

Lincoln County

PUBLIC NOTICE OF CANCELLATION OF AGREEMENT

FOR SALE OF MINING PROPERTY

WHEREAS, on the 31st day of December, 1980, an Agreement for sale of mining property was executed between DONALD B. POTTS of P.O. Box 629, Tonopah, Nevada 89049 as Party of the First Part and Owner, and STAR MINING, INC., a New York corporation, as Party of the Second Part and Purchaser, for the sale of those certain groups of patented and unpatented mining claims situated in Lincoln County, Nevada, more particularly described in Exhibits A and C attached hereto and incorporated herein by express reference thereto; and

WHEREAS, the Party of the Second Part having failed, refused and neglected to comply with the terms, covenants and conditions of said Agreement for sale of mining property; and

WHEREAS, Notice of Default pursuant to Term Number 13 of said agreement for sale of mining property, a copy of which is marked Exhibit B and incorporated herein by reference thereto, dated October 6, 1981, was duly served upon STAR MINING, INC., Party of the Second Part, via certified mail on said 6th day of October, 1981, at:

STAR MINING, INC.
c/o Joe Lastella
Post Office Box 44106
Las Vegas, NV 89116

Certified Mail No. P239058321, Return Receipt requested, dated October 8, 1981, having been received and filed; and

WHEREAS, more than thirty (30) days has elapsed since date of Notice of Default and service of the same as herein set forth; and

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WHEREAS, under date of November 2, 1981,
said Joe Lastella as President of STAR MINING, INC.,
acknowledged said default in writing; and

WHEREAS, the Party of the Second Part has
failed, refused and neglected to comply with or cure
the defaults set forth in said Notice of Default;

NOW, THEREFORE, pursuant to the terms, covenants
and conditions of said Agreement for Sale of Mining
Property and the statute in such cases made and provided,

PUBLIC NOTICE IS HEREBY GIVEN that the said
Agreement for Sale of Mining Property has been duly
forfeited, canceled and terminated, and DONALD B.
POTTS, Party of the First Part and Owner, has entered
upon, repossessed, and re-occupied all of the mining
property the subject of said Agreement for Sale of
Mining Property and said STAR MINING, INC., its represen-
tatives, employees, agents, and assigns are publicly
notified not to enter in or upon said mining property
or in any way or manner interfere with the occupancy
and use of the same by DONALD B. POTTS, Party of the
First Part and Owner, as aforesaid.

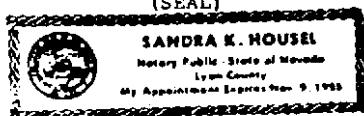
DATED this 19th day of March, 1982.

Donald B. Potts
DONALD B. POTTS
Party of the First Part/Owner

By *Wm. G. Crowell*
WM. G. CROWELL, ESQ.
Post Office Box 1000
Carson City, Nevada 89702
Attorney for Donald B. Potts

SUBSCRIBED and SWORN to
before me this *19th*
day of March, 1982.

Sandra K. House
NOTARY PUBLIC
(SEAL)



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EXHIBIT "A"

Mining Claims

Claim Name;	If Patented Pat. Sur. No.	Situating in Section	Recorded In	
			Lincoln County, Book	Nevada Page
Victor	3769	26		
Victor Extension (also known as Conqueror)	3769	26		
Apex	3769	23 & 26		
Financier	3769	23 & 26		
Michigan	3769	25 & 26		
Senator	3769	25 & 26		
Apac Fraction		26	"J-1"	Mining Notices 436
Contact No. 1		23 & 24	"N-1"	Mining Notices 112
Contact No. 2		24	"N-1"	" " " 113
Contact No. 3		23 & 24	"N-1"	" " " 113
Contact No. 4		24	"N-1"	" " " 114
Contact No. 5		24	"N-1"	" " " 114
Contact No. 6		24	"N-1"	" " " 115
Contact No. 7		24 & 25	"N-1"	" " " 115
Contact No. 8		24 & 25	"N-1"	" " " 116
Contact No. 9		24 & 25	"N-1"	" " " 116
Contact No. 10		25 & 30	"N-1"	" " " 117
Contact No. 11		24	"N-1"	" " " 118
Contact No. 12		24	"N-1"	" " " 118
Contact No. 13		24	"N-1"	" " " 119
Contact No. 14		24	"N-1"	" " " 119
Contact No. 15		24	"N-1"	" " " 120
Contact No. 16		24	"N-1"	" " " 120
Contact No. 17		24	"N-1"	" " " 121
Contact No. 18		24 & 25	"N-1"	" " " 121
Contact Fraction		19 & 31		
Bum Again No. 1		23 & 24	N-1	Mining Notices 112
Bum Again No. 2		23	"J-1"	" " " 190
Bum Again No. 3		23 & 26	"N-1"	" " " 427
Bum Again No. 4		23	"N-1"	" " " 428
Bum Again No. 5		23, 24 & 26	"N-1"	" " " 428
Bum Again No. 6		23, 24, 25 & 26	"N-1"	" " " 429
Bum Again No. 7		24, 25 & 26	"N-1"	" " " 429
Bum Again No. 8		24 & 25	"N-1"	" " " 430
Bum Again No. 9		25	"N-1"	" " " 430
Bum Again No. 10		25	"N-1"	" " " 431
Bum Again No. 11		25	"N-1"	" " " 431
Bum Again No. 12		25	"N-1"	" " " 432
Bum Again No. 13		25	"N-1"	" " " 432
Bum Again No. 14		25	"N-1"	" " " 433
Bum Again No. 15		24 & 25	"N-1"	" " " 433
		(Also	J-1	Mining Notices) 131
		25	J-1	" " " 132
		25	J-1	" " " 132
		25	J-1	" " " 131
		25	J-1	" " " 133
		24 & 25	J-1	" " " 133

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EXHIBIT "A"

**EQUIPMENT, MACHINERY, AND IMPROVEMENTS LOCATED AT THE
SALT LAKE-PIOCHE MINING COMPANY PROPERTY, PIOCHE, NEVADA.**

- 1 - MBM Gardner-Deaver 365 Cu. Ft. Air Compressor,
Powered by 75 HP Electric Motor.
 - 1 - Shaft Hoist at No. 2 Shaft, Powered by an Electric
Motor - approx. 35 HP.
 - 1 - Cage, Rails and Pipe - 3 1-ton, and dump Mine Cars.
 - 1 - Shaft Hoist at No. 4 Shaft, Powered by an Electric Motor,
approx. 50 HP.
 - 1 - Davey 105 Cu. Ft. Compressor, Serial No. 2-2503 driven
by Electric Motor Serial No. 593995.
- Power for Hoists and Compressor - Voltage 440 V., 60 Cy.
All Buildings were wired for 110 V. Lighting.
- 1 - 36 foot high Gallows Frame at No. 2 Shaft and also
2 Shute Bins.
 - 1 - 40 foot high Gallows Frame at No. 4 Shaft.
 - 1 - Hoist House and Office Building at No. 2 Shaft.
 - 1 - Hoist House and Office Building at No. 4 Shaft.
 - 2 - Shute Type 60 Ton Ore Bins, located at No. 4 Shaft, also
Shower Bath facilities for 10 men, located in #2 Hoist
House. Storage facilities for Fuel Storage and Gas, Explosives,
and General Supplies.

NOTE: All of the above listed items may, or may not, be
now present on the property having been the subject
of removal and vandalism and that the remaining
items are practically obsolete, and that said
SUB-LESSEE shall have full use and control of all
of the said equipment, machinery, and improvements
in connection with its operation, and, in the event
of default or cancellation of the subject Mining
Sub-Lease, the same shall be returned to the SUB-
LESSOR, subject to any use, deterioration, or
obsolescence thereof.

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EXHIBIT "C"

NAME OF CLAIM & NUMBER	SECTION	TOWNSHIP	RANGE	COUNTY	BOOK	ED PAGE
Ore 1	23-24	1N	67E	Lincoln	19	306
2	24	1N	67E		19	307
3	24	1N	67E		19	308
4	24	1N	67E		19	309
5	24	1N	67E		19	310
6	24	1N	67E		19	311
7	24	1N	67E		19	312
8	24	1N	67E		19	313
9	24	1N	67E		19	314
10	24	1N	67E		19	315
	19	1N	68E		19	
11	19	1N	68E		19	316
12	19	1N	68E		19	317
13	19	1N	68E		19	318
14	19	1N	68E		19	319
15	19	1N	68E		19	320
16	19	1N	68E		19	321
17	19	1N	68E		19	322
18	19	1N	68E		19	323
19	19-20	1N	68E		19	324
20	20	1N	68E		19	325
21	20	1N	68E		19	326
22	20	1N	68E		19	327
23	20	1N	68E		19	328
24	20	1N	68E		19	329
25	24	1N	67E		19	330
26	24	1N	67E		19	331
27	24	1N	67E		19	332
	19	1N	68E		19	
28	19	1N	68E		19	333
29	19	1N	68E		19	334
30	19	1N	68E		19	335
31	19	1N	68E		19	336
32	19	1N	68E		19	337
33	19	1N	68E		19	338
34	19	1N	68E		19	339
35	19	1N	68E		19	340
36	19-20	1N	68E		19	341
37	20	1N	68E		19	342
38	20	1N	68E		19	343
39	20	1N	68E		19	344
40	20	1N	68E		19	345
41	20	1N	68E		19	346
42	19-30	1N	68E		19	347
43	19-30	1N	68E		19	348
44	19-30	1N	68E		19	349
45	19-30	1N	68E		19	350
46	19-30	1N	68E		19	351
47	19-30	1N	68E		19	352
48	19-30	1N	68E		19	353
49	19-30	1N	68E		19	354
50	29-30	1N	68E		19	355
	19-20	1N	68E		19	

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NAME OF CLAIM & NUMBER	SECTION	TOWNSHIP	RANGE	COUNTY	RECORDED	
					BOOK	PAGE
Ore 51	20-29	1N	68E	Lincoln	19	356
52	20-29	1N	68E		19	357
53	20-29	1N	68E		19	358
54	20-29	1N	68E		19	359
55	20-29	1N	68E		19	360
56	25	1N	67E		19	361
57	30	1N	68E		19	362
	25	1N	67E		19	363
58	30	1N	68E		19	364
59	30	1N	68E		19	365
60	30	1N	68E		19	366
61	30	1N	68E		19	367
62	30	1N	68E		19	368
63	30	1N	68E		19	369
64	30	1N	68E		19	370
65	30	1N	68E		19	371
66	29-30	1N	68E		19	372
67	29	1N	68E		19	373
68	29	1N	68E		19	374
69	29	1N	68E		19	375
70	29	1N	68E		19	376
71	29	1N	68E		19	377
72	19-30	1N	68E		19	378
	24-25	1N	67E		19	
73	24-25	1N	67E		19	

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EXHIBIT "B"

OCTOBER 6, 1981

TO: STAR MINING, INC.,
A Nevada Corporation
c/o Joe Lastella
P.O. Box 131
Pioche, NV 89443

and

STAR MINING, INC.,
A New York Corporation
c/o Joe Lastella, President
P.O. Box 44106
Las Vegas, NV 89116

74916
FILED AND RECORDED AT REQUEST OF
CROWELL, CROWELL & POWELL
MARCH 23, 1982
AT 1 MINUTES PAST 1 O'CLOCK
P.M. IN BOOK 49 OF OFFICIAL
RECORDS, PAGE 258 LINCOLN
COUNTY, NEVADA
County Recorder

NOTICE OF DEFAULT

NOTICE IS HEREBY GIVEN that you are in default in the following terms, covenants and conditions of and to that certain Agreement for Sale of Mining Property executed as of the 31st day of December, 1980, by and between DONALD B. POTTS, Party of the First Part, and STAR MINING, INC., a New York Corporation, Party of the Second Part, for the sale by POTTS to STAR MINING, INC., for those certain patented and unpatented mining claims situated in Lincoln County, Nevada, more particularly described and set forth in Exhibit's "A" and "C" attached hereto and incorporated herein by express reference thereto.

Term 1 c: That you have failed, refused and neglected to pay the sum of ONE THOUSAND DOLLARS (\$1,000.00) due and payable on the first day of June, 1981;

Term 1 d: That you have failed to pay the sum of TWO THOUSAND DOLLARS (\$2,000.00) per month due and payable as of July 1, August 1, September 1, and October 1, 1981, for a total sum of EIGHT THOUSAND DOLLARS (\$8,000.00).

PLEASE TAKE NOTICE, pursuant to Term number 13 of said Agreement unless the unpaid sums amounting to NINE THOUSAND DOLLARS (\$9,000.00) are paid within thirty (30) days from the date hereof, POTTS as Party of the First Part and Seller, elects to declare said Agreement null and void and of no further force and effect, and declares said Agreement forfeited, cancelled and terminated, and POTTS will immediately enter upon and repossess all of the property the subject of said Agreement.

DATED this 6th day of October, 1981.

DONALD B. POTTS

By WM. J. Crowell, Esq.
WM. J. CROWELL, ESQ.
P.O. Box 1000
Carson City, NV 89702
Attorney for Donald B. Potts