

~~EXHIBIT 16~~

INDENTURE

THIS INDENTURE, dated this 3/21, day of July, 1976, between FREJONLEY MINING COMPANY, a Utah corporation, referred to as "LESSOR" in this Indenture, and B F MINERALS CORPORATION and HARTER & COMPANY, both Texas corporations, referred to as "LESSEE" in this Indenture,

WITNESSETH:

In consideration of the sum of Ten Dollars (\$10) and other good and valuable consideration paid by Lessee to Lessor, and in consideration of the covenants and agreements herein set forth, the parties agree as follows:

1. LESSOR hereby demises, leases and lets unto LESSEE for mining purposes those patented mining claims situated in the Silverhorn mining District, Lincoln County, Nevada, which are more particularly described in Exhibit "A", attached to and made a part of this Indenture.
2. The terms and conditions of said leasehold interest are contained in a Mining Lease of even date herewith between the parties hereto, a copy of which is lodged in the files of LESSOR and the LESSEE.
3. The term of said leasehold interest is for ten (10) years from the date hereof, unless sooner terminated or extended as provided in Article II of said Mining Lease.
4. Said Mining Lease and this Indenture constitute the entire agreement of the parties as provided in Article XXVI of said Mining Lease.

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

LESSOR

FREJONLEY MINING COMPANY

By [Signature]
Its [Signature]

LESSEE

~~B F MINERALS CORPORATION~~

By [Signature]
Its [Signature]

By [Signature]
Its [Signature]

B F Minerals Corporation, Harter & Company,
A. G. Galt, Roy E. Nelson, R. Lewis Chandler
Trust a partnership designated Silverhorn Joint
Venture

By [Signature]
(Partner)

STATE OF UTAH)
 : SS.
COUNTY OF SALT LAKE)

On March 31, 1978, personally appeared before me, a Notary Public, Lory M. Free, who acknowledged that he executed the above instrument.

Stirling E. Evans
Notary Public
Residing at Salt Lake City, Utah

My Commission Expires:
March 3, 1980

STATE OF UTAH)
 : SS.
COUNTY OF SALT LAKE)

On March 31, 1978, personally appeared before me, a Notary Public, Roy E. Nelson, who acknowledged that he executed the above instrument.

Stirling E. Evans
Notary Public
Residing at Salt Lake City, Utah

My Commission Expires:
March 3, 1980

EXHIBIT "A"

Patented Mining Claims U. S. Mineral Survey No. 3727

- Horn Silver No. 1
- Horn Silver No. 2
- Horn Silver No. 3
- Horn Silver No. 4
- Horn Silver No. 5
- Ruby Lodes

The above-described claims are contiguous and are located within Lincoln County, Nevada.

No. 61734
FILED AND RECORDED AT REQUEST OF
Lewis Chandler
April 7, 1978
AT 1 MINUTES PAST 1 O'CLOCK
P. M. IN BOOK 25 OF OFFICIAL
RECORDS, PAGE 103 LINCOLN
COUNTY, NEVADA.

DOMINICK BELINGHERI
COUNTY RECORDER
[Signature]
Deputy

WA
10/21/78