APN		KIM LEE
APN	i	00001874201801556680460460
APN		OFFICIAL RECORD LESLIE BOUCHER, RECORDER
A: —	,	
Agree Men C	PARENAING "STEKIO Title of Document	Groop" MINING CLA
•	Thie of Document	
submitted for recording does	Affirmation Statemen hereby affirm that the attached documents not contain the social security num formation" (as defined by NRS 603A)	\ \
submitted for recording does	hereby affirm that the attached documents contain the social security number, formation" (as defined by NRS 603A	nent, including any exhibits, hereby driver's license or identification card .040) of a person or persons as required
(State specific	Project MANAGE	
Print  12-3/-208  Date	Vojeci MANAGE	
Grantees address and		
10 Box 30		

2018-155668

12/31/2018 03:10 PM

Pgs=46 AK

LINCOLN COUNTY, NV

Rec:\$35.00

Total:\$35.00

### AGREEMENT CONCERNING "STEKLO GROUP" OF UNPATENTED MINING CLAIMS

WHEREAS, the Claims are currently recorded in the administrative records of the U.S. Department of the Interior Bureau of Land Management ("<u>BLM</u>") and the Lincoln County Recorder's Office in Nevada ("<u>County Recorder</u>") as being held by the Klomps;

WHEREAS, an analysis by a Certified Professional Landman, Marty Miller, of Almar Professional Land Services, Inc., in reports dated April 16, 2018 and August 30, 2018 ("<u>CPL Reports</u>"), concludes that the Claims were and are void ab initio for having been located and recorded when the BLM land on which they were located was segregated or withdrawn from mineral entry, which reports are attached hereto as <u>Exhibit 2</u> and are a part of this Agreement;

WHEREAS, while the Klomps, or representatives of the Klomps on their behalf, have in fact or may have historically made one or more maintenance fee payments, filed maintenance fee waiver certification forms, or taken other steps in relation to the Claims and provisions of 43 C.F.R. Subtitle B, Chapter II, Subchapter C ("Subchapter C"), Parts 3800 through 3838 or other provisions of Subchapter C or Chapter 517 of Title 46 of the Nevada Revised Statutes, the Klomps no longer wish to make maintenance fee payments in relation to the Claims in a manner normally required to maintain valid unpatented mining claims under Subchapter C or take other steps to maintain the Claims; and

WHEREAS, PCC wishes to establish, own and/or hold unpatented mining claims for pozzolan and/or other minerals in the same locations as the Claims and with sidelines and end-lines identical or substantially similar to the Claims;

NOW, THEREFORE, in exchange for the promises made by the Klomps and PCC (each individually a "<u>Party</u>" and collectively the "<u>Parties</u>") in this Agreement and other valuable consideration the receipt and sufficiency of which the Parties hereby acknowledge, the Parties agree as follows:

1. <u>Incorporation of Recitals.</u> The foregoing recitals and the attached exhibits 1, 2 and 3 are parts of this Agreement, shall inform the interpretation of the Agreement, and are fully enforceable terms of the Agreement.

- 2. <u>Effective Date.</u> This Agreement shall be effective as of the date first indicated above (the "<u>Effective Date</u>"), once it is signed by both the Klomps and a duly authorized representative of PCC.
- 3. <u>Closing Transactions.</u> Within thirty (30) calendar days after the Effective Date, and on the same day ("<u>Closing Date</u>"): (a) PCC shall make by cashier's check hand-delivered to the Klomps a payment of one hundred and fifty thousand dollars (\$150,000) in United States currency; and (b) the Klomps shall execute and hand-deliver to PCC a quitclaim deed using the form provided in <u>Exhibit 3</u> which is attached hereto and is a part of this Agreement ("<u>Quitclaim Deed</u>"). If 30 days after the Effective Date is a Saturday, Sunday or federal holiday, then the transactions described in this Paragraph 3 shall occur on the next business day or such other day as the Parties may mutually agree, in which case that day shall be deemed the Closing Date.
- **4.** <u>Additional Obligations.</u> The Klomps shall satisfy the additional obligations stated in this Paragraph 4, below:
- a. <u>Recordation of Deed.</u> The Klomps shall cooperate with PCC to the extent necessary to ensure that the Quitclaim Deed is recorded with the County Recorder in accordance with Nevada laws governing the recordation of title documents.
- Maintenance Fees. The Klomps shall not make or cause to be made further payments to BLM of maintenance fees in relation to the Claims or any lands that are described by or included in the Claims for any assessment year following the Effective Date, under 43 C.F.R. § 3830.21, 43 C.F.R. § 3834.11 or other provision of Subchapter C or otherwise. Rather, the Klomps shall allow the Claims to lapse on and past the next applicable September 1 payment due date described in 43 C.F.R. §§ 3830.21 and 3834.11(a), against the possibility and to the extent that the Claims were or are not void ab initio and otherwise currently have legal force and effect contrary to the conclusion stated in the CPL Reports. Except as provided in subparagraph 4.a, the Klomps shall also not file or cause to be filed with the County Recorder any certificate, affidavit or other document of any kind that is described in Chapter 517 of Title 46 of the Nevada Revised Statutes in relation to the Claims or any lands that are described by or included in the Claims for any assessment year following the Effective Date. The Klomps shall also not locate or cause to be located mining claims on any lands described by or included in the Claims. The Parties agree without limitation that, at a minimum, the Klomps' obligations under this subparagraph 4.b include obligations not to make any maintenance fee payments or file affidavits in relation to the Claims between the Effective Date and September 2, 2019 inclusive of those dates.
- c. Release. PCC reserves the right to assert in any administrative or judicial proceeding that the Claims were and are void ab initio for the reasons stated in the CPL Reports or other reasons; and, on and after the Effective Date, the Klomps shall not assert otherwise or any other position regarding the legality of the Claims or challenge PCC's legal and equitable positions in relation to the Claims, lands described in or in the vicinity of the Claims, or any other unpatented mining claims that are located in Nevada, in any administrative or judicial proceeding or any other context. The Klomps also hereby release, in PCC's favor, any and all estates, rights, title, interests, liens, equity, claims and privileges that they have, or may have, in

and to the Claims and lands described by and included in the Claims; provided, however, that such release applies only on and after the Closing Date.

- 5. <u>Balance of Payment.</u> Provided that the Klomps satisfy the additional obligations stated in subparagraphs 4.a, 4.b and 4.c, PCC shall, no later than September 27, 2019, make by wire transfer to a bank account in the United States of the Klomps' choice or by check sent Federal Express overnight delivery to the Klomps a payment of fifty thousand dollars (\$50,000) in United States currency. The foregoing notwithstanding, the Klomps' obligations under subparagraph 4.c shall continue after the payment described in this Paragraph 5; shall otherwise survive this Agreement indefinitely; and shall apply to their successors and assigns, subject to Paragraph 15.
- **6.** <u>Mutual Indemnification.</u> The following indemnification obligations are imposed on the Parties and shall survive any expiration or termination of this Agreement:
- a. <u>Indemnification of PCC.</u> The Klomps' jointly and severally shall indemnify, hold harmless and, at PCC's election, defend PCC for, from and against any and all private, civil, administrative or judicial allegations, claims, orders and lawsuits that relate to the Claims (including, but not limited to, allegations, claims, orders and lawsuits relating to or arising from the environmental condition of the Claims) and arose prior to the Closing Date.
- b. <u>Indemnification of the Klomps.</u> PCC shall indemnify, hold harmless and, at the Klomps' election, defend the Klomps for, from and against any and all private, civil, administrative or judicial allegations, claims, orders and lawsuits that relate to the Claims (including, but not limited to, allegations, claims, orders and lawsuits relating to or arising from the environmental condition of the Claims) and arise on or after the Closing Date.
- 7. <u>Tax Payments.</u> Neither Party shall be obligated to handle or make tax payments legally owed by the other Party in connection with the Claims. Each Party shall be responsible for its own tax payment obligations arising from the actions taken under this Agreement.
- 8. Confidentiality. Except as necessary to effectuate this Agreement, the Klomps shall keep strictly confidential and not disclose to third persons or entities or otherwise disseminate the fact of this Agreement, any information set forth in this Agreement, or any information that is a subject of this Agreement without PCC's prior written consent. The obligations described in the preceding sentence shall include, without limitation, an obligation not to share or cause to be shared with a landman, prospector, geologist, or professional in the mining industry any information relating to the subject matter of this Agreement. For purposes of this Paragraph 8, any attorney advising the Klomps in relation to this Agreement shall be deemed bound by the obligations of confidentiality described in this Paragraph 8. The obligations of confidentiality described in this Paragraph 8 shall cease after September 27, 2019.
- 9. <u>Violations of the Agreement.</u> If either Party violates this Agreement, the other Party shall have the right to take or pursue against the violating Party any actions available under the law or in equity that may afford redress for, or avoidance of, the harms caused by the violation, including, without limitation, the suspension of a payment owed under Paragraph 3 or

Paragraph 5 that is then outstanding. Without limiting the foregoing or any other provision of this Agreement, any action taken by Stephen Klomp, Steven Klomp, Robert Klomp, Torrie Klomp, Advanced Pozzolan Products Company, or any agent or representative of the Klomps or person or entity with a power of attorney from the Klomps that is contrary to any provision of this Agreement, frustrates any purpose of this Agreement, or causes harm of any kind to PCC shall, solely at PCC's election, be deemed to be a violation of this Agreement by the Klomps and actionable against the Klomps under this Paragraph 9, any countervailing theory of law or equity notwithstanding.

10. <u>Notices.</u> Any written notices or communications required under or made in furtherance of this Agreement shall be made by postage prepaid, certified or registered mail or by express delivery service such as Federal Express or its equivalent, unless the Parties agree on another form of delivery or subsequently ratify an alternative form of delivery, to the following addresses:

To PCC:

Phoenix Cement Company dba Salt River Materials Group

Attention Dale Diulus, P.E., Senior VP Pozzolan

8800 E Chaparral Rd, Ste 155 Scottsdale, Arizona 85250

To the Klomps:

Wayne and Rachel Tillotson also known as Rachel

Klomp and Rachel Tillotson Klomp

1783 Trek Trail Reno, Nevada 89521

- 11. <u>Construction of Agreement.</u> This Agreement shall be construed in accordance with applicable federal laws and applicable laws of the State of Nevada. The headings and subheadings used in this Agreement are for convenience only and shall not be deemed a part of the Agreement for purposes of its construction.
- 12. <u>Jurisdiction and Venue.</u> Any action to enforce or interpret the provisions of this Agreement shall be made in a court of competent jurisdiction and appropriate venue.
- 13. Entire Agreement. All of the agreements and understandings of the Klomps and PCC relating to the subject matter of this Agreement are embodied in this Agreement, which supersedes all prior agreements and understandings between the Klomps and PCC relating to the subject matter of the Agreement.
- 14. <u>Modifications.</u> This Agreement, including any timeframes specified in the Agreement, may be modified in writing by mutual agreement of the Parties.
- 15. <u>Successors and Assigns.</u> This Agreement burdens and inures to the benefit of the Parties and their respective successors and assigns. Neither Party shall delegate is obligations under this Agreement without the other Party's prior written consent. Any attempt by either Party to delegate its obligations under this Agreement without the other Party's prior written consent shall be null and void.

IN WITNESS WHEREOF, the Parties below have executed this Agreement in my presence which is effective on the day and year first written above

#### FOR THE KLOMPS

Signaturé

Wayne Klomp

Signature

Rachel Tillotson also known as Rachel Klomp and Rachel Tillotson Klomp

Acknowledged before me this

day of Dee.

. 2018:

MARTIN LIM
NOTARY PUBLIC
STATE OF NEVADA

Commesion Expires 04-20-19
Cordicate No: 10-2312-2

MAKINN LIM

FOR PCC

Signatúrþ

Roger Smith, President and CEO

Phoenix Cement Company

IN WITNESS WHEREOF, the Parties below have executed this Agreement in my presence which is effective on the day and year first written above

#### FOR THE KLOMPS

Signature Wayne Klomp

Signature

Rachel Tillotson also known as Rachel Klomp and Rachel Tillotson Klomp

Acknowledged before me this

\_day of <u>Dee.</u>, 2018



MARTIN LIM

FOR PCC

Signature

Roger Smith, President and CEO

Phoenix Cement Company

# EXHIBIT 1 LEGAL DESCRIPTION CONCERNING THE "CLAIMS" (STATED IN THE CERTIFICATES OF LOCATION)



#### CERTIFICATE OF LOCATION PLACER MINING CLAIM LOCATED BY ALIQUOT PART OF RECTANGULAR SURVEY

FILED FOR RECORDING AT THE REQUEST OF Steven W. Klamp Dmd

#### TO ALL WHOM IT MAY CONCERN:

2005 SEP 22 PM 4 44

The undersigned hereby	certifies that he ha	as located the er Claim in th	ie	Madyloge K Lindon Haboure K
following quarter section				LESLIE BOUCHER J
1/4 <u>Section</u> . 2-5	Township i South	Range 67 EAS	Meridian MDBM	
				RECORDER'S STAMP

The monument of location is located on the north boundary of the Claim, as follows:

4 NCOLN County, Nevada, on the 27 day of August, 2005

SET SW T. NW TAMBES, NWT, SWTAND NET SWT SWT SEE 25 T SWAN, BAKE GIE MEON Name and mailing address of locator is:

The Placer Claim is approximately 2640 feet in the 8-5 direction and GGO feet in (legal subdivision) of the above described section. Said the Z-W direction, being the \_ acres, moré or less.

Dated this 22 day of SEPTEMBER

SIGNATURE OF LOCATOR:

Owner, Claimant, or Agent Signature

STEVEN W. KLOMP, DUD Owner, Claimant, or Agent Name (printed)

#### CERTIFICATE OF LOCATION PLACER MINING CLAIM LOCATED BY ALIQUOT PART OF RECTANGULAR SURVEY

# AT THE REQUEST OF

FILED FOR RECORDING

#### TO ALL WHOM IT MAY CONCERN:

Steven W. Klomp DmD 2005 SEP 22 PM 4 54

The undersigned hereby certifies that he has located the

LINCOLH COUNTY RECORNER

STE KLO#2 Placer	Claim in the	FEE 90.50 DEP
following quarter sections(s):		LESTIE BORGHER Y
1/4 Section Township 25 South	Range Meridian 67EAST MORM	
		RECORDER'S STAMP
in Lincoln County, Nevada	, on the <u>27</u> day of <u>Ausor</u>	<u>5T</u> , 20 <u>65</u> .
The monument of location is located on the s Sw 14, SE 44, NW/4 and WY2,	NE 14, Siv 14 and A	s follows: WY4 SE, Y4 SW Y4 Secto
Tourstille I South Ponce	A J E MUDIN	47 MA. "
Name and mailing address of locator is:	DO KON JOS	
	PtuAc4 NV \$90	42
The Placer Claim is approximately 660 the N-5 direction, being the Placer Claim contains 40 acres, ma	feet in the <u>EW</u> dir (legal subdivision) of the	
Dated this 22 day of September 202		
SIGNATURE OF LOCATOR:		
By Owner, Claimant, or Agent Signature	<del></del>	
STEVEN W. KLOUP, DM		
Owner, Claimant, or Agent Name (prin	ted)	

Steven W. Klomp DmD

FILED FOR RECORDING AT THE REQUEST OF

2005 SEP 22 PM 4 44

# CERTIFICATE OF LOCATION PLACER MINING CLAIM LOCATED BY ALIQUOT PART OF RECTANGULAR SURVEY

#### TO ALL WHOM IT MAY CONCERN:

Owner, Claimant, or Agent Name (printed)

LINOS TO COUNTY DESCRIBER The undersigned hereby certifies that he has located the LESLIE BOUCHER R STEKLO #3 Placer Claim in the following quarter sections(s): Township Range Meridian 1/4 Section 67EAST MOBIN / SOUTH RECORDER'S STAMP in Lincoln County, Nevada, on the 27 day of August. 2005 The monument of location is located on the north boundary of the Claim, as follows: E12 NET4 SWY4 AND NEY4 SE'14, SWY4, SE. 25 TERNSHIP / SOUTH, RANGE 67E. Name and mailing address of locator is: WAYNE The Placer Claim is approximately 1930 feet in the No.5 direction and 660 feet in the  $\mathcal{E}$ -W direction, being the \_\_\_\_\_(legal subdivision) of the above described section. Said Placer Claim contains 30 acres, more or less. Dated this 22 day of September SIGNATURE OF LOCATOR: By Owner, Claimant, or Agent Signature STEVEN W. KLOINA DMD

Steven W. Klomp Smd

FILED FOR RECORDING AT THE REQUEST OF

2005 SEP 22 PM 4 44

# CERTIFICATE OF LOCATION PLACER MINING CLAIM LOCATED BY ALIQUOT PART OF RECTANGULAR SURVEY

#### TO ALL WHOM IT MAY CONCERN:

The undersigned hereby certifies that he has located the SIEKLO #4 Placer Claim in the following quarter sections(s):	LINCOLN COUNTY RELAKSEN FEE \$ 30.50 CEP LESLIE BOUCHER \$5
1/4 Section Township Range Meridian 25 / South 67 EAST MD 8M	
in LINCOLN County, Nevada, on the 27 day of	RECORDER'S STAMP
The monument of location is located on the north boundary of the C 5/2,5E/4, Swy4, Section 25 you N/2, NEY4, NW	14 SEC. 36, TOWNSHIP I SOUTH, RANGE 6
Name and mailing address of locator is: WANE GO Rache PC ROX 30 R	1 KLOMP
The Placer Claim is approximately $1320$ feet in the $120$ the $120$ direction, being the $120$ (legal subdivision) Placer Claim contains $120$ acres, more or less.	direction and 1320 feet in of the above described section. Said
Dated this <u>22</u> day of <u>S=?7EMBER 2005</u> SIGNATURE OF LOCATOR:	
By Owner, Claimant, or Agent Signature	
STEVEN W. KLOMP, DMD Owner, Claimant, or Agent Name (printed)	

#### CERTIFICATE OF LOCATION PLACER MINING CLAIM LOCATED BY ALIQUOT PART OF RECTANGULAR SURVEY

FILED FOR RECORD NO AT THE REQUEST OF Steven W. Klomp Smil

TO	AII	WHOM	IT MAV	CONCERN:
117	ALL.	, while	II WIAY	CONCERN:

The undersign	ned hereby c	ertifies that he ha	as located the		LIMOOL" COUNTY RECORDED
STEKLO	9 #5	Place	er Claim in th	ie	FEE 30,50 (EP
following qua	irter sections				LESLIE BOUCHER J
			•		_ / /
1/4	Section	Township	Range	Meridian	
	36	15ount	67EAST	MURM	
<del></del>					
					DECORDERIS STAND
1	,				RECORDER'S STAMP
in LINCO	!(N	_ County, Nevad	da, on the 2	7 day of AL	1615T , 2005
The monume	nt of location	is located on the	e north bound	lary of the Cla	im, as follows:
EY4.SW/4.S	SWY4 SEL	1,25 AND EX	2, NW /4	NWY4 &	MO NE 14 SW 14, NW SEC. 3
<b>_</b> - · · · · · · · · · · · · · · · · · ·	• ,	TOWKSHIP I	South, R	ANGE 67	ONE 14 SW14, NW SEC. 3
Name and ma	ailing addres	s of locator is:	WAYNE	and ist	ber Klomp
			P.O. BO		_
				8 21111.4	9042
The Placer Cl	laim is appro	ximately 660	) feet in	the E-W	direction and 2640 feet in
the N-S	direction	being the	(legal	subdivision)	of the above described section. Said
Placer Claim	contains 4	do acres, i	more or less.		
	/	7		c q	
Dated this 2	2 day of 5	<del>ертей<u>г</u>е2 (</del> 20	105.	Vister /	<u> </u>
2 2 10 4 1110 2 7	,		>	1//1/1/	
SIGNATURI	OF LOCA	rôr: 📉 🦠	<i>)</i> //	7 W V	
	\.		((		
Ву	$\prec \leftarrow$	1 /m	Down	)	
	r, Claimant,	or Agent Signa	fre 🔌		
	→ \			///	
STEVE	5N W-K	Clomp, DA	1D	/ /	
Owner, (	Claimant, or	Agent Name (pri	inted)	/ /	

Steven Wiklismp Amd

FILED FOR RECORDING

AT THE REQUEST OF

# CERTIFICATE OF LOCATION PLACER MINING CLAIM LOCATED BY ALIQUOT PART OF RECTANGULAR SURVEY

TO ALL WHOM IT MAY CONCERN:

TO ALL WHOM IT MAY CONCERN:	2005 SEP 22 PM 4 44
The undersigned hereby certifies that he has located the	
STEKLO + 6 Placer Claim in the	LINCOLM COUNTY RECORDING
following quarter sections(s):	FEE DO.50
· · · · · · · · · · · · · · · · · · ·	LESLIE BOUCHER AN
1/4 Section Township Range Meridian	
36 / SOUTH 67 EAST MDBM	
	RECORDER'S STAMP
in LINCOLN County, Nevada, on the 27 day of A	4645T, 2005
M. PSITIS COLUMN TO THE PROPERTY OF THE PROPER	1/ 50 1/ 5:01/ NIL/ YG
The monument of location is located on the north boundary of the Classical States of the Classical Sta	laim, as follows E/2, So 14, Sw 14, 100
W/2 SW/4 SE/4, NW/4, AND E/4, NW/4, SW/4, and N	14 NE 14 SW 14 and E/2 NEX SW 14
Name and mailing address of locator is: 1 1 Ayyz 20 Rachel	O I COLUMN RANGE GTE, MADBIM
Name and mailing address of locator is: LIAYNE 9nd Rachel	Klomp
$\gamma \cup D X = V X \cup $	<u> </u>
PANACA, NOV 8	7042
	1
	direction and 2640 feet in
<del>                                      </del>	of the above described section. Said
Placer Claim contains\(\mathcal{H}\to\) acres, more or less.	
	(
Dated this 22 day of Sea Tember 2005	
CICLLETUDE OF LOCATOR	
SIGNATURE OF LOCAFOR:	
By SE ~ DWD	
Owner, Claimant, or Agent Signature	
STEVEN WY KLOMP DMD	
Owner, Claimant, or Agent Name (printed)	

Steven W. Klomp DonD

FILED FOR RECORD NO AT THE REQUEST OF

2005 SEP 22 PM 4 +4

# CERTIFICATE OF LOCATION PLACER MINING CLAIM LOCATED BY ALIQUOT PART OF RECTANGULAR SURVEY

TO ALL WHOM IT MAY CONCERN:

Owner, Claimant, or Agent Name (printed)

	e undersigned hereby certifies that he has located the  STEKLO # 7 Placer Claim in the  lowing quarter sections(s):  LESLIE BOUCUER 1-6
	1/4 Section Township Range Meridian 25 / SOUTH 67E 15T MPRM
	RECORDER'S STAMP  LINCELN County, Nevada, on the 27 day of August, 2005
5 <i>U</i> -	the monument of location is located on the north boundary of the Claim, as follows: SEY4, AWY4, YWY4 AND IN EY4, SWY4, NWY4 AND NEY4, SWY4, NWY4 AND NWY5 EY4, NWY4 SEC. 25 TOWNShirt and mailing address of locator is: WAXNE GARRELLED ROCKET KLOMP
	PANACA NV 89042
	the Placer Claim is approximately 1320 feet in the M=5 direction and 1320 feet in the E-W direction, being the(legal subdivision) of the above described section. Said accer Claim contains 40 acres, more or less.
	GNATURE OF LOCATOR:
	Owner, Claimant, or Agent Signature
er"	STEVENIU, KLOMO, DMD

#### **EXHIBIT 2**

APRIL 16, 2018 AND AUGUST 30, 2018 REPORTS BY CERTIFIED PROFESSIONAL LANDMAN MARTY MILLER OF ALMAR PROFESSIONAL LAND SERVICES, INC.





### Almar Professional Land Services, Inc.

Corporate Office: 450 Hillside Drive, Suite A-160 • Mesquite, NV 89027

Corporate Office (970) 260-2214 • Toll Free Fax (866) 221-2671• Website: www.almarpls.com

Midwestern Office: Baraboo, WI • Southeastern Office: Navarre, FL

#### Marty Miller

Certified Professional Landman (CPL)
Certified Environmental Inspector (CEI)
E-mail: marty@almarpls.com
Cell (970) 260-2214

April 16, 2018

Dale Diulus Salt River Materials Group 8800 E. Chaparral Drive, #155 Scottsdale, AZ 85250

Via email only <a href="mailto:ddiulus@srmaterials.com">ddiulus@srmaterials.com</a>

# STEKLO GROUP of UNPATENTED PLACER MINING CLAIMS

#### PRELIMINARY TITLE REPORT

Lincoln County, Nevada

Our firm ("Almar") was requested by Salt River Materials Group ("SRMG") to provide a preliminary title review of seven (7) US Federal Unpatented Placer Mining Claims (this "April 2018 Steklo Report"; "this Report"; "our Report") on specific lands in Lincoln County, Nevada, as noted below under "Subject Properties" ("the Property"; "the Properties"; and "the Claims").

Our US Department of Interior, Bureau of Land Management (BLM) review was completed at the State Office on March 14, 2018. This Report is subject to the conditions, restrictions, and limitations contained herein, and additional information that could be uncovered if additional research outside the stated scope of examination were completed and consult with local mineral legal counsel to review findings and concerns.

#### I. SUBJECT PROPERTY

We were provided a PDF of the list of "Steklo Group" of claims as follows (PDF inserts in this Report are taken from the documents made apart of this Report). This PDF provided us with the names of the Steklo Group of US Federal Unpatented Placer Mining Claims, NMC-909586-909592<sup>1</sup>, located in Lincoln County, Nevada, as follows:

	Claim Name	Township, Ra	ange, Section	BLM NMC#	Original Location Book / Page	Amendment Location Book / Page
	Stekio#1	T1S, R67E, S	525	NMC909586	205/398	n/a
	Steklo #2	T15, R67E, 5	525	NMC909587	206 / 399	n/a
Tribus,	Steklo#3	T1S, R67E, 5	525	NMC909588	206 / 400	n/a
	Stekio #4 🌙	T1S, R67E, 9	S25, S36	NMC909589	206 / 401	n/a
	Stekio #5	T15, R67E, 5	525, S36	NMC909590	206 / 402	n/a
	Steklo #6	T15, R67E, 5	536	NMC909591	206 / 403	n/a
	Stekio #7	T1S, R67E, 5	525	NMC909592	206 / 404	n/a

<sup>&</sup>lt;sup>1</sup>All sequential listings of numbers in this Report are inclusive of the first and last number listed.

Copy of above PDF insert can be found under Tab 1 of this Report.

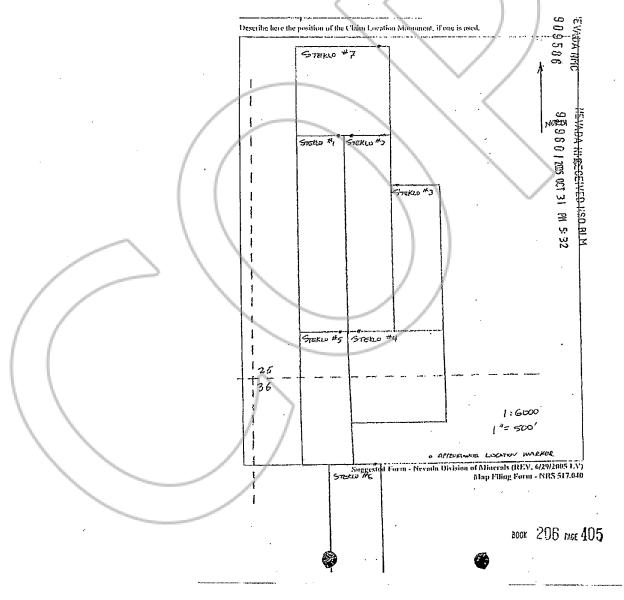
This PDF provided us with the names of the US Federal Unpatented Placer Mining Claims located in the following lands:

#### Township 1 South, Range 67 East, MDB&M

Sections 25 and 36

MDB&M is the Mount Diablo Base Meridian, also known as (aka) MDBM, aka MDM.

The Claims were mapped as follows, filed with the Department of Interior, Bureau of Land Management ("BLM"), which can be found in BLM Lead File, Nevada Mining Claim ("NMC") 909586, under Tab 5 of this Report:



Located in Lincoln County, Nevada, and as listed on the BLM website as follows:

**Active Only Unpatented Claims** 

#### LINCOLN COUNTY, NEVADA

Twn-Rng	Sec	Subdiv	Serial Number	Lead Serial Number	Case Type	Claim Name	Claimant Name	County Book;Page	Loc Date	Last Assmt Yr
21 00105 0670E	025	NW	NMC909592	NMC909586	PLACER	STEKLO #7	KLOMP RACHEL	125259;206;404	08/27/2005	2018
21 00105 0670E	025	NW	NMC909592	NMC909586	PLACER	STEKLO #7	KLOMP WAYNE	125259;206;404	08/27/2005	2018
21 0010S 0670E	025	NW,SW	NMC909586	NMC909586	PLACER	STEKLO #1	KLOMP RACHEL	125253;206;398	08/27/2005	2018
21 0010S 0670E	025	NW,SW	NMC909586	NMC909586	PLACER	STEKLO #1	KLOMP WAYNE	125253;206;398	08/27/2005	2018
21 0010S 0670E	025	NW,SW	NMC909587	NMC909586	PLACER	STEKLO #2	KLOMP RACHEL	125254;206;399	08/27/2005	2018
21 0010S 0570E	025	NW,SW	NMC909587	NMC909586	PLACER	STEKLO #2	KLOMP WAYNE	125254;206;399	08/27/2005	2018
21 0010S 0670E	025	SW	NMC909588	NMC909586	PLACER	STEKLO #3	KLOMP RACHEL	125255;206;400	08/27/2005	2018
21 0010S 0670E	025	SW.	NMC909588	NMC909586	PLACER	STEKLO #3	KLOMP WAYNE	125255;206;400	08/27/2005	2018
21 0010S 0670E	025	SW	NMC909589	NMC909586	PLACER	STEKLO #4	KLOMP RACHEL	125256;206;401	08/27/2005	2018
21 0010S 0670E	025	SW	NMC909589	NMC909586	PLACER	STEKLO #4	KLOMP WAYNE	125256;206;401	08/27/2005	2018
21 0010S 0670E	025	SW	NMC909590	NMC909586	PLACER	STEKLO #5	KLOMP RACHEL	125257;206;402	08/27/2005	2018
21 0010S 0670E	025	SW	NMC909590	NMC909586	PLACER	STEKLO #5	KLOMP WAYNE	125257;206;402	08/27/2005	2018
21 0010S 0670E	036.	NW	NMC909589	NMC909586	PLACER.	STEKLO #4	KLOMP RACHEL	125256;206;401	08/27/2005	2018
21 0010S 0670E	036	NW	NMC909589	NMC909586	PLACER	STEKLO #4	KLOMP WAYNE	125256;206;401	08/27/2005	2018
21 0010S 0670E	036	NW	NMC909590	NMC909586	PLACER	STEKLO.#5	KLOMP RACHEL	125257;206;402	08/27/2005	2018
21 0010S 0670E	036	ЙМ	NMC909590	NMC909586	PLACER	STEKLO#5	KLOMP WAYNE	125257;206;402	08/27/2005	2018
21 0010S 0670E	036	NW,SW	NMC909591	NMC909586	PLACER	STEKLO#6	KLOMP RACHEL	125258;206;403	08/27/2005	2018
21 0010S 0670E	036	NW,SW	NMC909591	NMC909586	PLACER	STEKLO#6	KLOMP WAYNE	125258;206;403	08/27/2005	2018

The above is taken from the BLM online geographic index of active NMC's in the sections of land as stated on the BLM filed Certificates of Location. Copy can be found under Tab 2 of this Report for Active, Closed and Pending claims, and under Tab 3 of this Report for only the Active claims.

#### II. APPARENT CLAIMANT

As per our Scope of Examination below in Section III, we have determined the Claims are held by the following, subject to Findings and Comments below in Section V:

Wayne Klomp and Rachel Klomp, as Co-Claimants PO Box 308 Panaca, NV 89042-0308

#### III. SCOPE OF EXAMINATION

A. Bureau of Land Management (BLM)

Department of Interior – United States of America

Records – Nevada State Office

1340 Financial Blvd.

Reno, NV 89502

- 1. We utilized the BLM records listed below in item 2, whether retrieved online from the BLM's official Website LR 2000, General Land Office (GLO) Records or obtained from the BLM Nevada State Office in Reno, Nevada. We examined the Master Title Plats ("MTPs"), Historical Index Pages ("HIs"), Geothermal Plats, and Use Plats, where available.
  - The BLM MTPs (all plats) and Supplements, if any, and HIs for the township containing the Subject Property, can be found under Tab 4 of this Report.
- 2. Public Case Recordation Reports ("CRs") by Customer and Land for all BLM actions were researched by legal description for all actions that the BLM has listed as authorized, cancelled, closed, expired, pending, rejected, relinquished, void, or withdrawn for the following various case types. Computer classification numbers for the various case types are noted below for all active, authorized or pending actions reviewed for the Subject Property:
  - a. Lands Withdrawals (23)
  - b. Rights of way (all) (28)
  - c. Minerals Oil and gas leasing (31)
  - d. Minerals Geothermal resource leasing (32)
  - e. Intentionally Left Blank by BLM (33)
  - f. Minerals Coal leasing (34)
  - g. Minerals Solid (Hardrock, Phosphate, etc. leasable minerals, except coal) (35)
  - h. Mineral Material (all) (36)
  - i. Intentionally Left Blank by BLM (37)
  - j. Surface Management Mining (38)

Both CR Reports can be found under Tab 7 of this Report.

3. The BLM Geo Index Report by Section, Township, and Range for the lands where for all US federal filed unpatented mining claims (active, closed and pending) located on USA government federal mineral lands since the enactment in 1976 of the Federal Land Policy and Management Act (FLPMA), can be found under Tab 2 of this Report with the respective claim name, Nevada Mining Claim (NMC) number and current claimant name(s), with the location date and type of claim located. Copy under Tab 3 of this Report for only the Active Unpatented mining claims.

Copies of the BLM Serial Register Pages ("SRPs") for the Claims in this Report can be found under Tab 6 of this Report.

#### B. Lincoln County Recorder's Office

181 North Main Street, Suite 202 Pioche, NV 89043

We researched the Official Records of the Lincoln County Recorder online, grantor-grantee index for all types of documents recorded since the date of the location of the Claims, running the names of the locators, agent, claim names, and by Section Township and Range, NMC claim numbers, and additional names, if any, found in the chain of title, or mentioned in the BLM unpatented mining claim Lead File, NMC 909586.

We were informed by the Lincoln County Recorder's Office that they are in the process of a computer conversion, and it has come to their attention that several documents recorded in March of 2018, are not appearing in the system.

Additionally, documents that were previously indexed in the old computer system, in a series, are not necessary reflected in the new system, either as a series or individually.

We located in our review, mis-indexed entries of documents, wrong township listing and typographic errors.

The names searched with their specific time frame, can be found in our Names Database under Tab 8 of this Report.

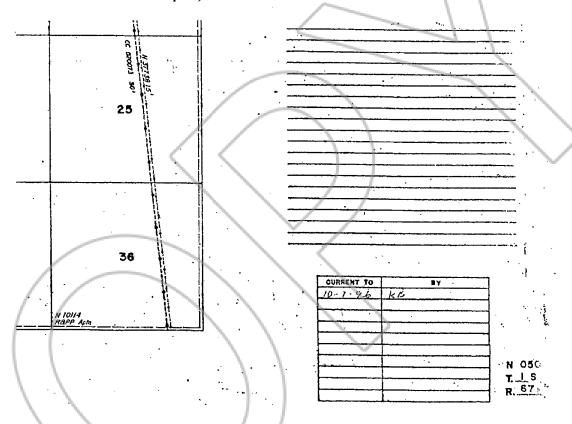
All the documents located in our names search, were gathered, and typed into our Document Numbers Lists. Then those documents were downloaded from the Lincoln County Recorder's online website, and the "Unofficial Copy" of each document was read to determine if it pertained to the Claims in this Report. We did not obtain "Official Copies" of the documents.

The documents downloaded and read which we determined pertained to our research can be found in our Documents Number List with "C" in the Status column. The Documents Number List can be found under Tab 9 of this Report, and the unofficial document copies can be found under Tab 13 of this Report.

#### IV. FEDERAL LANDS

The following summarizes the BLM items found in our search of the Property regarding the federal owned minerals. This is based on the information acquired under our Scope of Examination listed above in subsection III. A.

A. The following is a portion of the PDF of the older MTP ("Old MTP") found in the BLM Lead File, NMC 909586, indicates the MTP that was utilized by the BLM at the time of the BLM review of the Claims, for the land status determination, if lands were available for mineral location. The BLM review was completed on November 30, 2005. The following is the Old MTP current to October 1, 1996 (copy can be found under Tab 12 of this Report):



This Old MTP was current as of October 1, 1996, and reflects the Property was subject to NVN 010114, also known as ("aka") N 010114, an Application for Recreation and Public Purpose ("R&PP") that was received by BLM on May 29, 1974, as per the SRP for N 010114.

Copy of the SRP can be found under Tab 11 of this Report.

The following are PDF excerpts from the SRP, which indicates the R&PP Application covered 1,960.00 acres in Lincoln County:

01 06-14-1926;044STAT0741;43USC869 Case Type 240006: R&PP CLASS Commodity 879: RECREATION PURPOSES Case Disposition: PENDING Total Acres: 1,960,000 Serial Number NVN 010114

Notation of the R&PP Application, N 10114 does not appear on the HI, but does appear on the BLM computer Case Recordation reports. The SPR and Case Recordation reports indicate this case as "Pending".

This application was filed by the State of Nevada, Division of Land, as follows:

Nan	ne & Addre	ss						Serial Number: Int Rei	NVN 010114 % Interest
	STATE DIV OF L		:	901	IS STEWART ST STE 5003	CARSON CITY NV	89701	APPLICANT	190.000000000
<u>Mer</u>	Twp Rng	Sec	SType	Nr Sut	ff Subdivision	District/ Field Office		al Number: NVN Mgmt Agend	
21	0010S 0670E	025	ALIQ		ALL;	CALIENTE FIELD OFFICE	LINCOLN	BUREAU OF LA	ND MGMT
21	0010S 0670E	036	ALIQ		ALL;	CALIENTE FIELD OFFICE	LINCOLN	BUREAU OF LA	ND MGMT
21	0020S 0670E	001	ALIQ		S2N2;	CALIENTE FIELD OFFICE	LINCOLN	BUREAU OF LA	ND MGMT
21	0020S 0670E	001	LOTS		14	CALIENTE FIELD OFFICE	LINCOLN	BUREAU OF LA	ND MGMT
21	0010S 0680E	019	ALIQ	/	SWNE,E2SW,W2SE;	CALIENTE FIELD OFFICE	LINCOLN	BUREAU OF LA	ND MGMT
21	0010S 0680E	019	LOTS		3,4,7,8;	CALIENTE FIELD OFFICE	LINCOLN	BUREAU OF LA	ND MGMT

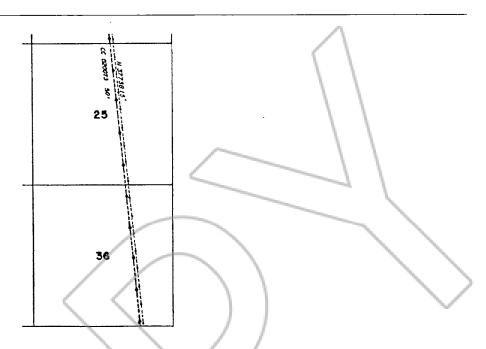
The SRP states this R&PP Application was for the expansion of the Cathedral Gorge State Park, and to refer to N 089021 (State Park Expansion File) per Public Law ("PL") 108-424, the LCCRDA (the "Lincoln County Conservation, Recreation, and Development Act of 2004"). Copy of PL 108-424 can be found under Tab 14 of this Report.

The following is an excerpt from the SRP for N 010114:

Act Date	Act Code Action Txt	Action Remarks	Serial Number: NVN 010114 Pending Off
05/29/1974	124 APLN RECD		DIVISION OF NON-RENEWABLE
01/10/1994	974 AUTOMATED RECORD VERIF	CAM	
03/18/1996	042 CASE SENT TO	ELY	
05/26/2004	950 COMPLIANCE APPROVED	/	
Line Number	Remark Text	/	Serial Number: NVN 010114
0001	CATHEDRAL GORGE STATE PARK E	XPANSION	
0002	REFER TO N-89021 (STATE PARK	EXPANSION FILE) PER	
0003	PL 108-424 LCCRDA & ELY DO R	MP	

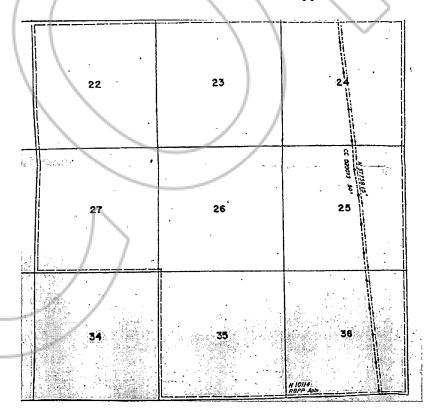
We bring to your attention that this R&PP Application as reflected on the MTP in T1S-R67E, Sections 25 & 26, is NOT noted on the HI.

The following is an excerpt from the current BLM MTP (current to October 25, 2010).



Copy of the current MTP and HIs can be found under Tab 4 of this Report.

Additionally, the SRP for N 010114, does not indicate the R&PP Application covered Sections 22-24, 26, 27, or 35 in T1S-R67E, as mapped and outlined on the Old MTP found in the BLM Lead File, NMC 909586, as indicated as follows with the dash (---) outline of the lands included in the R&PP Application N 10114:



Copy of this portion of the Old MTP can be found under Tab 12 of this Report.

We note that the Old MTP in the BLM Lead File differs from the current BLM MTP.

The BLM current MTP appears to reflect that on October 25, 2010 the BLM removed the entire "N 10114 R&PP Application outline was removed from the MTP in October of 2010.

There is also NVN – 0101141, that appears to be a part of this same R&PP application. This case is currently listed a Pending Action, and the case type code indicates this is an R&PP Lease Application.

See below Section V. Findings and Concern, item A.

- B. The following are the BLM authorized, active and pending case actions that impacts the Property as listed on the BLM Public Case Recordation Geographic Report (copy can be found under Tab 7 of this Report) as follows:
  - 1. NVN 010114 & 0101141 Pending R & PP Recreation Purposes

These cases state to cover All of Sections 25 and 36 – T1S-R67E, MDB&M, as well as other lands, totaling 1,960.00 acres. These applications were filed by the Nevada State Division of Lands. This is discussed in more detail above in subsection A.

Both Applications were filed May 29, 1974, for the Cathedral Gorge State Park Expansion, and the SRP for N 010144 refer to Case File N-89021 (State Park Expansion File) per Public Law (PL) 108-424 (copy of this PL can be found under Tab 14 of this Report).

We obtained a copy of SRP NVN 089021, which states this case was established November 29, 2004, filed by the Nevada State Division of Lands for the Expansion of "Cath Gorge", and states:

- "Refer to R&PP original pending file N-10114"
- "Expansion completed through legislation PL 108-424"
- "Rather than R&PP process"

There is also  $NVN - \underline{0}101141$ , that appears to be a part of this R&PP application which covers an R&PP Lease for the Property in this Report. It is noted above in above subsection A.

The BLM SRPs for NVN - 010114 and NVN - 089021 can be found under Tab 11 of this Report. See below subsection V, item A.

2. NVN – 075500 – Authorized – Operations on 5.0 acres, in the W1/2 of both Sections of Property in this Report, filed by Steven W. and Torrie O. Klomp, and covers the Panaca Pozzolan Geographic site. The most recent action was April of 2017, when the examination report was prepared by the BLM.

The BLM SRP for NVN - 075500 can be found under Tab 11 of this Report.

3. NVN – 094910 – Authorized – Operations on 2.4 acres, in both Sections of Property in this Report, and other lands, issued to Phoenix Cement Co., and this case was established in 2016, called the Panaca Site Geographic site, and expires September 24, 2018.

The BLM SRP for NVN - 094910 can be found under Tab 11 of this Report.

C. The BLM MTP in the right margin states the following:

FOR ORDERS EFFECTING DISPOSAL OR USE OF UNIDENTIFIED LANDS WITHDRAWN FOR CLASSIFICATION, MINERALS, WATER AND/OR OTHER PUBLIC PURPOSES, REFER TO INDEX OF MISCELLANEOUS DOCUMENTS.

This appears on all MTPs in the State of Nevada. Nothing was found in Index of Miscellaneous Documents that impact the Claims or lands in this Report.

#### V. FINDINGS AND CONCERNS

We bring to your attention the following conditions, potential concerns and other items uncovered in our examination that may be relevant to the federal minerals or the Claims.

These items are not listed in any specific order and do not reflect any order of importance. Our conclusion is based solely on documents located in our Scope of Examination, Section III, as mentioned above.

A. As mentioned above in Section IV, in items A and B.1. the BLM issued Case Recordation Files, NVN – 010114 and 0101141, both applications filed May 29, 1974, for the Cathedral Gorge State Park Expansion. The SRP for NVN - 010114 says "Refer to N-89021 (State Park Expansion File) per Public Law (PL) 108-424".

We obtained a copy of SRP NVN 089021, which states this case was established November 29, 2004 filed by the Nevada State Division of Lands for the Expansion of "Cath Gorge", as follows:

April 16, 2018

81 VARIOUS STATUTES, SPECIFIC TO LAND/CASE Case Type 270004: SALE-PUBLIC LANDS - NV Commodity 952: SUBJECT TO PRIOR RIGHTS Case Disposition: AUTHORIZED Total Acres: 160.240 Serial Number

			Serial Number: NVN 08902
Name & Address			Int Rel % Interest
NV STATE DIV OF LANDS	901 S STEWART ST STE 5003	CARSON CITY NV 8970	DI ADMIN MGT ENTITY 100.0000000
			Serial Number: NVN 089021
Mer Twp Rng Sec SType	Nr Suff Subdivision	District/ Field Office	County Mgmt Agency

Mer	Twp Rng	Sec SType	Nr	Suff Subdivision	District/ Field Office	County	Mgmt Agency
21	0010S 0680E	019 LOTS		10, 11,14,16, 18,19,22,23;	CALIENTE FIELD OFFICE	LINCOLN	BUREAU OF LAND MGMT
21	0010S 0680E	019 ALIQ		SWSE,SESW;	CALIENTE FIELD OFFICE	LINCOLN	BUREAU OF LAND MGMT

Relinquished/Withdrawn Lands

Serial Number: NVN--- 089021

Sorial Number NVN--- 080021

Page 2 Of 2

Act Date	Act Code	Action Txt	Action Remarks	Pending Off	000021
11/29/2004	387	CASE ESTABLISHED			
11/30/2004	264	LEGISLATION ENACT	ED 118 STAT 2403;		
09/01/2010	500	GEOGRAPHIC NAME	CATH GORGE EXPANSION;		

These lands in Section 19 were Patented to the State on August 4, 2016. A portion of the lands patented in Section 19, covering a portion of the same lands in the R&PP NVN 010114. The SRP for N 089021 further states the following:

#### BUREAU OF LAND MANAGEMENT CASE RECORDATION Run Date/Time: 4/13/2018 15:32 PM (MASS) Serial Register Page

Line Number	Remark Text	Serial Number: NVN	089021
0001	REFER TO R&PP ORIGINAL PENDING FILE N-10114		
0002	EXPANSION COMPLETED THROUGH LEGISLATION PL 108-424		
0003	RATHER THAN R&PP PROCESS		
0004	EXPAND CATHEDRAL GORGE ST PARK BY APPROX 166 ACRES		
0005	IDENTIFIED AS "NV STATE PARK EXPANSION PROPOSAL"		
0006	CONVEY FROM BLM TO NDSL UNDER PL 108-424 (SEC 501)		
0007	LEGISLATION ENACTED 11/30/2004 (LCCRDA) &		
8000	ELY DO RMP (LR-10)		

<sup>&</sup>quot;Refer to R&PP original pending file N-10114"

Case file NVN – 0101141 appears to be a part of this application and covers R&PP Lease Application for the lands in Property in this Report.

As discussed above in Section IV, item A., and as mentioned, the new MTP reflects the BLM removed the map notation of NVN-010114 in 2010.

<sup>&</sup>quot;Expansion completed through legislation PL 108-424"

<sup>&</sup>quot;Rather than R&PP process"

We bring to your attention since both case actions are <u>not</u> mentioned on the HI as being applied for in 1974, as stated on both the SRP N -010114 and 0101141 (copies under Tab 11 of this Report), and as reflected on both Case Recordation Geographic Reports (copies under Tab 7 of this Report).

We have not been able to determine the exact status of these cases as it pertains to the entire sections of Property in this Report, and if these cases would impact the relocation or location of new unpatented mining claims on the Property, or the locations of the current Steklo Group claims in this Report (located in 2005).

It is our understanding, that R&PP applications segregate the lands, and that effect closed the lands to location, lease or entry under the mining and mineral leasing laws, and such lands can <u>only</u> be eliminated from the segregation with publishing in the Federal Register, the specify date and hour that the lands would be available and open for mineral entry (43 CFR 2091.2-5), even if the original notation on the HIs or MTPs were made in error.

We did not find any notation on the HIs or MTPs or in the Case Recordation Geographic Reports indicating the Federal Register published such opening notice.

CONCERNS: This is a concern, and further research, and investigation is recommended, as well as discussion with a BLM Law Examiner, and local mineral legal counsel.

B. Not able to be reviewed in the BLM State Office, in Reno were the Case Recordation files as discussed above in subsection IV. B.

**CONCERNS:** If this is a concern, further research and investigation is recommended.

C. We did not review or determine if the Claims contain discoverable deposits of mineral character on every10 acres, or less. For the Claims to be valid, the discovery of mineral character must have been found. We were not able to determine if the lands were OPEN to mineral entry at the time the Claims were located, as discussed above in item A.

**CONCERNS:** This is a concern, and further research, and investigation is recommended, as well as discussion with a BLM Law Examiner, and local mineral legal counsel.

D. We understand that SRMG is aware of the "Small Miner's Exemption" ("SME") issues which elevates the question, if the claims were valid when located. SRMG is aware there are significant validity problems regarding the Claims in this Report.

Due to that understanding, we did not take the time to review in depth, the annual county recordings of the Intents to Hold, and Affidavits of Annual Assessment, nor did we review the BLM lead file for the same. The BLM indicates the Claims as "Active" claims.

The only item in the BLM Lead File that indicates any knowledge of the Claims being located by the stated Claimants (Locators) is the Power of Attorney ("POA") form that was submitted to the BLM, after the BLM requested evidence that the "Agent" who located the Claims for the Claimants was authorized as their Agent or had the power to act on behalf of the Claimants. The POA form was signed August 29, 2006, after the Claims were located. Filed with the BLM September 14, 2007, was the POA which referenced the NMC claim numbers.

Letter from the BLM, dated August 26, 2016, requested an updated POA, as per their (the BLM State of Nevada) office requirements, a POA is to be filed every three to five years.

Sometime after September 6, 2016, the newly requested POA was filed with the BLM.

We note that both POA's state that Wayne O. Klomp and Rachel Tillotson Klomp, appointed Steven W. Klomp, DMD, as their Agent. There is not a single document, other then the 2 POAs that are signed by the stated Claimants, and we note that payments made to the BLM, were not paid by the Claimants, but were paid by Steven W. Klomp for 2006, 2007, 2011, and 2012, and by Advanced Pozzolan Products for 2008, 2009, 2010, 2013, 2014, 2015, 2016, and 2017.

<u>CONCERNS:</u> If any of these items are a concern, further discussion with local mineral legal counsel is recommended.

E. We researched the Official Records in Lincoln County, utilizing the Lincoln County Recorder's grantor-grantee online computer index. This research does not indicate any conveyance or change in ownership of the Claims since the date of location. Our Document Title Chain Tree can be found under Tab 10 of this Report.

**CONCERNS:** Informational.

**F.** In the upper right side of the BLM MTP, states the following:

FOR ORDERS EFFECTING DISPOSAL OR USE OF UNIDENTIFIED LANDS WITHDRAWN FOR CLASSIFICATION, MINERALS, WATER AND/OR OTHER PUBLIC PURPOSES, REFER TO INDEX OF MISCELLANEOUS DOCUMENTS.

We reviewed the BLM summary for these items, but we did not research any item in depth as a part of this Report to determine if these items may impact the location of federal minerals on the Property,

**CONCERNS:** If this is a concern, further research is recommended.

G. Additional unpatented mining claims could be physically located on the ground, and not yet reflected on the BLM records or in the records of the Lincoln County Recorder.

Locators of new unpatented mining claims have 90 days from the date of location to file their necessary paper work with the BLM and have 90 days to record their Notice of Location with the Lincoln County Recorder. The Claims would be the senior claims, and the new claims would be considered the junior claims.

CONCERNS:

If this is a concern, it is recommended that all the open locatable BLM mineral lands be traversed, looking for new unpatented mining claim location monument, and corner posts.

H. The BLM geographic reports, plats and HIs indicate there are no active leases issued by the BLM under the Mineral Leasing laws or acts, on the Property.

**CONCERNS:** Informational.

I. The Claims were located by Steven W. Klomp, DMD, as Agent. The POA states the authority was granted by Rachel Tillotson Klomp and Wayne O. Klomp.

The listed Claimants for each of the Claims is Wayne Klomp and Rachel Klomp. We have assumed that Wayne Klomp is one in the same as Wayne O. Klomp, and Rachel Klomp is one in the same as Rachel Tillotson Klomp.

#### **CONCERNS:**

If this is a concern, it is recommended that further determination of our assumption is correct, and record with the Lincoln County Recorder, and then file with the BLM, an Affidavit of Identity, stating the Claimants are also known as the parties that granted the Agent the power stated in the POA regarding the Claims.

J. The Maintenance Fee Waiver Certification filed with the BLM August 24, 2015, contains a typographic error stating NMC 909591 is the "Sreklo #6" claim. Since the NMC number is correct for the "Steklo #6" claim, this is not a potential issue. We did research in the Lincoln County Recorder's Official Records for both the "Sreklo" and "Steklo" claim names as in this Report.

#### **CONCERNS:**

Informational.

K. We note that BLM Lead File indicates Advance Pozzolan Products paid and/or filed the Annual Affidavit of Assessment Work for the years 2008, 2009, 2010, 2013, 2014, 2015, 2016, and 2017.

We did not find any agreement filed with the BLM or in the Lincoln County Official Records indicating what interest or rights, if any, Advance Pozzolan Products has in the Claims.

If unpatented association placer mining claims (containing over 20 acres) were to be conveyed to a company, corporation or any entity (other than an individual holding-controlling 10 or less claims in the US), the validity of the claim that had been located and held under the SME, could be determined to be null and void.

#### **CONCERNS:**

If this is a concern, it is recommended that Advance Pozzolan Products be contacted, and if necessary obtain a Quitclaim Deed, relinquishing and denouncing any rights in the Claims, and discuss this issue with local mineral legal counsel.

L. The Claims were located in 2005 and based on our review of the BLM geographic report (copy under Tab 2) there were the following groups of placer claims located in

the same aliquot lands as the Claims in this Report. These older (Senior) placer claims have since been closed, which could have made these lands open to location.

We did not determine if the prior located claims, the "National Group" of claims (located in 1984), the "Wayklo Group" of claims (located in 2001), and the "Anchor Group" of claims (located in 2003) were covering all or a portion of the same lands, covered and located by the Claims in this Report, or if these claims were overlapped by the Claim in this Report.

#### **CONCERNS:**

If this is a concern, it is recommended that the location of the closed senior placer claims be determined, and if the ground was or is open to location, or if the Claims covered a portion of these senior claims.

M. We were informed by the Lincoln County Recorder's Office that they are in the process of a computer conversion, and it has come to their attention that several documents recorded in March of 2018, are not appearing in the system.

Additionally, documents that were previously indexed in the old computer system, in a series, are not necessary reflected in the new system, either as a series or individually.

We located in our review, mis-indexed entries of documents, wrong township listing and typographic errors.

**CONCERNS:** If these items are a concern, it should be discussed how to complete additional research.

N. All the documents located in our names search, were gathered, and typed into our Documents Number List. Then those documents were downloaded from the Lincoln County Recorder's online website, and the "Unofficial Copy" of each document was read to determine if it pertained to the Claims in this Report. We did not obtain "Official Copies" of the documents.

#### **CONCERNS:**

If these items are a concern, official documents should be retrieve from the Lincoln County Recorder's Office, and those official documents reviewed.

O. We did not research any local, state or federal courts for any open actions for the names in our search.

**CONCERNS:** If these items are a concern, additional research should be completed reviewing the various court records.

#### VI. <u>COMMENTS</u>

- A. This Report has been rendered at the request of and for the benefit of SRMG and may not be used or relied upon by any other party without consent from the office of SRMG, with written notice to Almar.
- B. In conducting the limited search using the computer data and program used and maintained by the Bureau of Land Management (BLM), and the Lincoln County Recorder's Office, we are not in any manner certifying the accuracy or completeness of the computer index systems or the entries made by the BLM or the Lincoln County Recorder's Office.
- C. We have performed no on-the-ground or on-site inspection or investigation of the Property, and we have no knowledge of its physical or environmental condition. We did not review the claim map(s) or any other documentation for any survey or mapping errors that might be revealed by such a review or through an on the ground survey or inspection. Any such error could lead to potential title problems.
- D. We have not researched, and have no knowledge of, the rights of persons in actual possession or use of the Property.
- E. We have not researched or attempted to map or locate the easements, rights-of-ways, or routes of access to the Property, or to determine their effect on the federal minerals under the Property.
- F. We have not determined the status of any corporation, limited liability company, partnership, organization, joint venture, limited liability partnership, or other business entity. We did not determine the identity or authority of any entity, to conduct business in the State of Nevada or the United States. We have not determined if the persons who executed documents on behalf of business entities were authorized to execute documents on behalf of those entities.
- G. We have not researched the status, validity, or effect on the federal minerals of any county, federal or state permits or licenses.

#### VII. CONCLUSION

This Report indicates to the best of our knowledge a summary of the title documents located in our research as in our scope of examination.

Opinions stated in this Report are professional opinions, not legal opinions, and are based upon industry practices and procedure for the records reviewed.

Legal counsel should be consulted regarding the interpretation of federal or state laws, and actions, and for legal opinions.

This Report is made without warranty of any kind or nature whatsoever, whether expressed or implied. Neither the documents nor this Report have been prepared or reviewed by an attorney.

This Report is for the exclusive use of the SRMG.

Respectfully submitted,

ALMAR PROFESSIONAL LAND SERVICES, INC.

Marty Miller

Certified Professional Landman #3759

Encl. PDFs of Tabs 1-14



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August 30, 2018

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Via email only ddiulus@srmaterials.com

# STEKLO GROUP of UNPATENTED PLACER MINING CLAIMS

### BLM Additional Review Report Lincoln County, Nevada

Our firm ("Almar") was requested by Salt River Materials Group ("SRMG") to provide additional research to determine the status of the lands in Sections 25 & 36, Township 1 South, Range 67 East, Mount Diablo Meridian ("MDM") and if those specific lands in Lincoln County, Nevada, as noted below under "Subject Properties" ("the Property"; "the Properties"; and "the Claims") were open to location under the mining law (this our "August 2018 Steklo Report"; "this August Report"). This August Report is to discuss specific findings mentioned in our April 2018 Steklo Report.

#### I. SUBJECT PROPERTY

We were provided a PDF of the list of "Steklo Group" of claims as follows (PDF inserts in this Report are taken from the documents made apart of our April 2018 Steklo Report). This PDF provided us with the names of the Steklo Group of US Federal Unpatented Placer Mining Claims, Nevada Mining Claim ("NMC")-909586-909592<sup>1</sup>, located in Lincoln County, Nevada, as follows:

Claim Name	Township, Range, Section	BLM NMC#	Original Location Book / Page	Amendment Location Book / Page
	<u></u>			
Steklo#1	T15, R67E, 525	NMC909586	206/398	n/a
Steklo #2	T1S, R67E, 525	NMC909587	206 / 399	n/a
Steklo#3	T1S, R67E, S25	NMC909588	206 / 400	n/a
Steklo #4	T15, R67E, S25, S36	NMC909589	206 / 401	n/a
Steklo#5 🥜	T15, R67E, S25, S36	NMC909590	206 / 402	n/a
Steldo #6	T1S, R67E, S36	NMC909591	206 / 403	n/a
Steklo #7	T1S, R67E, S25	NMC909592	206 / 404	n/a

Copy of above PDF insert can be found under Tab 1 of our April 2018 Steklo Report.

<sup>&</sup>lt;sup>1</sup>All sequential listings of numbers in this Report are inclusive of the first and last number listed.

#### II. FINDINGS

Based on the following additional review, we still have determined that the claims were located when the ground was subject to withdrawal, and the ground as of the most recent BLM MTP indicates the land is now open to mineral entry.

We have been informed by the BLM, that anyone can request in writing to have a BLM staff member make a determination if claims were properly located under the mining law and the lands were open to mineral entry when the claims were located.

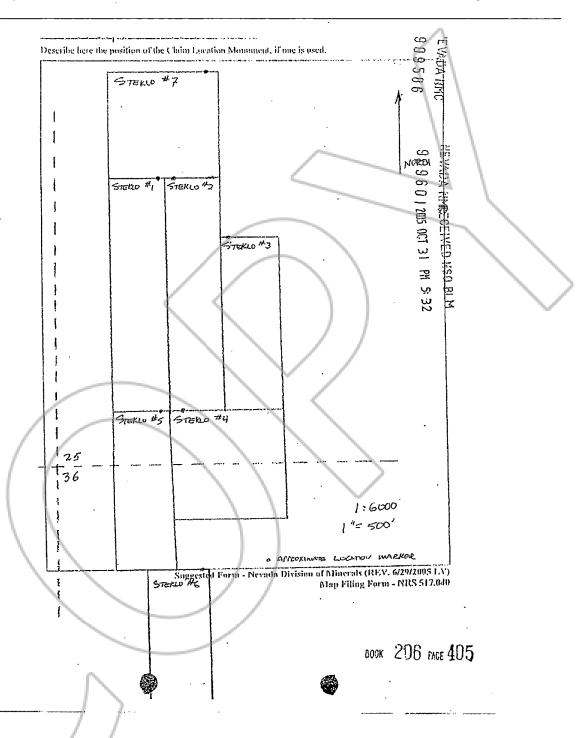
I would not recommend this course of action and recommend, you contact your local legal counsel for review and consideration.

The US Federal Unpatented Placer Mining Claims above are located in the following lands:

#### Township 1 South, Range 67 East, MDB&M

Sections 25 and 36

The Claims were mapped as follows, filed with the Department of Interior, Bureau of Land Management ("BLM"), which can be found in BLM Lead File, NMC 909586, under Tab 5 of our April 2018 Steklo Report:



Located in Lincoln County, Nevada, and as listed on the BLM website as follows:

#### Active Only Unpatented Claims

#### LINCOLN COUNTY, NEVADA

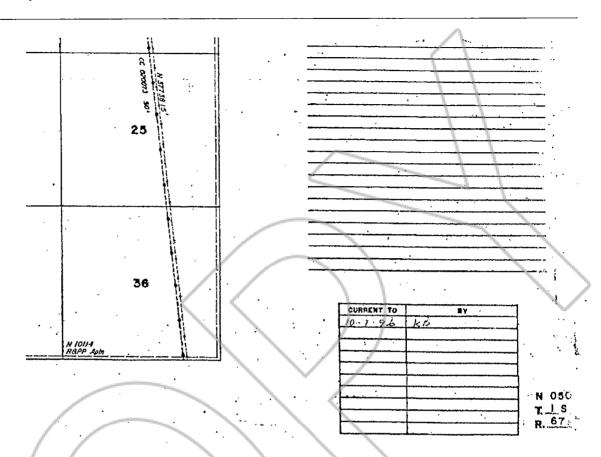
Twn-Rng	Sec	Subdiv	Serial Number	Lead Serial Number	Case Type	Claim Name	Claimant Name	County Book;Page	Loc Date	Last Assmt Yr
21 00105 0670E	025	NW	NMC909592	NMC909586	PLACER	STEKLO #7	KLOMP RACHEL	125259;206;404	08/27/2005	2018
21 00105 0670E	025	NW	NMC909592	NMC909586	PLACER	STEKLO #7	KLOMP WAYNE	125259;206;404	08/27/2005	2018
21 00105 0670E	025	NW,SW	NMC909586	NMC909586	PLACER	STEKLO #1	KLOMP RACHEL	125253;206;398	08/27/2005	2018
21 0010S 0670E	025	NW,SW	NMC909586	NMC909586	PLACER	STEKLO #1	KLOMP WAYNE	125253;206;398	08/27/2005	2018
21 0010S 0670E	025	NW,SW	NMC909587	NMC909586	PLACER	STEKLO #2	KLOMP RACHEL	125254;206;399	08/27/2005	2018
21 0010S 0670E	025	NW,SW	NMC909587	NMC909586	PLACER	STEKLO #2	KLOMP WAYNE	125254;206;399	08/27/2005	2018
21 00105 0670E	025	SW	NMC909588	NMC909586	PLACER	STEKLO #3	KLOMP RACHEL	125255;206;400	08/27/2005	2018
21 0010S 0670E	025	SW	NMC909588	NMC909586	PLACER	STEKLO #3	KLOMP WAYNE	125255;206;400	08/27/2005	2018
21 0010S 0670E	025	SW	NMC909589	NMC909586	PLACER	STEKLO #4	KLOMP RACHEL	125256;206;401	08/27/2005	2018
21 0010S 0670E	025	SW	NMC909589	NMC909586	PLACER	STEKLO #4	KLOMP WAYNE	125256;206;401	08/27/2005	2018
21 0010S 0670E	025	SW	NMC909590	NMC909586	PLACER	STEKLO #5	KLOMP RACHEL	125257;206;402	08/27/2005	2018
21 0010S 0670E	025	SW	NMC909590	NMC909586	PLACER	STEKLO #5	KLOMP WAYNE	125257;206;402	08/27/2005	2018
21 0010S 0670E	036	NW	NMC909589	NMC909586	PLACER	STEKLO,#4.	KLOMP RACHEL	125256;206;401	08/27/2005	2018
21 0010S 0670E	036	NW	NMC909589	NMC909586	PLACER	STEKLO #4	KLOMP WAYNE	125256;206;401	08/27/2005	2018
21 0010S 0670E	036	NW	NMC909590	NMC909586	PLACER	STEKLO #5	KLOMP RACHEL	125257;206;402	08/27/2005	2018
21 0010S 0670E	036	NW	NMC909590	NMC909586	PLACER	STEKLO #5	KLOMP WAYNE	125257;206;402	08/27/2005	2018
21 00105 0670E	036	NW,5W	NMC909591	NMC909586	PLACER	STEKLO #6	KLOMP RACHEL	125258;206;403	08/27/2005	2018
21 0010S 0670E	036	NW,5W	NMC909591	NMC909586	PLACER	STEKLO #6	KLOMP WAYNE	125258;206;403	08/27/2005	2018

The above is taken from the BLM online geographic index of active NMC's in the sections of land as stated on the BLM filed Certificates of Location. Copy can be found under Tab 2 of our April 2018 Steklo Report for Active, Closed and Pending claims, and under Tab 3 of our April 2018 Steklo Report for only the Active claims.

The Claims were located August 27, 2005, and the MTP dated October 1, 1996 (the "Old MTP") that was found in the BLM Lead File, NMC 909586, implies this MTP was utilized by the BLM staff member, at the time of the BLM review of the Claims, for the land status determination, if lands were available for mineral location. The BLM review was completed on November 30, 2005, but no comment was reflected in the file regarding the determination if the lands were open to mineral location.

The Old MTP appears to be the MTP that was current when the Claims were located in 2005 and the MPT was updated and dated October 25, 2010. The Old MTP reflects all of Sections 25 & 36, Township 1 South, Range 67 East, MDM, as noted at the south line of Section 36, the Property is within the area outlined with the dash line (- - -) and is subject to NVN 010114, also known as ("aka") N 010114, the Application for Recreation and Public Purpose ("R&PP") which was received by the BLM on May 29, 1974, as per the SRP for N 010114.

The following is an excerpt of the PDF of the Old MTP (copy can be found under Tab 12 of our April 2018 Steklo Report):



Copy of the SRP for N 10114 can be found under Tab 11 of our April 2018 Steklo Report.

The following are PDF excerpts from the SRP of N 10114, which indicates the R&PP Application covered a total of 1,960.00 acres in Lincoln County:

01 06-14-1926;044STAT0741;43USC869 Total Acres:
Case Type 240006; R&PP CLASS 1,960.000 NVN 010114
Commodity 879; RECREATION PURPOSES
Case Disposition: PENDING

Notation of the R&PP Application, N 10114 does **not** appear on the HI, but does appear on the BLM computer Case Recordation reports. The SRP and Case Recordation ("CR") reports indicate this case action as "Pending." This application was filed by the State of Nevada, Division of Land, as follows (covering all of Sections 25 & 36 in T1S-R57E, MDM):

Serial Number: NVN--- 010114

Nai	ne & Addre	55	/				A.		int Rei	% Interest
W	STATE DIV OF I	ANDS	· ,	/	901 S STEWART ST STE 5003	CARSON CITY	ил	89701	APPLICANT	180,000000000
		,	/					Sari	al Number: NVN	010114
Mer	Twp Rng	Sec	SType	Nr	Suff Subdivision	District/ Field	Offic		Mgmt Agen	
21	0010S 0670E	025	ALIQ		ALL;	CALIENTE FIELD	OFFICE	LINCOLN	BUREAU OF LA	ND MGMT
21	0010S 0670E	D36	ALIQ		ALL;	CALIENTE FIELD	OFFICE	LINCOLN	BUREAU OF LA	ND MGMT
21	0020S 0670E	001	ALIQ		S2N2;	CALIENTE FIELD	OFFICE	E LINCOLN	BUREAU OF LA	ND MGMT
21	0020S 0670E	001	LOTS		1-4;	CALIENTE FIELD	OFFICE	LINCOLN	BUREAU OF LA	ND MGMT
21	0010S 0660E	019	ALIQ		SWNE,E2SW,W2SE;	CALIENTE FIELD	OFFICE	LINCOLN	BUREAU OF LA	ND MGMT
21	0010S 0680E	019	LOTS		3,4,7,8;	CALIENTE FIELD	OFFICE	LINCOLN	BUREAU OF LA	ND MGMT

The SRP further states this R&PP Application was for the expansion of the Cathedral Gorge State Park, and to refer to N 089021 (State Park Expansion File) per Public Law ("PL") 108-424, the LCCRDA (the "Lincoln County Conservation, Recreation, and Development Act of 2004"). Copy of PL 108-424 can be found under Tab 14 of our April 2018 Steklo Report.

The following is an excerpt from the SRP for N 010114:

Act Date	Act Cod	e Action Txt Action Remark	s	Serial Number: NVN 010114 Pending Off
05/29/1974	124	APLN RECD		DIVISION OF NON-RENEWABLE
01/10/1994	974	AUTOMATED RECORD VERIF: CAM	The state of the s	
03/18/1996	042	CASE SENT TO ELY		
05/26/2004	950	COMPLIANCE APPROVED	//	
Line Number	Remark	Text		Serial Number: NVN 010114
0001	CATHE	ORAL GORGE STATE PARK EXPANSION	)	
0002	REFER	TO N-89021 (STATE PARK EXPANSION FIL	Æ} PER	
0003	PL 10	3-424 LCCRDA & ELY DO RMP		

The following is an excerpt from PL 108-424 (copy can be found under Tab 14 of our April 2018 Steklo Report, and pertains to the State of Nevada conveyance of lands (Sec. 502) as follows:

#### SEC. 502. OPEN SPACE PARK CONVEYANCE TO THE STATE OF NEVADA.

(a) Conveyance.—Notwithstanding section 202 of the Federal Land Policy and Management Act of 1976 (43 U.S.C. 1712), the Secretary shall convey to the State of Nevada, subject to valid existing rights, for no consideration, all right, title, and interest of the United States in and to the parcels of land described in subsection (b), if there is a written agreement between the State and Lincoln County, Nevada, supporting such a conveyance.

(b) DESCRIPTION OF LAND.—The parcels of land referred to in subsection (a) are the parcels of land depicted as "NV St. Park Expansion Proposal" on the map entitled "Lincoln County Conservation, Recreation, and Development Act Map" and dated October 1, 2004.

(c) Costs.—Any costs relating to any conveyance under subsection (a), including costs for surveys and other administrative costs, shall be paid by the State.

(d) Use of Land.—

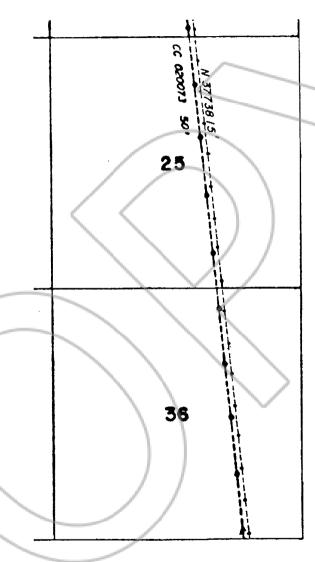
- (1) In GENERAL.—Any parcel of land conveyed to the State under subsection (a) shall be used only for—
  - (A) the conservation of natural resources; or

(B) public parks.

(2) FACILITIES.—Any facility on a parcel of land conveyed under subsection (a) shall be constructed and managed in a manner consistent with the uses described in paragraph (1).

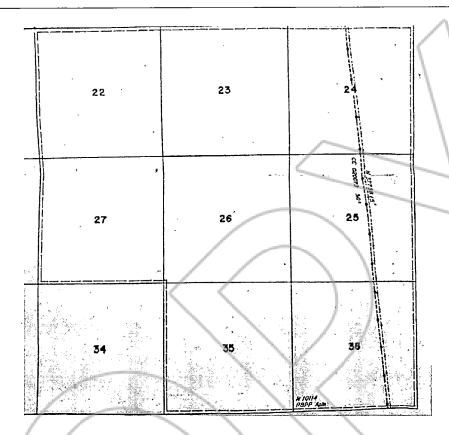
(e) REVERSION.—If a parcel of land conveyed under subsection (a) is used in a manner that is inconsistent with the uses specified in subsection (d), the parcel of land shall, at the discretion of the Secretary, revert to the United States.

The following is an excerpt from the current BLM MTP (dated as updated and current to October 25, 2010).



Copy of the current MTP and HIs can be found under Tab 4 of our April 2018 Steklo Report.

Additionally, the SRP for N 010114, does NOT indicate the R&PP Application covered Sections 22-24, 26, 27, or 35 in T1S-R67E, as mapped and outlined on the Old MTP found in the BLM Lead File, NMC 909586, as indicated as follows with the dash (---) outline of the lands included in the R&PP Application N 10114:



Copy of this portion of the Old MTP can be found under Tab 12 of this Report. We note that the Old MTP in the BLM Lead File differs from the current BLM MTP.

The BLM current MTP appears to reflect that on October 25, 2010 the BLM removed the entire "N 10114 R&PP Apln" area. It is unclear as to why the R&PP Application outline was removed from the MTP in October of 2010, since there are no notations on the HIs.

There is also  $NVN - \underline{0}101141$ , that appears to be a part of this same R&PP application. This case is currently listed as a Pending Action, and the case type code (291200) indicates this is an R&PP Lease Application, for recreation purposes.

The lands in Section 19 were Patented to the State on August 4, 2016. A portion of the lands patented in Section 19, covering a portion of the same lands in the R&PP NVN 010114. The SRP for N 089021 (copy can be found under Tab 11 of our April 2018 Steklo Report) states this case was established November 29, 2004, filed by the Nevada State Division of Lands for the Expansion of "Cath Gorge", and states:

SRP copy as follows:

<sup>&</sup>quot;Refer to R&PP original pending file N-10114"

<sup>&</sup>quot;Expansion completed through legislation PL 108-424"

<sup>&</sup>quot;Rather than R&PP process"

Daga 2 Of 2

81 VARIOUS STATUTES, SPECIFIC TO LAND/CASE Case Type 270004: SALE-PUBLIC LANDS - NV Commodity 952: SUBJECT TO PRIOR RIGHTS Case Disposition: AUTHORIZED

Total Acres: 160,240 Serial Number NVN 089021

Serial Number: NVN--- 089021 Int Rel % Interest Name & Address NV STATE DIV OF LANDS 901 S STEWART ST STE 5003 CARSON CITY ADMIN MGT ENTITY 100.000000000

> Serial Number: NVN--- 089021 County Mgmt Agency LINCOLN BUREAU OF LAND MGMT

District/ Field Office Nr Suff Subdivision Mer Twp Rng Sec SType 21 0010S 0680E 919 LOTS 10,11,14,16,18,19,22,23; CALIENTE FIELD OFFICE 0010S 0688E 019 ALIQ SWSE,SESW; CALIENTE FIELD OFFICE LINCOLN BUREAU OF LAND MOMT

Relinquished/Withdrawn Lands

Serial Number: NVN--- 089021

Serial Number: NVN-- 089021 **Action Remarks** Pending Off **Act Date** Act Code Action Txt 11/29/2004 387 CASE ESTABLISHED 11/30/2004 LEGISLATION ENACTED 118 STAT 2403; 09/01/2010 500 GEOGRAPHIC NAME CATH GORGE EXPANSION;

> BUREAU OF LAND MANAGEMENT CASE RECORDATION (MASS) Serial Register Page

a. 4/49/9049 45:99 DM

Run Date/Time	: 4/13/2018 15:32 PM	Page 2 Ot 2
Line Number	Remark Text	Serial Number: NVN 08902
0001	REFER TO R&PP ORIGINAL PENDING FILE N-10114	
0002	EXPANSION COMPLETED THROUGH LEGISLATION PL 108-424	
0003	RATHER THAN R&PP PROCESS	
0004	EXPAND CATHEDRAL GORGE ST PARK BY APPROX 166 ACRES	
0005	IDENTIFIED AS "NV STATE PARK EXPANSION PROPOSAL"	
0006	CONVEY FROM BLM TO NDSL UNDER PL 108-424 (SEC 501)	
0007	LEGISLATION ENACTED 11/30/2004 (LCCRDA) 6	
0008	ELY DO RMP (LR-10)	

"Refer to R&PP original pending file N-10114" "Expansion completed through legislation PL 108-424" "Rather than R&PP process"

It is our understanding, and we have not found anyone at the BLM State of Nevada Office, the Ely District Office or at the BLM State of California Office, who can explain why this R&PP notation was removed from the MTP.

We know that applications segregate the lands and in effect closed the lands to location, lease or entry under the mining and mineral leasing laws, and such lands can only be eliminated from the segregation with publishing in the Federal Register, the specify date and hour that

the lands would be available and open for mineral entry (43 CFR 2091.2-5), even if the original notation on the HIs or MTPs were made in error, which these do not appear to be in error.

#### III. COMMENTS

- A. This Report has been rendered at the request of and for the benefit of SRMG and may not be used or relied upon by any other party without consent from the office of SRMG, with written notice to Almar.
- B. In conducting the limited search using the computer data and program used and maintained by the Bureau of Land Management (BLM), and the Lincoln County Recorder's Office, we are not in any manner certifying the accuracy or completeness of the computer index systems or the entries made by the BLM or the Lincoln County Recorder's Office.
- C. We have performed no on-the-ground or on-site inspection or investigation of the Property, and we have no knowledge of its physical or environmental condition. We did not review the claim map(s) or any other documentation for any survey or mapping errors that might be revealed by such a review or through an on the ground survey or inspection. Any such error could lead to potential title problems.
- D. We have not researched, and have no knowledge of, the rights of persons in actual possession or use of the Property.
- E. We have not researched or attempted to map or locate the easements, rights-of-ways, or routes of access to the Property, or to determine their effect on the federal minerals under the Property.
- F. We have not determined the status of any corporation, limited liability company, partnership, organization, joint venture, limited liability partnership, or other business entity. We did not determine the identity or authority of any entity, to conduct business in the State of Nevada or the United States. We have not determined if the persons who executed documents on behalf of business entities were authorized to execute documents on behalf of those entities.
- G. We have not researched the status, validity, or effect on the federal minerals of any county, federal or state permits or licenses.

#### IV. <u>CONCLUSION</u>

This Report indicates to the best of our knowledge a summary of the title documents located in our research as in our scope of examination.

Opinions stated in this Report are professional opinions, not legal opinions, and are based upon industry practices and procedure for the records reviewed.

Legal counsel should be consulted regarding the interpretation of federal or state laws, and actions, and for legal opinions.

This Report is made without warranty of any kind or nature whatsoever, whether expressed or implied. Neither the documents nor this Report have been prepared or reviewed by an attorney.

This Report is for the exclusive use of the SRMG.

Respectfully submitted,

ALMAR PROFESSIONAL LAND SERVICES, INC.

Marty Miller

Certified Professional Landman #3759

#### **EXHIBIT 3**

### FORM OF QUITCLAIM DEED TO BE USED UNDER THIS AGREEMENT

See Recorded Document # 2018-155669