

QUITCLAIM DEED

KNOW ALL MEN BY THESE PRESENTS, That Resource Associates of Alaska, Inc., an Alaska corporation, with its principal place of business at 122 First Avenue, Fairbanks, Alaska 99701, hereinafter called "Grantor", for and in consideration of Ten Dollars (\$10.00) and other valuable consideration, does hereby convey remise, release and quitclaim unto NERCO Minerals Company, an Oregon corporation, 122 First Avenue, Fairbanks, Alaska 99701, hereinafter called "Grantee", all of the Grantor's right, title and interest in those certain mining claims situated in Lincoln County, in the State of Nevada, more fully described on the attached Exhibit A.

In Witness Whereof, the Grantor has executed this Deed as of this 12 day of August, 1986.

RESOURCE ASSOCIATES OF ALASKA, INC.

By: Lawrence E. Hetner
Title: PRESIDENT

STATE OF ALASKA)
4th Judicial District)

On this 12 day of August, 1986, before me, MARGARET A. HOLBERT, a Notary Public for the State of ALASKA, personally appeared LAWRENCE E. HETNER, known to me to be the PRESIDENT of the corporation that executed the above instrument or the person who executed the instrument on behalf of said corporation and acknowledged to me that such corporation executed the same.

In witness whereof, I have hereunto set my hand and affixed my official seal the day and year in this certificate first above written.



Margaret A. Holbert
Notary Public
Residing at: FAIRBANKS, ALASKA
My Commission Expires: MAY 7, 1988

Please return recorded original to:
Terri Wilja
Nerco Minerals Co
111 SW Columbia, Suite 800
Portland, Oregon 97201

Documentary Transfer Tax \$0.00
Edward C. Koltz, NERCO Minerals Co.

EXHIBIT A

All those certain patented mining claims situated in the Comet Mining District, County of Lincoln, State of Nevada, more particularly described as follows:

Cedar No. 7, Hub, Hub No. 1, Hub No. 8, Mulla No. 1, Juniper No. 1, Juniper No. 2, Pine No. 5, Pine No. 6, Pup No. 1, Spoke No. 1, Spoke No. 2 Lode Mining Claims designated by the Surveyor General as Survey No. 4731, embracing a portion of Sections 20, 29 and 32 in T. 1 N. R. 66 E. M.D.B.&M., in the Comet Mining District, as described in Patent No. 1114190, executed by the United States of America, recorded August 7, 1942 in Book C-1, Page 486, Mining Deeds, Lincoln County, Nevada.

Comet Chief, Juniper No. 3, Juniper No. 4, Log Cabin, Log Cabin No. 2, Murphy, Murphy No. 4, Murphy No. 5, Roxana, Stone Cabin, Tom Boy No. 1 Lode Mining Claims designated by the Surveyor General as Survey No. 4732, embracing a portion of Sections 29, 30, 31 and 32 in T. 1 S. R. 66 E. M.D.B.&M., in the Comet Mining District, as described in Patent No. 1114401, executed by the United States of America, recorded September 21, 1942 in Book C-1, Page 493, Mining Deeds, Lincoln County, Nevada.

Central No. 3, Central No. 4, Central No. 6, Central No. 7, Central No. 8, Dorothy, Mount Comet No. 1, Mount Comet No. 3, Mount Comet No. 4, Mount Comet No. 6, Mount Comet No. 7, Ramona, Ronnow, Sheik No. 3, Stella No. 2 Lode Mining Claims designated by the Surveyor General as Survey No. 4734, embracing a portion of T. 1 S. R. 66 E. M.D.B.&M., in the Comet Mining District, as described in Patent No. 1118922, executed by the United States of America, recorded November 13, 1946 in Book D-1, Page 50, Mining Deeds, Lincoln County, Nevada.

Fox and Southside Lode Mining Claims designated by the Surveyor General as Survey No. 4736, embracing a portion of T. 1 S. R. 66 E. M.D.B.&M., in the Comet Mining District, as described in Patent No. 1114167, executed by the United States of America, recorded August 7, 1942 in Book C-1, Page 485, Mining Deeds, Lincoln County, Nevada.

Iron Cap No. 3, Iron Cap Extension and Silver Star Lode Mining Claims, designated by the Surveyor General as Survey No. 4741, embracing a portion of T. 1 S. R. 66 E. M.D.B.&M., in the Comet Mining District, as described in Patent No. 1114191, executed by the United States of America, recorded August 7, 1942 in Book C-1, Page 490, Mining Deeds, Lincoln County, Nevada.

Lincoln County

PAN AMERICAN MINE
Unpatented Claims

All those certain unpatented lode mining claims situated in the Coast Mining District, County of Lincoln, State of Nevada, more particularly described as follows:

<u>CLAIM NAME</u>	<u>LOCATION DATE</u>	<u>CO. RECORD BOOK-PAGE</u>	<u>BLM SERIAL NO.</u>
Albert	07/01/1925	M-1; 185	MHC 87849
Argentum	05/28/1929	J-1; 71	87783
Argentum #1	"	J-1; 72	87784
Argentum #2	"	"	87785
Argentum #3	"	J-1; 73	87786
Argentum #4 (and)	09/26/1979	32; 671	98080
Argentum #5 (and)	"	32; 672	98081
Argentum #6 (and)	"	32; 673	98082
Argentum #7 (and)	"	32; 674	98083
Bald Eagle (and)	08/10/1936	L-1; 187	87851
Blue Jay	07/12/1920	J-1; 116	87775
Blue Jay #1	07/18/1929	J-1; 117	87774
Blue Jay #2	07/08/1929	"	87775
Boarding House	07/01/1925	M-1; 185	87850
Calico	03/01/1928	M-1; 277	87776
Calico #1	"	M-1; 278	87777
Calico #2 (and)	09/26/1979	32; 675	98084
Cedar #1	12/12/1928	M-1; 406	87729
Cedar #2	12/13/1928	M-1; 407	87730
Cedar #3	"	"	87731
Cedar #4	12/13/1928	M-1; 408	87732
Cedar #8	12/23/1928	"	87733
Central	07/01/1926	M-1; 107	87778
Central #1	"	"	87779
Central #2	"	M-1; 108	87780
Christensen	12/20/1928	M-1; 417	87857
Coast Chief #1	07/12/1928	M-1; 343	87781
Coast Chief #2	"	"	87782
Coast Giant	12/20/1928	M-1; 415	87854
Coast King	"	M-1; 416	87855
Coast Standard	12/20/1928	M-1; 415	87856
Curtis	03/04/1929	M-1; 484	87853
Deerhorn	07/12/1929	J-1; 110	87700
Deerhorn #1	"	"	87701
East Side #1	09/17/1929	J-1; 211	87702
East Side #2	"	"	87703
East Side #3	"	J-1; 212	87704
East Side #4	"	"	87705
East Side #5	"	J-1; 213	87706
East Side #6	"	"	87707
East Side #7	09/17/1929	J-1; 214	87708
East Side #8	"	"	87709
East Side #9	09/18/1929	J-1; 215	87710
East Side #10	"	"	87711
East Side #11	"	J-1; 216	87712
East Side #12	"	"	87713
East Side #13	09/19/1929	J-1; 217	87714
East Side #14	"	"	87715
East Side #15	"	J-1; 218	87716
East Side #16	"	"	87717

Lincoln County

PAN AMERICAN NINE
Unpatented Claims

CLAIM NAME	LOCATION DATE	CO. RECORD BOOK-PAGE	BLM SERIAL NO.
East Side #17	08/20/1929	J-1; 219	87718
East Side #18	"	"	87719
East Side #19	"	J-1; 220	87720
East Side #20	"	"	87721
East Side #21	10/08/1929	J-1; 221	87722
East Side #22	"	"	87723
East Side #23	04/17/1931	K-1; 24	87724
East Side #24	04/16/1931	K-1; 25	87725
East Side #25	"	"	87726
East Side #26	04/17/1931	K-1; 26	87727
East Side Fraction	10/18/1929	J-1; 222	87728
Elwood	07/20/1929	J-1; 138	87864
Evergreen #1	08/18/1934	G-1; 405	317130
Evergreen #2	"	G-1; 407	317131
Evergreen #3	"	G-1; 408	317132
Evergreen #4	"	G-1; 409	317133
Flapper #1 (amd)	08/18/1935	L-1; 61	87900
Flapper #2	12/10/1928	M-1; 402	87901
Flapper #3	"	"	87902
Flapper #4	"	M-1; 403	87903
Flapper #5	12/10/1928	M-1; 403	87904
Franklin	03/18/1927	M-1; 172	87868
Galena	05/20/1929	J-1; 73	87905
Galena #1	"	J-1; 74	87906
Galena #2	"	"	87907
Galena #3	"	J-1; 75	87908
Galena #4	"	"	87909
Galena #5 (amd)	09/26/1979	32; 679	98088
Galena #6 (amd)	"	32; 680	98089
Galena #7 (amd)	"	32; 681	98090
Galena #8 (amd)	09/26/1979	32; 682	98091
Gigolo	12/14/1928	M-1; 401	87917
Gigolo #2	11/13/1929	J-1; 209	87918
Gilhooky	03/01/1929	M-1; 487	87878
Great Western (amd)	07/01/1936	L-1; 173	87785
Great Western #1	10/22/1928	M-1; 398	87764
Great Western #2	"	"	87767
Great Western #3	"	M-1; 391	87768
Great Western #4	"	"	87769
Great Western #5	"	M-1; 392	87770
Hanna	12/20/1928	M-1; 418	87753
Hard Luck	05/26/1927	M-1; 221	87754
Harwood	12/20/1928	M-1; 417	87755
Hub #2	07/01/1928	M-1; 343	87749
Hub #3	"	M-1; 346	87750
Hub #5	"	M-1; 347	87751
Hub #7	07/01/1930	J-1; 400	87752
Hulla	12/29/1928	M-1; 410	87756
Hulla #2	12/30/1928	M-1; 411	87757
Iron Cap (amd)	08/10/1936	L-1; 186	87762
Iron Cap #1	11/20/1928	M-1; 395	87763
Iron Cap #2	"	M-1; 396	87764
Iron Cap #4	"	"	87875
Iron Queen	12/20/1928	M-1; 416	87876
Jennie	08/02/1914	E-1; 415	87872
Lindberg	03/04/1929	M-1; 484	87877
Log Cabin #1	12/10/1928	M-1; 403	87878
Long Eagle	10/26/1928	M-1; 368	87879

Lincoln County

PAN AMERICAN MINE
Unpatented Claims

CLAIM NAME	LOCATION DATE	CO. RECORD BOOK-PAGE	BLM SERIAL NO.
Lesage Lizard	12/14/1928	H-1; 400	NMC 87880
Lucky Bill	04/02/1919	E-1; 295	87881
Naracobe	07/02/1929	J-1; 119	87919
Naracobe #1	"	"	87920
Naracobe #2	"	J-1; 120	87921
Naracobe #3	"	"	87922
Naracobe #4	"	J-1; 121	87923
Naracobe #5	"	"	87924
Naricoba #6	08/18/1904	61; 411	317134
Niracoba #7	"	61; 412	317135
Naricoba #8	08/18/1904	61; 413	317136
Niracoba #9	"	61; 414	317137
Niracoba #10	"	61; 415	317138
Niracoba #11	"	61; 416	317139
Niracoba #12	"	61; 417	317140
Niracoba #13	"	61; 418	317141
Naricoba #14	"	61; 419	317142
Niracoba #15	"	61; 420	317143
Mount Comet	04/04/1919	F-1; 294	87913
Mount Comet #2	01/18/1919	F-1; 289	87914
Mount Comet #5 (amd)	11/01/1935	L-1; 75	87915
Mount Comet #8	07/01/1925	G-1; 466	87916
Mount Comet #9 (amd)	09/26/1979	32; 676	90085
Mount Comet #10 (amd)	"	32; 677	90086
Mount Comet #11 (amd)	"	32; 678	90087
Murphy #1 (amd)	12/10/1928	J-1; 413	87918
Murphy #2	07/01/1928	H-1; 337	87911
Murphy #3 (amd)	11/11/1930	J-1; 415	87912
Nonpariel	03/26/1916	F-1; 33	87885
North Star	07/01/1930	J-1; 317	87886
	07/20/1931	K-1; 144	
Pine #1	02/17/1929	H-1; 468	87744
Pine #2	02/18/1929	"	87745
Pine #3	02/20/1929	H-1; 469	87746
Pine #4	"	"	87747
Pine Fraction	07/01/1930	J-1; 399	87748
Pocokontas	07/20/1929	J-1; 138	87891
Pup	12/29/1928	H-1; 412	87742
Pup #2	12/30/1928	H-1; 413	87743
Ramona #1	07/01/1929	J-1; 96	87771
Ramona #2	"	"	87772
Rin #1	10/08/1929	J-1; 230	87734
Rin #2	"	J-1; 231	87735
Rin #3	10/08/1929	J-1; 231	87736
Rin #4	"	J-1; 232	87737
Rin #5	"	"	87738
Rin #6	"	J-1; 235	87739
Rin #7	"	"	87740
Rin #8	"	J-1; 234	87741
Roxana #1	12/12/1928	H-1; 420	87787
Roxana #2	"	"	87788
Roxana #3	12/12/1928	H-1; 421	87789
Roxana #4	12/22/1928	"	87790
Roxana #5	"	H-1; 422	87791
Roxana #6	"	"	87792
September	09/26/1935	L-1; 71	87897
Sheik (amd)	11/01/1935	L-1; 77	87809
Sheik #2	08/26/1929	J-1; 209	87818
Sheik #4 (amd)	11/01/1935	L-1; 77	87811

Lincoln County

PAN AMERICAN NINE
Unpatented Claims

CLAIM NAME	LOCATION DATE	CO. RECORD BOOK-PAGE	BLM SERIAL NO.
Silver Star Extension	12/20/1928	H-1; 414	NMC 87812
Silver Star #3 (amd)	08/10/1936	L-1; 189	87813
Silvertip	03/01/1929	H-1; 483	87814
Silvertip #1	"	H-1; 486	87815
Silvertip #4	03/01/1929	H-1; 486	87816
Snow #6	02/06/1929	H-1; 453	87793
Snow #7	02/03/1929	"	87794
Snow #8	"	H-1; 454	87795
Snow #9	"	"	87796
Snow #10	02/03/1929	H-1; 453	87797
Snow #11	"	H-1; 456	87798
Snow #12	"	"	87799
Snow #13	01/30/1929	H-1; 457	87800
Snow #14	"	"	87801
Snow #15	01/30/1929	H-1; 458	87802
Snow #16	"	H-1; 459	87803
Snow #17	08/27/1929	J-1; 179	87804
Snow #18	"	J-1; 178	87805
Snow #19	"	J-1; 179	87806
Snow #20	"	J-1; 180	87807
Snow #21	11/15/1929	J-1; 210	87808
South	08/18/1984	G1; 418	317144
Southside #1	01/15/1928	H-1; 266	87896
South Star	07/01/1930	J-1; 317	87895
Spearhead	03/01/1928	H-1; 278	87898
Spoke	11/02/1928	H-1; 384	87817
Spoke #3	"	H-1; 383	87818
Spoke #4	"	H-1; 386	87819
Spoke #5	"	"	87820
Top Boy	04/06/1926	H-1; 274	87899
Top #1	08/28/1929	J-1; 180	87821
Top #2	"	J-1; 181	87822
Top #3	08/28/1929	J-1; 181	87823
Top #4	"	J-1; 182	87824
Top #5	"	"	87825
Top #6	08/29/1929	J-1; 183	87826
Top #7	08/30/1929	"	87827
Top #8	08/31/1929	J-1; 184	87828
Top #9	09/14/1929	"	87829
Top #10	09/17/1929	J-1; 185	87830
Top #11	09/22/1929	"	87831
Top #12	09/23/1929	J-1; 186	87832
Top #13	"	"	87833
Top #14	09/24/1929	J-1; 187	87834
Top #15	"	"	87835
Top #16	09/24/1929	J-1; 188	87836
Top #17	"	"	87837
Top #18	"	J-1; 189	87838
Top #19	"	"	87839
Wander	06/01/1929	J-1; 47	87840
Wander #1	"	J-1; 43	87841
Wander #2	"	J-1; 47	87842
Wander #3	"	J-1; 46	87843
Wander #4	"	J-1; 45	87844
Wander #5	"	J-1; 46	87845
Wander #6	06/01/1929	J-1; 45	87846
Wander #7	"	J-1; 44	87847
Wander #8	"	"	87848
Wander #9 (amd)	09/26/1979	32; 683	98082

No. 85617
 FILED AND RECORDED AT REQUEST OF
Nerco Minerals Company
 Sept. 8, 1986
 AT _____ MINUTES PAST _____ O'CLOCK
 P.M. IN BOOK 72 OF OFFICIAL
 RECORDS PAGE 117 LINCOLN
 COUNTY, NEVADA
YURIKO SETZER
 COUNTY RECORDER

By Maria Cordie Deputy

It is the intent of both parties to include under this Agreement all claim properties that make up the Pan American Mine.