DEED

Pursuant to that certain Joint Formation Agreement dated January 1, 1981 by and between Dallas Explorations, Ltd., a body corporate under the laws of British Columbia, and Combined Metals Reduction Company, a Utah corporation ("Grantor"), Grantor does hereby grant, bargain and sell to Dallas Mines, Inc., a Delaware corporation, all of its right, title and interest in and to that certain land and real property, together with any agreements relating to such land, real property or other related mining properties in which said Grantor has an interest, situated in Lincoln County, State of Nevada, and more particularly described in Exhibit "A" attached hereto.

TO HAVE AND TO HOLD by the said Dallas Mines, Inc. and assigns forever, as fully and complete as Grantor shall have title therein.

IN WITNESS WHEREOF, this DEED is executed this 22 of January, 1981.

COMBINED METALS REDUCTION COMPANY

President

STATE OF NEW YORK COUNTY OF NEW YORK

On this and day of January, 1981, personally appeared before me Lawrence T. Atkinson as President of Combined Metals Reduction Company, who acknowledged that he executed the above instrument.

FILED AND RECORDED AT REQUEST OF DALLAS MINES SEPT. 9, 1981 A MINUTES PAST COCLOCK P_M IN BOOK 46 OF OFFICIAL RECORDS, PAGE 391 LINCOLN No. 31-4675822 Qualified in New York County

46 Mice 391

EXHIBIT "A"

A plot of land containing approximately 9.986 acres, more or less, situated in the Town of Pioche, County of Lincoln, State of Nevada, and more particularly described as follows:

"Commencing on the northerly sideline of the Panaca Patented No. 39 claim (which said claim adjoins the said townsite) at a point 455' westerly along the said sideline of the said Panaca, running from the northeast corner of the said Panaca in said westerly direction toward the northwest corner of the said Panaca claim; and taking the said point hereinbefore fixed and determined as the point of beginning; thence, running in a true northerly direction (not magnetic north) 650'; thence running in a true westerly direction 600'; thence running in a true southerly direction 800' (more or less) to the northerly sideline of the said Panaca claim; thence, running in an easterly direction along the said north sideline of the said Panaca claim a distance of 655' (more or less) to the point of beginning, as the said area appears on the official map of the Town of Pioche." Excluding therefrom all Pioche town lots.

Said plot of ground was decded to Amalgamated by Charles Lee Horsey, District Judge, as Trustee, on February 25, 1915, said deed being recorded in Book "B-1" of Real Estate Deeds at page 123.

A parcel of ground described in a deed dated May 16, 1876, from Mortimer Fuller, Trustee, of the Townsite of Fioche, to Meadow Valley Mining Company, recorded in Book "N" of Real Estate Deeds at page 581, which parcel of ground is more particularly described as follows:

"Beginning at an Iron pin at the Southeasterly Corner of Lot one in Block Twenty-two, as the same is shown in the official map of the Town of Pioche, Lincoln County, State of Nevada. Thence South 49° 3/4 East 674 feet to an Iron pin on the westerly side of the Railroad, thence south 59° West along the Railroad 163-1/2 feet to an iron pin, on the Southerly side of the Railroad; thence South 87° West 160 feet to an iron pin on the Southerly side of the Railroad, thence South 62° West 508 feet to an iron pin, thence North 61-1/2° West 127 feet, to an iron pin, from which the Southwest corner of the Hoisting House of No. 5 Headow Valley M. C. bears North 16° West 84 feet, thence South 84° 1/4 West 83 feet to an iron pin, thence South 51° 1/4 West 172 feet to an iron pin, thence south 71° West 214 feet to an iron pin, thence South 83° 1/4 West 212 feet to an iron pin from which the Southwest Corner of the Hoisting House of the Meadow Valley M. Co. No. 3 bears North 1° West 96 feet, thence South 77° West 176 feet, to an iron pin. Thence North 13° West 70-1/2 feet to an iron pin. Thence North 55° West 280 feet to an iron pin. Thence North 34° 1/4 East 352 feet to an iron pin Twenty-five feet South of the Railroad. Thence North 87° 3/4 East 809 feet to an iron pin. Twenty feet South of a wagon road thence North 68° 3/4 East 409 feet to an iron pin, thence North 2-1/2° East 256 feet to an iron pin the place of beginning as the same is described and designated upon the plat of said Town.". Excluding therefrom Pioche Town lots 43, 44, 45 and 46, of Block 26, and excluding Pioche town lots 5 and 7 through 18 inclusive of Block