

Lincoln County

MEMORANDUM OF MINING LEASE - DON DALE

This Agreement effective this 15th day of June,
1981 is between Farrell Anhder & Mary Nadine Anhder, and Clarence G.
Edwards and Margaret Edwards, 1920 Gifford St., North Las Vegas, Nevada 89030
OWNERS and GRAYHILL EXPLORATION COMPANY, a Colorado Corporation, located
at 12189 Ralston Road, Suite 210, Arvada Colorado 80004, LESSEE.

RECITALS

OWNERS represent that they are the owners of and are in possession
of 13 unpatented lode mining claims, located in Lincoln
County, State of Nevada, and more particularly de-
scribed in Exhibit "A" attached hereto and incorporated by reference
herein.

GRAYHILL desires to obtain and OWNERS are willing to grant a mining
lease of the property.

Now therefore in consideration of Ten Dollars (\$10.00) and other
valuable consideration in hand paid to the OWNERS, the receipt and
sufficiency of which are hereby acknowledged and further in considera-
tion of the mutual covenants, agreements and promises herein contained,
the parties hereto agree as follows:

OWNERS lease the property to GRAYHILL for a period of 7
years, together with all appurtenances and water rights incident thereto
and all improvements and personal property thereon. The term of the Lease
is subject to the terms and conditions of the Lease and can be terminated
under the terms of the Lease by either party.

This short form (memorandum) shall not limit, decrease, increase
or in any manner affect any of the terms of said mining lease dated as
of this date June 1, 1981.

Lincoln County

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

OWNERS

Farrell Anhder
Farrell Anhder
S.S. or ID. No. 530-16-0865

Clarence G. Edwards
Clarence G. Edwards
S.S. or ID. No. 712-10-1625

Mary Madine Anhder
Mary Madine Anhder
S.S. or ID. No. 530-50-1134

Margaret Edwards
Margaret Edwards
S.S. or ID. No. 528-18-3164

GRAYHILL EXPLORATION COMPANY

By Dennis L. Lance
Dennis L. Lance
Vice President

ATTEST:

Joseph N. Swinderman
Joseph N. Swinderman, President
Grayhill Exploration Company

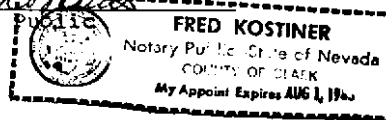
STATE OF NEVADA)
) ss.
COUNTY OF Clark)

On this 1st day of June, 1981 personally appeared before me, Farrell Anhder, Mary Madine Anhder, Clarence G. Edwards, Margaret Edwards, who acknowledged that they executed the above instrument.

Witness my hand and official seal.

My Commission expires: _____

Fred Kostiner
Notary Public



STATE OF COLORADO)
) ss.
COUNTY OF Jesserson)

The foregoing instrument was acknowledged before me this 15th day of June, 1981 by Dennis L. Lance, Vice President of Grayhill Exploration Company and Joseph N. Swinderman, President of Grayhill Exploration Company, a Colorado corporation, on behalf of said corporation.

Witness my hand and official seal.

My Commission expires: _____

My Commission expires April 9, 1985

Linda Engel
Notary Public

Lincoln County

EXHIBIT A

All those certain unpatented lode claims situate in Lincoln County, Nevada, more particularly described as follows:

<u>Name of Claim</u>	<u>Book</u>	<u>Page</u>	<u>BLM Number</u>
Blue Bird	V-1	166	NMC-91223
Blue Bird 2	V-1	428	NMC-91224
Blue Bird 3	W-1	96	NMC-91225
Blue Bird 4	W-1	96	NMC-91226
Badger	W-1	97	NMC-91227
Badger 2	W-1	98	NMC-91228
Badger 3	W-1	98	NMC-91229
Badger 4	W-1	98	NMC-91230
Jackson	V-1	166	NMC-91231
Jackson 2	W-1	96	NMC-91232
Jackson 3	W-1	97	NMC-91233
Jackson 4	W-1	97	NMC-91234
Jackson 5	W-1	97	NMC-91235

No. 72458
FILED AND RECORDED AT REQUEST OF
Grayhill Exploration
June 18, 1981
AT 1 MINUTES PAST 1 O'CLOCK
AM IN BOOK 44 OF OFFICIAL
RECORDS, PAGE 457 LINCOLN
COUNTY, NEVADA.

YURIKO SETZER
COUNTY RECORDER
Karen Anderson