

MINING DEED

KNOW ALL MEN BY THESE PRESENTS that NERCO MINERALS COMPANY, an Oregon corporation ("Grantor"), in consideration of Ten Dollars (\$10) and other good and valuable consideration, hereby remises, releases and forever quitclaims to COMBINED METALS REDUCTION COMPANY, a Utah corporation ("Grantee"), those certain patented and unpatented mining claims described in Exhibit A attached hereto and incorporated herein by reference.

TOGETHER with all the dips, spurs and angles, and also all the minerals, metals, ores, gold and silver-bearing quartz, rock and earth and all other minerals therein; and all the rights, privileges and franchises thereto incident, appendant and appurtenant, or therewith usually had and enjoyed; and also, all and singular, the tenements, hereditaments, and appurtenances thereunto belonging, or anyway appertaining, the rents, issues and profits thereof; and also the estate, right, title, interest, property, possession, claim and demand whatsoever in law and in equity of said Grantor to said patented and unpatented mining claims.

TO HAVE AND TO HOLD said patented mining claims, with all the privileges and appurtenances thereunto belonging, to the

Grantee, its successors and assigns, to its and their own proper use and benefit forever.

IN WITNESS WHEREOF, Grantor has executed this Mining Deed this 12th day of AUGUST, 1986.

NERCO MINERALS COMPANY

Lawrence S. Heiner

STATE OF Alaska)
4th Judicial District) ss.
County of Distrit)

The foregoing instrument was acknowledged before me this 12th day of August, 1986 by Lawrence S. Heiner of NERCO MINERALS COMPANY, an Oregon corporation, on behalf of the corporation.

Jacquie M. Kay
Notary Public for the State of Alaska
My commission expires 8/7/88

EXHIBIT A
PROPERTY

PATENTED LODE CLAIMS

M.S. 4731: Cedar No. 7, Hub, Hub No. 1, Hub No. 8, Hulla No. 1 Spoke No. 1, Spoke No. 2, Pine No. 5, Pine No. 6, Pup No. 1, Juniper No. 1, Juniper No. 2.

M.S. 4732: Juniper No. 3, Juniper No. 4, Comet Chief, Log Cabin, Log Cabin No. 2, Murphy (Murphy Amd.), Murphy No. 4, Murphy No. 5, Roxana, Stone Cabin, Tom Boy No. 1.

M.S. 4734: Mount Comet No. 1, Mount Comet No. 3, Mount Comet No. 4, Mount Comet No. 6, Mount Comet No. 7, Central No. 3, Central No. 4, Central No. 6, Central No. 7, Central No. 8, Dorothy, Ramona, Ronnow, Sheik No. 3, Stella No. 2.

M.S. 4738: Fox, Southside.

M.S. 4741: Iron Cap No. 3, Iron Cap Extension, Silver Star.

All situated in Lincoln County, Nevada.

Lincoln County

PAN AMERICAN MINE
Unpatented Claims

All these certain unpatented lode mining claims situated in the Comst 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>BLR SERIAL NO.</u>
Albert	07/01/1925	H-1; 185	NMC 87849
Argentum	05/20/1929	J-1; 71	87783
Argentum #1	"	J-1; 72	87784
Argentum #2	"	"	87785
Argentum #3	"	J-1; 73	87786
Argentum #4 (amd)	09/26/1929	32; 671	98080
Argentum #5 (amd)	"	32; 672	98081
Argentum #6 (amd)	"	32; 673	98082
Argentum #7 (amd)	"	32; 674	98083
Bald Eagle (amd)	08/10/1936	L-1; 187	87851
Blue Jay	07/12/1929	J-1; 116	87773
Blue Jay #1	07/18/1929	J-1; 117	87774
Blue Jay #2	07/08/1929	"	87775
Boarding House	07/01/1925	H-1; 185	87850
Calico	05/01/1928	H-1; 277	87776
Calico #1	"	H-1; 278	87777
Calico #2 (amd)	09/26/1929	32; 675	98084
Cedar #1	12/12/1928	H-1; 406	87729
Cedar #2	12/13/1928	H-1; 407	87730
Cedar #3	"	"	87731
Cedar #4	12/13/1928	H-1; 408	87732
Cedar #8	12/23/1928	"	87733
Central	07/01/1926	H-1; 107	87778
Central #1	"	"	87779
Central #2	"	H-1; 108	87780
Christianson	12/20/1928	H-1; 417	87857
Comet Chief #1	07/12/1928	H-1; 345	87781
Comet Chief #2	"	"	87782
Comet Giant	12/20/1928	H-1; 415	87854
Comet King	"	H-1; 416	87855
Comet Standard	12/20/1928	H-1; 415	87856
Curtis	03/04/1929	H-1; 484	87853
Deerhorn	07/12/1929	J-1; 118	87700
Deerhorn #1	"	"	87701
East Side #1	09/17/1929	J-1; 211	87782
East Side #2	"	"	87783
East Side #3	"	J-1; 212	87784
East Side #4	"	"	87785
East Side #5	"	J-1; 213	87786
East Side #6	"	"	87787
East Side #7	09/17/1929	J-1; 214	87788
East Side #8	"	"	87789
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 #18	"	"	87717

Lincoln County

PAN AMERICAN MINE
Unpatented Claims

<u>CLAIM NAME</u>	<u>LOCATION DATE</u>	<u>CO. RECORD BOOK-PAGE</u>	<u>BLM SERIAL NO.</u>
East Side #17	09/20/1929	J-1; 219	MHC 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	08/18/1984	61; 406	317130
Evergreen #2	"	61; 407	317131
Evergreen #3	"	61; 408	317132
Evergreen #4	"	61; 409	317133
Flapper #1 (amd)	08/18/1928	L-1; 61	87900
Flapper #2	12/10/1928	H-1; 402	87901
Flapper #3	"	"	87902
Flapper #4	"	H-1; 403	87903
Flapper #5	12/10/1928	H-1; 403	87904
Franklin	05/18/1927	H-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	H-1; 401	87917
Gigolo #2	11/15/1929	J-1; 208	87918
Gilhooley	03/01/1929	H-1; 487	87870
Great Western (amd)	07/01/1936	L-1; 173	87765
Great Western #1	10/22/1928	H-1; 390	87766
Great Western #2	"	"	87767
Great Western #3	"	H-1; 391	87768
Great Western #4	"	"	87769
Great Western #5	"	H-1; 392	87770
Huana	12/20/1928	H-1; 418	87753
Hard Luck	05/26/1927	H-1; 221	87754
Harwood	12/20/1928	H-1; 417	87755
Hub #2	07/01/1928	H-1; 343	87749
Hub #3	"	H-1; 344	87750
Hub #5	"	H-1; 347	87751
Hub #7	07/01/1930	J-1; 408	87752
Hulla	12/29/1928	H-1; 410	87756
Hulla #2	12/30/1928	H-1; 411	87757
Iron Cap (amd)	08/10/1936	L-1; 186	87762
Iron Cap #1	11/20/1928	H-1; 395	87763
Iron Cap #2	"	H-1; 396	87764
Iron Cap #4	"	"	87873
Iron Queen	12/20/1928	H-1; 416	87876
Jannie	08/02/1914	E-1; 413	87872
Lindberg	03/04/1929	H-1; 484	87877
Log Cabin #1	12/10/1928	H-1; 405	87878
Lone Eagle	10/26/1928	H-1; 368	87879

Lincoln County

PAN AMERICAN NINE
Unpatented Claims

CLAIM NAME	LOCATION DATE	CO. RECORD BOOK-PAGE	BLM SERIAL NO.
Louise Lizard	12/14/1928	H-1; 400	HMC 87880
Lucky Bill	04/02/1919	E-1; 293	87881
Miracoba	07/02/1929	J-1; 119	87919
Miracoba #1	"	"	87920
Miracoba #2	"	J-1; 120	87921
Miracoba #3	"	"	87922
Miracoba #4	"	J-1; 121	87923
Miracoba #5	"	"	87924
Miracoba #6	08/18/1984	61; 411	317134
Miracoba #7	"	61; 412	317135
Miracoba #8	08/18/1984	61; 413	317136
Miracoba #9	"	61; 414	317137
Miracoba #10	"	61; 415	317138
Miracoba #11	"	61; 416	317139
Miracoba #12	"	61; 417	317140
Miracoba #13	"	61; 418	317141
Miracoba #14	"	61; 419	317142
Miracoba #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	98085
Mount Comet #10 (amd)	"	32; 677	98086
Mount Comet #11 (amd)	"	32; 678	98087
Murphy #1 (amd)	12/10/1928	J-1; 413	87910
Murphy #2	07/01/1928	H-1; 337	87911
Murphy #5 (amd)	11/11/1930	J-1; 413	87912
Nonparlei	03/26/1918	F-1; 53	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
Pocohontas	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; 98	87771
Ramona #2	"	"	87772
Rim #1	10/08/1929	J-1; 230	87734
Rim #2	"	J-1; 231	87735
Rim #3	10/08/1929	J-1; 231	87736
Rim #4	"	J-1; 232	87737
Rim #5	"	"	87738
Rim #6	"	J-1; 233	87739
Rim #7	"	"	87740
Rim #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
Shalk (amd)	11/01/1935	L-1; 77	87809
Shalk #2	08/26/1929	J-1; 209	87810
Shalk #4 (amd)	11/01/1935	L-1; 77	87811

Lincoln County

PAN AMERICAN MINE
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 (and)	08/10/1936	L-1; 185	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	02/05/1929	"	87794
Snow #8	"	H-1; 454	87795
Snow #9	"	"	87796
Snow #10	02/03/1929	H-1; 455	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; 218	87808
South	08/18/1984	61; 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; 385	87818
Spoke #4	"	H-1; 386	87819
Spoke #5	"	"	87820
Tom 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 (and)	09/26/1979	32; 683	98092

85618
 FILED AND RECORDED AT REQUEST OF
Combined Metals Reduction
Sept. 8, 1986
 AT 1 1 1 O'CLOCK
72 OF OFFICIAL
 RECORDS PAGE 123 LINCOLN
 COUNTY, NEVADA
YURIKO SETZER
 COUNTY RECORDER
 By [Signature] Deputy

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