

Lincoln County

MEMORANDUM OF LEASE AND OPTION AGREEMENT

NOTICE IS HEREBY GIVEN that under that certain Lease and Option Agreement dated as of the 1st day of April, 1977, between CLIFFORD WILLIAMSON and ELVA PERRY WILLIAMSON, husband and wife, (hereinafter called "Owners"), and PHELPS DODGE CORPORATION, a New York corporation, (hereinafter called "Phelps Dodge"), Owners have leased, let and demised and do by these presents lease, let and demise to Phelps Dodge, its successors and assigns, the patented mining claims in the Pahrnagat Lake (Hiko) Mining District, Lincoln County, Nevada, comprising a portion of Section 5, Township 4 South, Range 59 East, M.D.M., and more particularly described in Exhibit A attached hereto, with the right to explore and develop said claims; and Owners have granted and by these presents do grant to Phelps Dodge the exclusive right and option to purchase said claims at any time prior to expiration or termination of said lease agreement, all upon and subject to the terms, covenants and conditions of said agreement, for a period of five (5) years commencing on the date thereof and ending on March 31, 1982, unless sooner terminated or unless extended for additional one (1) year periods for up to a total of fifteen (15) additional years in the manner provided by said Lease and Option Agreement.

This memorandum is executed for the purpose of affording notice of the existence of said Lease and Option Agreement and the terms and provisions thereof, which terms and provisions are incorporated herein by reference for all purposes.

A copy of this agreement is on file with the Owners whose address is Mr. Clifford Williamson, 718 Griffith Avenue, Terrell, Texas 75160.

IN WITNESS WHEREOF, this Memorandum of Lease and Option

Agreement has been executed effective as of the day first set forth above.

Clifford Williamson
CLIFFORD WILLIAMSON

Elva Perry Williamson
ELVA PERRY WILLIAMSON

PHELPS DODGE CORPORATION

By: W. H. Brown
Its Vice President

ATTEST:

Robert Deenan
Its Secretary

STATE OF TEXAS |
COUNTY OF KAUFMAN |

The foregoing instrument was acknowledged before me this
5th day of May, 1977, by CLIFFORD WILLIAMSON
and ELVA PERRY WILLIAMSON, husband and wife.

Tom M. Snow
Notary Public in and for
Kaufman County, Texas

My Commission Expires:

June 1, 1977

STATE OF NEW YORK |
COUNTY OF NEW YORK |

The foregoing instrument was acknowledged before me this
12th day of May, 1977, by W.K.
Brown, Vice President of PHELPS DODGE CORPORATION for
and on behalf of the corporation.

Josephine Cincoita
Notary Public in and for
New York County, New York

My Commission Expires:

JOSEPHINE CINCOITA
Notary Public, State of New York
No. 41-4511213
Qualified in Queens County
Cert. Filed in New York County
Commission Expires March 30, 1979

EXHIBIT A

Those certain patented lode mining claims in the Pahrnagat Lake (Hiko) Mining District, Lincoln County, Nevada, included in Mineral Survey No. 4565, the name of which are as follows:

Silver Leaf
Little Blue Boy
Little Blue Boy No. 1
Little Blue Boy No. 2
Vermont
Red Top
Red Top No. 1
Red Top No. 2
Red Top No. 3
Red Top No. 5
Red Top Fraction
McCurty
McCurty No. 1
Utah

No. 61155
FILED AND RECORDED AT REQUEST OF
EVANS, KITCHEN & JENCKES
JAN. 13. 1978
AT 1 MINUTES PAST 1 O'CLOCK
2 P.M. IN BOOK 23 OF OFFICIAL
RECORDS, PAGE 605 LINCOLN
COUNTY, NEVADA.
William B. ...
COUNTY RECORDER