

OPTION AGREEMENT

(SHORT FORM)

THIS AGREEMENT (SHORT FORM), dated this 24th day of April, 1980, is between FREJONLEY MINING CO., a Utah corporation ("Optionor"), 1709 North 580 East, Provo, Utah 84601, and TEXASGULF WESTERN INC., a Delaware corporation ("Texasgulf"), 5934 McIntyre Street, Golden, Colorado 80401.

1. In consideration of \$10.00 and other good and valuable consideration, Optionor hereby grants to Texasgulf the exclusive option (the "Option") to purchase the entire interest in the unpatented lode mining claims located in Lincoln County, Nevada, more particularly described in Exhibit A attached hereto and made a part hereof (collectively referred to as the "Claims"). At any time during the Option Period, Texasgulf may exercise the Option by giving written notice to Optionor. The Option is granted upon the terms and conditions set forth in particular in the Option Agreement.

2. The Option is granted for a period of five years from the date of the Option Agreement (the "Option Period"), unless sooner terminated by the exercise of the Option or under any of the provisions of the Option Agreement.

3. During the Option Period, unless sooner terminated or exercised, Texasgulf shall pay Optionor monthly option payments as consideration for the right to continue the Option from month to month, pursuant to the terms of the Option Agreement.

4. During the Option Period, Texasgulf shall have the exclusive right, but not the obligation, at any time and from time to time through its authorized agents, employees, contractors and representatives, to enter upon the Claims to explore for and develop the minerals thereon and therein, to the extent and at the locations which Texasgulf deems desirable, pursuant to the terms of the Option Agreement.

5. Optionor warrants title to the Claims.

6. If any mining claims within one mile of the outer perimeter of the Claims are acquired by location by either Optionor or Texasgulf, such claims shall be made a part of the Claims, pursuant to the terms of the Option Agreement.

7. Optionor and Texasgulf may assign their interests in the Option Agreement, provided that any such assignments shall be subject to the terms of the Option Agreement.

8. On the same date herewith, Optionor and Texasgulf executed an Option Agreement (the "Option Agree-

ment") covering the Claims. Optionor and Texasgulf agree that this instrument is prepared, executed, acknowledged and recorded for the sole purpose of providing notice of the Option Agreement and that the respective rights of Optionor and Texasgulf will be governed by the Option Agreement, and not this instrument.

Information concerning the Option Agreement may be obtained from Texasgulf at the following address:

Texasgulf Western Inc.
5934 McIntyre Street
Golden, Colorado 80401
Attention: Mr. I. L. Turner

IN WITNESS WHEREOF, this instrument is executed as of the date first above written.

TEXASGULF WESTERN INC.

By G. W. Mannard
President

FREJONLEY MINING CO.

[Signature]
President

STATE OF COLORADO)
) ss.
COUNTY OF JEFFERSON)

The foregoing instrument was acknowledged before me this 25th day of April, 1980 by G. W. Mannard as President,

Lincoln County

EXHIBIT A

(Attached to and made a part of Option Agreement (Short Form) dated April 22, 1980 between Frejonley Mining Co. and Texasgulf Western Inc.)

CLAIMS

Lincoln County, Nevada

The following unpatented lode mining claims:

<u>Claim Name</u>	<u>Recorded</u>		<u>BLM Serial No.</u>
	<u>Book</u>	<u>Page</u>	
Black King	"0"-1	194	N-MC 82543
Black King #1	"	195	N-MC 82544
Black King #2	"	195	N-MC 82545
Black Queen	"	193	N-MC 82546
Black Queen #1	"	263	N-MC 82547
Black Queen #2	"	264	N-MC 82548
Fitz	"	192	N-MC 82549
Fitz #1	"	193	N-MC 82550
Highland King	"	190	N-MC 82551
Highland King #1	"	191	N-MC 82552
Modern Priscilla	"	190	N-MC 82553
Sagebrush	"	189	N-MC 82554
Silver Bonanza	"	197	N-MC 82555
Way Down	"	188	N-MC 82556
Wheeler	"	185	N-MC 82557
Wheeler #1	"	185	N-MC 82558
Wheeler #2	"	186	N-MC 82559
Wheeler #3	"	187	N-MC 82560
Wheeler #4	"	187	N-MC 82561
Wheeler #5	"	264	N-MC 82562
Black Bess	"	184	N-MC 82563
Black Boy	"	183	N-MC 82564
Black Jack	"	182	N-MC 82565
Black Jack #1	"	183	N-MC 82566
Black Maria	"	181	N-MC 82567
Black Prince	"	181	N-MC 82568
Black Prince #1	"	180	N-MC 82669

Lincoln County

<u>Claim Name</u>	<u>Recorded</u>		<u>BLM Serial No.</u>
	<u>Book</u>	<u>Page</u>	
Black Prince #2	"0"-1	179	N-MC 82570
Black Prince #3	"	179	N-MC 82571
Maryland	"	178	N-MC 82572
Yankee	"	177	N-MC 82573
Mr. Rainer	"	177	N-MC 82574

No. 68477
FILED AND RECORDED AT REQUEST OF
TEXASGULF INC
MAY 13, 1980
AT 1 MINUTES PAST 1 O'CLOCK
P M IN BOOK 37 OF OFFICIAL
RECORDS, PAGE 229 LINCOLN
COUNTY, NEVADA.

Y. H. METZEL
COUNTY RECORDER
Loren Anderson, Deputy