aforedescribed mining property or any portion thereof.

4. Both parties agree to use their best efforts to obtain lessors' consent to this option agreement and to the proposed assignment.

5. This agreement shall be absolutely null and void and of no force whatsoever unless and until all of the lessors under the aforementioned lease of September 26, 1970 shall have consented in writing to this option and to such assignment or assignments as assignee may require. If for any reason any or all of said lessors refuse to consent to this agreement and the assignment or assignments proposed by assignee within fifteen (15) days from the date hereof, then and in that event the undersigned covenants and agrees to forthwith repay said ONE THOUSAND DOLLARS ($1,000.00) to assignee, in care of Cooke & Roberts, P. O. Box 2229, Reno, Nevada 89505, on his demand and in such case the undersigned acknowledges that this option has no force or effect by reason of a failure of consideration.

6. The undersigned does hereby acknowledge that assignee has made no representations to him that are not set forth or mentioned herein.

7. If assignee shall fail to notify undersigned within the time hereinabove limited of his election to obtain an assignment of said leasehold interest, or if after giving such notice, assignee fails to make the deposit of the purchase money in escrow with the First National Bank of Nevada within the time herein limited, this option shall be thereafter null and void and the undersigned no longer bound hereby. In such event the undersigned however shall retain the ONE THOUSAND DOLLARS ($1,000.00) as the consideration for this option provided lessors' consents have been obtained as aforesaid.

8. This option agreement shall be binding on and inure to the benefit of the heirs, executors, administrators and

assigns of the undersigned.

DATED: FEBRUARY 1, 1971.

M. E. ROGERS

STATE OF MONTANA)
) SS:
COUNTY OF)

On February 1st, 1971, personally appeared before me, a notary public, M. E. ROGERS, who acknowledged that he executed the foregoing instrument.

NOTARY PUBLIC

NOTARY PUBLIC for the State of Montana
Residing at Helena, Montana
My Commission Expires July 3, 1971

ASSIGNMENT

KNOW ALL MEN BY THESE PRESENTS: That M. E. ROGERS, the undersigned, as one of the lessees under that certain Mining Lease Agreement, dated September 26, 1970, and recorded in Book 192, page 421 of the Official Records of Inyo County, California, on October 5, 1970, between the undersigned and R. N. Pudge, lessees, and R. C. Troeger, David E. Hinckle and Carl Dresselhaus, lessors, covering thirty-one (31) contiguous unpatented lode mining claims situate in the Wild Rose Mining District, Inyo County, California, and more particularly described as follows:

Del Norte
Del Norte No. 1,2,3,4 and 5
Del Norte Fraction
Inyo
Inyo No. 1,2 and 3
Silver Ball
Silver Ball No. 1,2,3,4,5,6,7,8,9,10 and 11
Gold Rock
Gold Rock No. 1,2,3,4,5,6 and 7

for and in consideration of the sum of TEN DOLLARS ($10.00) paid by Victor Anderson, P. O. Box 15, Valmy, Nevada, receipt whereof being hereby acknowledged, has sold and by these presents does grant, convey, sell, assign, transfer and set over to the said Victor Anderson all of the undersigned's right, title and interest in and to the aforedescribed Mining Lease Agreement of September 20, 1970 and the option to purchase contained therein. The undersigned does likewise convey, transfer, release and assign and set over unto Victor Anderson any right, title and interest that the undersigned may have in and to said claims under and by virtue of any other lease or agreement or by operation of law, and to any after acquired title that the undersigned may acquire with respect to said leasehold estate or the mining claims included thereunder.

Subject to the provisions hereof, the said Victor Anderson, his heirs and assigns are to have and to hold the aforedescribed mining claims and property for and during all of

COOKE & ROBERTS
ATTORNEYS
RENO, NEVADA

the rest, residue and remainder of the term of the lease and any renewal or renewals thereof yet to come.

The foregoing assignment shall not be effective for any purpose until the written consent of the lessors is first had and obtained in accordance with the provisions of the Mining Lease Agreement of September 20, 1970.

DATED: 2-12-, 1971

M. E. ROGERS
P. O. Box 72
Helena, Montana 59601

ACCEPTANCE OF ASSIGNMENT

VICTOR ANDERSON, the assignee above named, having obtained the written consent of the lessors to said assignment, does hereby accept this assignment and agrees that he will be bound by and perform and observe all of the terms, covenants and conditions of the Mining Lease Agreement of September 26, 1970 on the part of the lessees therein named to be performed and observed.

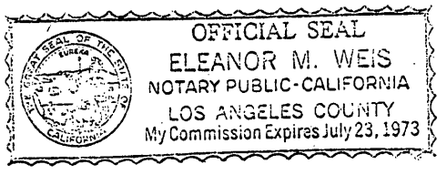
DATED: Feb. 18, 1971

VICTOR ANDERSON
P. O. Box 15
Valmy, Nevada 89438

COOKE & ROBERTS
ATTORNEYS
RENO, NEVADA

STATE OF Calif)
COUNTY OF Los Angeles) SS:

On the 17th day of February, 1971, personally appeared before me, a Notary Public, M. E. ROGERS, who acknowledged that he executed the foregoing instrument.

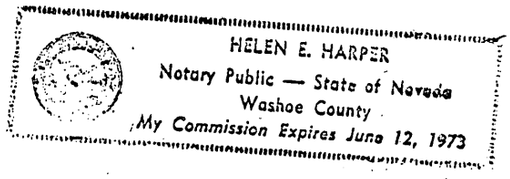


Eleanor M. Weis
NOTARY PUBLIC

STATE OF NEVADA)
COUNTY OF WASHOE) SS:

On the 18th day of February, 1971, personally appeared before me, a Notary Public, VICTOR ANDERSON, who acknowledged that he executed the foregoing instrument.

Helen E. Harper
NOTARY PUBLIC



COOKE & ROBERTS
ATTORNEYS
RENO, NEVADA

OMB-6812

CONSENT TO TRANSFER

WHEREAS the undersigned mine owners Lessors have previously leased those certain unpatented mining claims commonly referred to as the Del Norte-Silver Ball Group, Wildrose Mining District, Inyo County, California, to Mel Rogers (Box 72, Helena Montana) and Richard Pudge (c/o Stovepipe Wells Hotel, Death Valley, California); Paragraph 14 of said lease requiring consent to transfer interest in said lease, and Mel Rogers being desirous of transferring all of his interest in said lease to Victor Don Anderson of Reno, Nevada; the undersigned do hereby consent to said transfer and assignment of interest providing said assignee undertakes and promises to perform all the obligations of the lessee's provided for in said lease.

This assignment shall not be construed as waiving any future rights of Lessors under the lease paragraph pertaining to assignments and transfers.

Dated: February 6, 1971.

Carl Dresselhaus
CARL DRESSELHAUS, Lessor Owner

David E. Hienckle
DAVID HIENCKLE, Lessor Owner

Roy C. Troeger
ROY C. TROEGER, Lessor Owner

RECEIVED
FEB 10 1971
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

BUENO & DRESSELHAUS
ATTORNEYS AT LAW
437 SO. HILL STREET
LOS ANGELES, CAL. 90013

CONSENT TO TRANSFER

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This assignment shall not be construed as waiving any future rights of Lessors under the lease paragraph pertaining to assignments and transfers.

Dated: February 6, 1971.

Carl Dresselhaus
CARL DRESSELHAUS, Lessor Owner

David E. Hienckle
DAVID HIENCKLE, Lessor Owner

Roy C. Troeger
ROY C. TROEGER, Lessor Owner

EXHIBIT "A"

BUENO & DRESSELHAUS
ATTORNEYS AT LAW
437 SO. HILL STREET
LOS ANGELES, CAL. 90013

CONSENT TO TRANSFER

WHEREAS the undersigned mine owners Lessors have previously leased those certain unpatented mining claims commonly referred to as the Del Norte-Silver Ball Group, Wildrose Mining District, Inyo County, California, to Mel Rogers (Box 72, Helena Montana) and Richard Pudge (c/o Stovepipe Wells Hotel, Death Valley, California); Paragraph 14 of said lease requiring consent to transfer interest in said lease, and Mel Rogers being desirous of transferring all of his interest in said lease to Victor Don Anderson of Reno, Nevada; the undersigned do hereby consent to said transfer and assignment of interest providing said assignee undertakes and promises to perform all the obligations of the lessee's provided for in said lease.

This assignment shall not be construed as waiving any future rights of Lessors under the lease paragraph pertaining to assignments and transfers.

Dated: February 6, 1971.

Carl Dresselhaus
CARL DRESSELHAUS, Lessor Owner

David E. Hienckle
DAVID HIENCKLE, Lessor Owner

Roy C. Troeger
ROY C. TROEGER, Lessor Owner

BUENO & DRESSELHAUS
ATTORNEYS AT LAW
437 SO. HILL STREET
LOS ANGELES, CAL. 90013

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This assignment shall not be construed as waiving any future rights of Lessors under the lease paragraph pertaining to assignments and transfers.

Dated: February 6, 1971.

Carl Dresselhaus
CARL DRESSELHAUS, Lessor Owner

David E. Hienckle
DAVID HIENCKLE, Lessor Owner

Roy C. Troeger
ROY C. TROEGER, Lessor Owner

BUENO & DRESSELHAUS
ATTORNEYS AT LAW
437 SO. HILL STREET
LOS ANGELES, CAL. 90012

ASSIGNMENT

KNOW ALL MEN BY THESE PRESENTS: That M. E. ROGERS, the undersigned, as one of the lessees under that certain Mining Lease Agreement, dated September 26, 1970, and recorded in Book 192, page 421 of the Official Records of Inyo County, California, on October 5, 1970, between the undersigned and R. N. Pudge, lessees, and R. C. Troeger, David E. Hinckle and Carl Dresselhaus, lessors, covering thirty-one (31) contiguous unpatented lode mining claims situate in the Wild Rose Mining District, Inyo County, California, and more particularly described as follows:

Del Norte
Del Norte No. 1,2,3,4 and 5
Del Norte Fraction
Inyo
Inyo No. 1,2 and 3
Silver Ball
Silver Ball No. 1,2,3,4,5,6,7,8,9,10 and 11
Gold Rock
Gold Rock No. 1,2,3,4,5,6 and 7

for and in consideration of the sum of TEN DOLLARS ($10.00) paid by Victor Anderson, P. O. Box 15, Valmy, Nevada, receipt whereof being hereby acknowledged, has sold and by these presents does grant, convey, sell, assign, transfer and set over to the said Victor Anderson all of the undersigned's right, title and interest in and to the aforedescribed Mining Lease Agreement of September 20, 1970 and the option to purchase contained therein. The undersigned does likewise convey, transfer, release and assign and set over unto Victor Anderson any right, title and interest that the undersigned may have in and to said claims under and by virtue of any other lease or agreement or by operation of law, and to any after acquired title that the undersigned may acquire with respect to said leasehold estate or the mining claims included thereunder.

Subject to the provisions hereof, the said Victor Anderson, his heirs and assigns are to have and to hold the aforedescribed mining claims and property for and during all of

the rest, residue and remainder of the term of the lease and any renewal or renewals thereof yet to come.

The foregoing assignment shall not be effective for any purpose until the written consent of the lessors is first had and obtained in accordance with the provisions of the Mining Lease Agreement of September 20, 1970.

DATED: 2-12-, 1971

M. E. ROGERS
P. O. Box 72
Helena, Montana 59601

ACCEPTANCE OF ASSIGNMENT

VICTOR ANDERSON, the assignee above named, having obtained the written consent of the lessors to said assignment, does hereby accept this assignment and agrees that he will be bound by and perform and observe all of the terms, covenants and conditions of the Mining Lease Agreement of September 26, 1970 on the part of the lessees therein named to be performed and observed.

DATED: Feb. 18, 1971

VICTOR ANDERSON
P. O. Box 15
Valmy, Nevada 89438

COOKE & ROBERTS
ATTORNEYS
RENO, NEVADA

STATE OF Calif)
COUNTY OF Los Angeles) SS:

On the 17th day of February, 1971, personally appeared before me, a Notary Public, M. E. ROGERS, who acknowledged that he executed the foregoing instrument.

OFFICIAL SEAL
ELEANOR M. WEIS
NOTARY PUBLIC-CALIFORNIA
LOS ANGELES COUNTY
My Commission Expires July 23, 1973

Eleanor M. Weis
NOTARY PUBLIC

STATE OF NEVADA)
COUNTY OF WASHOE) SS:

On the 18th day of February, 1971, personally appeared before me, a Notary Public, VICTOR ANDERSON, who acknowledged that he executed the foregoing instrument.

Helen E. Harper
NOTARY PUBLIC

HELEN E. HARPER
Notary Public — State of Nevada
Washoe County
My Commission Expires June 12, 1973

OPTION TO PURCHASE LEASEHOLD INTEREST

In consideration of the sum of ONE THOUSAND DOLLARS ($1,000.00) paid to the undersigned, the receipt of which is hereby acknowledged, undersigned hereby gives to Victor Anderson, Box 15, Valmy, Nevada, (hereinafter called Assignee) his heirs and assigns, the exclusive option to purchase for the further sum of FOUR THOUSAND DOLLARS ($4,000.00) (hereinafter called the Purchase Price) all of the undersigned's right, title and interest in and to that certain "Mining Lease Agreement" dated September 2, 1970 by and between Roy C. Troeger, David E. Hinckle and Carl Dresselhaus, Lessors and R. N. Pudge and M. E. Rogers, Lessees, covering thirty-one (31) contiguous lode unpatented mining claims known as Del Norte, Del Norte Number 1, 2, 3, 4, and 5, Del Norte Fraction, Inyo, and Inyo Number 1, 2, and 3, Silver Ball, Silver Ball Number 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, and 11, and Gold Rock, Gold Rock Number 1, 2, 3, 4, 5, 6, and 7; said agreement having been recorded in Book 192, page 421 of the Official Records of Inyo County, California, on October 5, 1970, on the terms and conditions following, to-wit:

1. The assignee must exercise this option on or before thirty (30) days from date hereof otherwise it shall become null and void.

2. If assignee concludes to exercise this option, notice shall be given the undersigned, either by letter addressed to M. E. Rogers, P. O. Box 72, Helena, Montana, 59601, or by written notice delivered to the undersigned. Within five (5) days after the giving of such notice the undersigned agrees to execute, acknowledge and deposit in escrow with the First National Bank of Nevada, One East First Street, Reno, Nevada, a good and sufficient quitclaim deed or assignment, to be prepared by assignee, transferring and conveying to assignee all of the undersigned's right, title and interest in and to the aforesaid

mining lease agreement and the property covered thereunder. At the same time assignee gives this notice to the undersigned, assignee must deposit the sum of FOUR THOUSAND DOLLARS ($4,000.00) with said First National Bank of Nevada, Reno, Nevada.

In the event said option is exercised as aforesaid, this agreement, and particularly the provisions of this paragraph shall constitute the escrow instructions. Upon the delivery of said deed or assignment and the payment of the purchase price as aforesaid, said First National Bank of Nevada is hereby instructed to pay over and deliver to the undersigned at the aforementioned address the sum of FOUR THOUSAND DOLLARS ($4,000.00); said Bank is further instructed upon receipt of said payment to forthwith deliver the quitclaim deed or assignment deposited with it by the undersigned and held by said Bank to assignee in care of Cooke & Roberts, Suite 1400, One East First Street, Reno, Nevada. If the FOUR THOUSAND DOLLARS ($4,000.00) is not paid within the time hereinabove mentioned, then said deed or assignment is to be returned to the undersigned unless the escrow holder is advised in writing by the undersigned to retain the same. All escrow fees shall be paid by assignee.

3. The undersigned covenants and warrants that he has not sold, assigned, conveyed or otherwise encumbered his interest in and to the aforesaid mining lease or the property covered thereunder and that he is the owner of said leasehold interest (save and except the interest of his co-lessee, R. N. Pudge) free and clear of all liens, claims, demands or other encumbrances. The undersigned further agrees that in the event said option is exercised, the assignment or conveyance shall cover and extend to any further or additional right, title, interest or estate now or hereafter acquired by the undersigned and shall include any other leasehold interest or claim or right of any kind or nature that the undersigned may have had under a previous lease covering the aforedescribed mining property or any portion thereof.

4. Both parties agree to use their best efforts to obtain lessors' consent to this option agreement and to the proposed assignment.

5. This agreement shall be absolutely null and void and of no force whatsoever unless and until all of the lessors under the aforementioned lease of September 26, 1970 shall have consented in writing to this option and to such assignment or assignments as assignee may require. If for any reason any or all of said lessors refuse to consent to this agreement and the assignment or assignments proposed by assignee within fifteen (15) days from the date hereof, then and in that event the undersigned covenants and agrees to forthwith repay said ONE THOUSAND DOLLARS ($1,000.00) to assignee, in care of Cooke & Roberts, P. O. Box 2229, Reno, Nevada 89505, on his demand and in such case the undersigned acknowledges that this option has no force or effect by reason of a failure of consideration.

6. The undersigned does hereby acknowledge that assignee has made no representations to him that are not set forth or mentioned herein.

7. If assignee shall fail to notify undersigned within the time hereinabove limited of his election to obtain an assignment of said leasehold interest, or if after giving such notice, assignee fails to make the deposit of the purchase money in escrow with the First National Bank of Nevada within the time herein limited, this option shall be thereafter null and void and the undersigned no longer bound hereby. In such event the undersigned however shall retain the ONE THOUSAND DOLLARS ($1,000.00) as the consideration for this option provided lessors' consents have been obtained as aforesaid.

8. This option agreement shall be binding on and inure to the benefit of the heirs, executors, administrators and

assigns of the undersigned.

DATED: FEBRUARY 1, 1971.

M. E. ROGERS

STATE OF MONTANA)
) SS:
COUNTY OF)

On February 1st, 1971, personally appeared before me, a notary public, M. E. ROGERS, who acknowledged that he executed the foregoing instrument.

NOTARY PUBLIC

NOTARY PUBLIC for the State of Montana
Residing at Helena, Montana
My Commission Expires July 3, 1971

COOKE & ROBERTS
ATTORNEYS
RENO, NEVADA

OME 6827 (Gold)
Mineral Associates Ltd.
Inyo County, California
Del Norte Property

NARRATIVE REPORT JUNE-JULY

With the exception of sample gathering and minor surveying, recent activities have centered entirely on analytical work, performed by D.&H. Technical Service, Reno, Nevada.

Bulk samples D.N. #1 through #7 were first run, followed by samples CRDN-72-73-74 taken by Dr. H.R. Cooke, consulting geologist. Assaying by cyanide produced an average of 0.207 oz. Au. and 0.57 oz. Ag. per ton, compared to 0.17 Au. and 1.2 Ag. per ton by standard fire assay (Del Norte Bulk). Dr. Cooke's samples averaged 0.121 Au. and 0.27 Ag., a very close comparison to the samples being checked.

Ten drill hole composites were assayed by cyanide with the following averages: Au. 0.073-Ag. 0.195. Comparable fire assays indicate: Au. 0.0486-Ag. 0.909.

Sample CRDN #72 was accidentally contaminated, giving poor results. A smaller retained split was run, holding well within the expected limits.

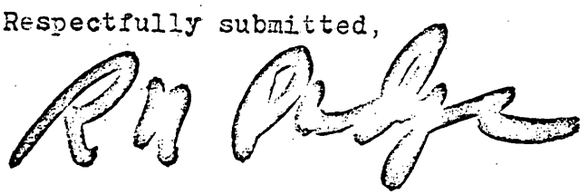
Four fire assy splits were fired on CRDN #73, all falling within acceptable limits (U.S.B.M.)

Fire assay comparisons, not included in the accompanying voucher, are submitted for all work.

Future drilling, sample preparation and assaying will be more carefully executed, due to the substantial variance noted between bulk sampling and drill cutting assays.

Bulk sampling embraced an area approximately 100 feet wide, between drill holes #8-#51. Detailed surveying of such bulk samples was not attempted, due to the large area covered.

Respectfully submitted,



COOKE AND ROBERTS
ATTORNEYS AND COUNSELORS AT LAW
ONE EAST FIRST STREET, SUITE 1400
P. O. BOX 2229
RENO, NEVADA
89505

THOMAS A. COOKE
BRUCE D. ROBERTS

DAVID J. REESE

AREA CODE 702
TEL. 329-1766

February 9, 1971

CMP-65 27

Mr. Harold K. Stager
Department of Interior
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

HK ~~TAC~~
~~TAC~~

RE: R. N. Pudge - Consent of Lessors

Dear Mr. Stager:

Further to our letter of February 3, 1971, enclosed find two copies of Consent to Transfer executed by the lessors dated February 6, 1971, to be attached to the Option to Purchase Leasehold Interest dated February 1, 1971 between M. E. Rogers and Victor Anderson.

Sincerely,

Thomas A. Cooke

Thomas A. Cooke (h)

TAC:h
Encs.

RECEIVED
FEB 10 1971
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

R.N. Pudge and L. Pudge
Financial Position
Current: January 1, 1971

Cash in banks	$2,700.00
Stocks	
50 A.T.&T. @ $50	2,500.00
25 P.G.&E. 5% preferred @ $20	500.00
20 Sierra Pac. Power @ $25	500.00
15 Portland Gen. Elec. @ $15	225.00
Elec. Apparatus and machinery	6,000.00
Real Estate Equity	12,000.00
Autos-trucks (approx.)	5,000.00
	$26,725.00

Monthly income approx.	1,200.00
Liabilities:	
Short term	1,500.00
Long term (real estate)	7,500.00

R.N. Pudge

R.N. Pudge

L. Pudge

L. Pudge

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code

September 14, 1971

Memorandum

To: The File

From: Chief, Office of Minerals Exploration

Subject: OME-6827 (Gold)
Mineral Associates Ltd.
Del Norte Property
Inyo County, California
Contract 2293

Justification for Amendment No. 2

The subject contract expired on September 5, 1971 but work authorized under terms of the amended contract has not been completed. The sampling and analytical work authorized by Amendment No. 1 is still in progress. The results of this work will determine whether Stage II work should be started or the contract terminated with the completion of Stage I work. The Government has spent $17,310 on the contract through July 1971, and it is important to keep the contract in force until all work necessary to certify or write-off the contract has been completed.

I concur in the Field Officer's recommendation to amend the contract.

Harold Kirkemo

Harold Kirkemo

cc: Director's reading file
Mineral Resources
OME reading file
Mr. Kirkemo

HKirkemo/cac 9-14-71

Victor D. Anderson
P.O. Box 4206
Burbank, California 91503

OFFICIAL COPY
O. M. E.
RECEIVED
FEB 8 '81
INITIAL NOTE
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WE

U.S. Department of the Interior
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

OME-6827 (Gold)
Mineral Associates Ltd.
Del Norte Property
Inyo County, California

Attention: Mr. Harold K. Stager

Gentlemen:

I have acquired an option interest for the 50% equity, in the subject property from Mr. M.E. Rogers, of Helene Montana. I wish to make the following representations for the benefit of Mineral Associates, Ltd., of which I will become a partner, upon the exerise of my option.

As of this date I will assume all financial and other obligations heretofore borne by Mr. Rogers, as regards Mineral Associates Application for Financial Assistance.

For a period of ten years I have been engaged in small mine exploration and for 2½ years was employed by Duval Corporation in stripping and mining operations at their Copper Canyon-Basin pits near Battle Mountain, Nevada. I have extensive experience in the operation of drilling equipment.

My principal occupation is real estate and light sub-contracting for real estate development.

A brief analysis of my financial position is:

Real estate, approx.	$20,500.00
Vehicles	4,500.00
Contractors equipment	33,900.00
Cash	3,200.00
Income: (monthly) From equip. rental	800.00
Working income	1,000.00
Liabilities, approx.	4,600.00

The foregoing is accurate as of January 31, 1971.

Subscribed and sworn to before me this
3RD day of FEB., 1971
Leona R. Trissell
NOTARY PUBLIC, in and for the County
of Los Angeles, State of California
My Commission Expires April 15, 1974

Yours with respect,

Victor D. Anderson

Victor D. Anderson, Esq.
February 3, 1971

OFFICIAL SEAL
LEONA R. TRISSELL
NOTARY PUBLIC-CALIFORNIA
LOS ANGELES COUNTY
My Commission Expires Apr. 15, 1974

Victor D. Anderson
P.O. Box 4206
Burbank, California 91503

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FEB 8
ENTITLEMENT
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LOS ANGELES COUNTY
My Commission Expires Apr. 15, 1974

Richard N. Pudge
P.O. Box 1591
Battle Mountain, Nevada
89028

January 20, 1971

U.S. Department of the Interior
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

Att: Mr. R. Smith, OME 6827 (Gold)

Dear Mr. Smith:

Pursuant our conversation, I wish to submit the attached financial statement for Richard and Lola Pudge. Some figures are close approximations, as my records are in Los Angeles.

I called Mel Rogers advising him of the desired information. He is sending it to me and I will forward it immediately.

Please advise if we can further assist.

Very truly yours,

Richard N. Pudge

RECEIVED
JAN 25 1971
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

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Mr. Kirkemo

HKirkemo/cac 9-14-71

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