

NOTICE OF OPTION

For and in consideration of the sum of \$10.00 and other good and valuable consideration, the receipt and adequacy of which are acknowledged, Sells 1974 Trust ("Optionor", whether one or more), has granted and does grant to MORANDA EXPLORATION, INC. ("Optionee"), a Delaware corporation with its principal office in the City of Denver and State of Colorado, the exclusive right and option to purchase the mining claims, situate in the County of Lincoln and State of Nevada, that are more particularly described in the attached Exhibit A together with the following, whether now owned or hereafter acquired by Optionor: (a) any and all veins, lodes and mineral deposits extending from or into, or contained in, the mining claims; (b) all ores and minerals in, under or upon the mining claims; (c) all right, title and interest of Optionor in and to the surface and subsurface of the mining claims; (d) all water, water rights, easements, and rights-of-way in, upon, under or in any way pertaining to the mining claims; and (e) all tenements, hereditaments and appurtenances of the mining claims (collectively the "Claims"). Optionor also has granted and does grant to Optionee, for so long as the option remains in effect, exclusive possession of the Claims and the full right and authority to enter upon the Claims and to conduct prospecting, exploration and development operations in, upon and under the Claims. The option and the exploration and development rights are granted under conditions and for considerations more particularly set forth in the Exploration and Option Agreement ("Agreement") dated the 1st day of June, 1983, from the Optionor to Optionee, which Agreement is incorporated herein and made a part hereof by reference. An original of said Agreement is on file at the office of

Lincoln County

Optionee, c/o Moranda Exploration, Inc., P.O. Box 15638, Denver, Colorado 80215. The option will terminate on the 1st day of November, 1988, unless extended or sooner terminated according to its term and conditions.

This Memorandum is executed this 31st day of May, 1983, by Optionor and Optionee for the purpose of giving record notice of the Agreement under the laws of the State of Nevada.

OPTIONOR:

SELLS 1974 TRUST

Charles F. Sells
Charles F. Sells, Trustee
Beverly Sue Sells Lalicker
Beverly Sue Sells Lalicker,
Trustee

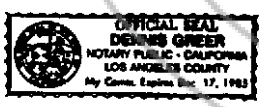
OPTIONEE:

By James A. Hall
Attorney-in-Fact

STATE OF California)
COUNTY OF Los Angeles) ss.

On this 31 day of May, 1983, before personally appeared Charles F. Sells & Beverly Sue Sells Lalicker known to me to be the persons whose names are subscribed to the within instrument and acknowledged to me that they executed the same.

IN WITNESS WHEREOF, I hereunto set my hand and official seal.



Dennis Greer
Notary Public for the State of

Residing at _____

My commission expires: Dec 17, 1985

Lincoln County

STATE OF _____)
) SS.
COUNTY OF _____)

On this _____ day of _____, 1983, before me personally appeared _____, known to me to be the person whose name is subscribed to the within instrument and acknowledged to me that he executed the same.

IN WITNESS WHEREOF, I hereunto set my hand and official seal.

Notary Public for the State of _____

Residing at _____

My commission expires: _____

STATE OF NEVADA)
) ss.
COUNTY OF WASHOE)

On this 6th day of June, 1983, before me, the undersigned, a Notary Public in and for the County of Washoe, State of Nevada, duly commissioned and sworn, personally appeared Joyce A. Hall, known to me to be the person whose name is subscribed to the within instrument as the attorney in fact of Noranda Exploration, Inc., and acknowledged to me that she subscribed the name of Noranda Exploration, Inc. thereto as principal, and her own name as attorney in fact, freely and voluntarily and for the uses and purposes therein mentioned.



Kathryn A. Sterling
Notary Public

at Washoe County

My Commission Expires: April 25, 1986

Lincoln County

EXHIBIT A
to Exploration and Option Agreement
dated June 1, 1983,
between Sells 1974 Trust and
Noranda Exploration, Inc.

THE CLAIMS

County of Lincoln, State of Nevada.

Patented Claims

<u>Claim Name</u>	<u>Mineral Survey No.</u>
John T.	# 37
Indian Chief	# 39
Lehmer	# 38

78632

No. 78632
FILED AND RECORDED AT REQUEST OF
NORANDA EXPL. INC.
SEPT. 7, 1983
AT 55 MINUTES PAST 1 O'CLOCK
P.M. IN BOOK 56 OF OFFICIAL
RECORDS, PAGE 652 LINCOLN
COUNTY, NEVADA.
Yvonne Nelson
COUNTY RECORDER