

WEST 4

54100.050

WINNEMUCCO



969 Wood Duck Ct.  
Santa Clara, Calif.  
95051 Aug. 3, 1974

Mr. Robin Hendrickson  
Petromineral Projects Inc.  
320 Kietzke Lane  
Reno, Nevada

Reference: Our phone conversation of Aug. 2, 1974 regarding West Coast Mine in Winnemucca

Dear Mr. Hendrickson,

Thank you again for your time and consideration in discussing West Coast Mine yesterday.

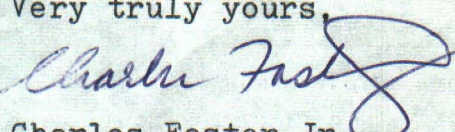
We had our meeting last night, as I indicated, and we are definitely interested in continuing to investigate possibilities of working out some kind of an arrangement between Petrominerals and our Joint Venture.

Please, therefore, keep West Coast Mine in your schedule of activities.

I would like to do what ever I can to assist in your investigation, and would like to be in Winnemucca when you are there. This may not be possible, due to the fact that I have a full time job with General Electric, but if I could arrange to be there I would like to. So, would you please keep me informed of your interest, and particularly of your schedule for visiting the mine. My home address is above, my home phone number is (408) 243-3557, and I can be reached during the day at G.E. at (408) 297-3000, ext. 3066. If you call and miss me, please leave a message and I will return the call.

I am looking forward to meeting you and our future dealings.

Very truly yours,

  
Charles Foster Jr.  
Secretary/Treasurer  
West Coast Mines Joint Venture



West Coast Mines Joint Venture  
969 Wood Duck Ct.  
Santa Clara, Calif.  
95051



Mr. Robin Hendrickson  
Petromineral Projects Inc.  
320 Kietzke Lane  
Reno, Nevada



969 Wood Duck Ct.  
Santa Clara, Calif.  
95051 Aug. 20, 1974

Mr. Robin Hendrickson  
Petromineral Projects Inc.  
320 Kietzke Lane  
Reno, Nevada

Subject: West Coast Mine in Winnemucca, Nevada

Reference: My letter of Aug. 3, 1974, to you, same subject

In our phone conversation early this month you indicated that you were interested in investigating the potential of West Coast mine. You also indicated that due to your heavy schedule you would not be in a position to make any commitments about it until you had had an opportunity to visit the mine and evaluate it. You further indicated that schedule commitments would preclude any such visit till late September.

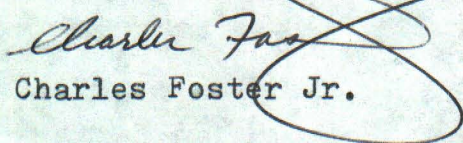
Even after my letter to you of August 3rd we had a fortunate turn of events which improved the position of the company which I represent. The meaning of all this is that we are ready for you to make your visit and anxious to discuss the results with you. I would take this opportunity to inquire if there is any preparatory work that is required on our part? For your information I can tell you that we currently have a hoist at the mine which could be used to raise and lower men and equipment -- but we currently do not have a generator to run it. We have, for the present, shut down operations and have returned the generator which we were renting. We are attempting to sell the major pieces of equipment which we procured. The hoist is among these. The point is that the hoist is there, now, and available if you have a generator that would run it. It is a 30 Hp, 3/60/440 VAC unit.

Even without the hoist there is access to all levels in the mine via a ladder, but it would be much more convenient if the hoist could be used. (by the way, if you, or any of your enterprises are interested in procuring a hoist, compressor or caterpillar-front loader we will be pleased to supply you with data and specifications.)

I will plan to call you early next week to see if you are in a position to schedule your visit, and to see if there is anything we can do in preparation for your visit. In the event you should wish to call me in the mean time I can be reached through General Electric Co. in San Jose, (408) 297-3000 ext. 3066. I will be glad to return your call if you happen to miss me, just leave a message with my secretary.

Looking forward to your visit, and hoping that I can meet you in the near future, I remain,

Very truly yours,

  
Charles Foster Jr.



st Coast Industries  
9 Wood Duck Ct.  
anta Clara, Calif.  
051



Mr. Robin Hendrickson  
Petromineral Projects Inc.  
320 Kietzke Lane  
Reno, Nevada



**PMP**

PETRO - MINERAL PROJECTS, INC.

706 MONROE ST.  
Stroudsburg, Pa. 18360  
Telephone: (717) 476-0341

1450 E. 2ND. ST.  
Reno, Nevada 89502  
Telephone: (702) 329-8477

EXPLORATION DEVELOPMENT PROPOSAL

WEST COAST MINES, INC.

APPROXIMATE DATE - OCTOBER 17, 1974

TO: WEST COAST MINES, JOINT VENTURE  
FROM: ROBIN HENDRICKSON, Vice President, Petro-Mineral Projects, Inc.

TERMS OF OPTION AGREEMENT:

One year exploration development period during which Petro-Mineral Projects will conduct activities on the property to determine the full potential. During this one year term Petro-Mineral Projects will conduct geologic, geochemical and geophysical surveys, including evaluation of the old mine workings above the present water level.

During the option period the owners will be allowed to mine the dump as per their agreement with Winnemucca Milling Company.

It is agreed that Petro-Mineral Projects can exercise to purchase the Lessor's interest in the mine and equipment at any time during the one year option period. If Petro-Mineral Projects elects to do so, it will make a down payment to be determined and the balance to be determined will be paid when the original lease is turned over to Petro-Mineral Projects.



Petro-Mineral Projects reserves the right to cancel the free option and enter into a lease, purchase or joint venture agreement at any time during the free option period. Petro-Mineral Projects also reserves the right to cancel, after the expenditure of certain sums of money, and/or completion of certain designated economic evaluations, the free option agreement.

It is agreed that the free option may be extended for an additional time, not to exceed six months' period in the event Petro-Mineral Projects is not fully able to evaluate the program within the one year term.

It is also agreed that during the free option period Petro-Mineral Projects will have no interest in the production from the dump of this property until they have exercised their option to enter into a lease, purchase or joint venture agreement with West Coast Mines Joint Venture.

If the above terms are favorable, we will have an agreement drawn up by our attorney which will become effective on date of signature.

Please contact me if you have any further questions or suggestions as to the terms of the agreement.



Robin Hendrickson  
Vice President, Operations  
Petro-Mineral Projects, Inc.



969 Wood Duck Ct.  
Santa Clara, Calif.  
95051 Dec. 30, 1974

Mr. R. Hendrickson  
Petro Minerals Projects, Inc.  
1450 E. 2nd Ave.  
Reno, Nevada 89502

Re: Petro Mineral Projects proposal to West Coast Mine Joint Venture

Dear Mr. Hendrickson,

Following is a compilation of comments made by West Coast Industries and Alpine Minerals companies, who form the West Coast Mine Joint Venture, regarding your proposal.

After carefully reviewing your proposal we would offer the following for incorporation into a working contract between Petro Minerals Projects, Inc., or their representatives, and West Coast Mine Joint Venture.

1. Geological mapping and data gathering to begin no later than January 1, 1975. (I understand from my phone conversation with Mr. Houdaseldt recently that this has already begun.) All results of said exploration to be made available to the WCMJV, such as assays, plots, maps, drawings, chemical analyses, etc., as they become available, or monthly.
2. Guaranteed and specified minimum amount, to be determined, to be spent on the exploration phase of the operation. Exploration drilling of a minimum of 2000 feet of drilling to begin on February 15, 1975.
3. Begin development work of pumping water from the shaft and drifting on the vein at the 910 level no later than June 15, 1975.
4. Begin mining operations on the 910 level no later than Sept. 1, 1975.
5. Begin erection of a mill no later than November 1, 1975.

Or, as an alternate program --

1. Petro Mineral Projects, or their representatives, to pay the WCMJV \$500 per month minimum royalty on a sublease for which we will assign to PMP, or its representatives, the property



west coast

on a 15% royalty basis for the remaining period of the lease, approximately 25 years.

Any and all negotiations leading up to a final contract between WCMJV and PMP, or their representatives, to involve representatives from both companies comprising WCMJV, specifically Alpine Minerals and West Coast Industries, along with any representatives you choose to represent your company and/or representatives. Any contract arrived at to be signed by representatives of both Alpine Minerals and West Coast Industries, plus parties representing the interests of PMP. Allowance must be made for timely termination of our existing contract with the Winnemucca Milling Co.

We trust that you will find these comments in keeping with your plans. In the event, however, that any specific comment or comments are not in keeping with your plans we would invite you to identify them and work with us to arrive at a satisfactory solution.

Very truly yours,



B. M. Clem  
Alpine Minerals Inc.



C. Foster Jr.  
West Coast Industries, Inc.

Please note:

This letter is not to be construed as part of a contract but as points of reference only.

B.M. Clem



969 Wood Duck Ct.  
Santa Clara, Calif.  
95051 Oct. 18, 1974

Mr. Robin Hendrickson,  
Vice President, Operations  
Petro-Mineral Projects, Inc.  
1450 E. 2nd St.  
Reno, Nevada 89502

Dear Mr. Hendrickson,

I wish to express my thanks, again, for your time and courtesies extended to Bill Clem and myself yesterday.

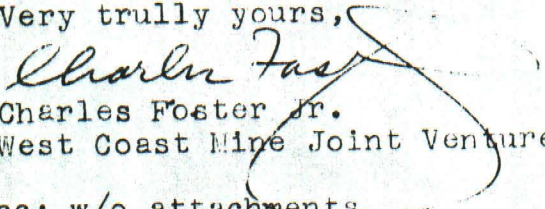
I am enclosing, per your request, copies of the milling company contract, our joint venture agreement with Alpine Minerals and the lease issued by West Coast Mine to Western Minerals.

For your information Bill and I have allocated ourselves two weeks to get our respective companies informed about your proposal and to get their reactions. Bill and I will then coordinate our responses into a single response which we will forward on to you. You should receive it shortly after the first of November.

In an effort to avoid any difficulty in understanding the milling contract may I call your attention to the bottom of the second page. The "Additional conditions of acceptance:", as typed, were added to the original proposal submitted by Winnemucca Milling Co. by West Coast Industries, and subsequently agreed to by Bill Clem, thus it represents the Joint Venture. The handwritten changes as added represent negotiated agreement by Jim Franklin, representing the Joint Venture, and J. Wrieden of the Milling Company. Thus, the original proposal as submitted by the Milling Company, amended as noted, is the accepted contract between our Joint Venture and the Milling Company.

If you need anything further please contact me and I will try to comply.

Very trully yours,

  
Charles Foster Jr.  
West Coast Mine Joint Venture

cc: w/o attachments  
D. Houdasheldt



# AGREEMENT

THIS JOINT VENTURE agreement, entered into on this 14th day of September 1973 by and between ALPINE MINERALS, INC. (a Nevada Corporation) and WEST COAST INDUSTRIES, INC. (a Nevada Corporation), WITNESSETH:

The Joint Venture will be known as the WEST COAST MINE JOINT VENTURE.

Purpose of the Joint Venture is to develop, mine or otherwise produce ore from the mining property covered by the attached lease (exhibit A).

West Coast Industries, Inc. will act as the financial party of the Joint Venture. It will require receipts for cash expenditures and will maintain the Joint Venture's accounts in accordance with good business practices. All subcontracts, receipts or other forms of expenditures as well as the Joint Venture's accounts may be checked or audited by either party to the Joint Venture at any time. The foregoing financial responsibility may be altered by mutual agreement of both parties to the Joint Venture.

Alpine Minerals, Inc. warrants that the lease (exhibit A) is in good standing at the time and date of this agreement.

The duration of this Joint Venture shall be from the date of signing of this agreement and shall continue until the lease on the mine (exhibit A) expires; unless a mutual agreement between the parties extends or reduces the duration.

Either party may resign from the Joint Venture by giving 30 days notice to the other, in writing, in which case the resigning party will forfeit all rights in the Joint Venture and all equities accrued to or accruing to the Joint Venture.

Alpine Minerals, Inc. will contribute a lease (exhibit A) in the form of a sublease for its contribution to the Joint Venture. West Coast Industries, Inc. will contribute \$50,000. in cash for its contribution to the Joint Venture. Expenditures by the Joint Venture will be limited development of the mine and production of ore from the mine covered by the lease (exhibit A) and will include expenditures such as: Equipment purchase or lease, workers salaries, book keeping expenses, expenses for Manager at Winnemucca, fuel, dynamite, maintenance, etc. Any further expenses, losses, liabilities, gains, profits and incomes from said mine will be borne and shared in the proportion as follows: sixty percent (60%) to Alpine Minerals, Inc. and forty percent (40%) to West Coast Industries, Inc.



# WINNEMUCCA MILLING CO.

CUSTOM ORE MILLING

P. O. BOX 1189  
WINNEMUCCA, NEVADA 89443  
702/623-5431

Aug. 17, 1974

West Coast Industries, Inc.  
Alpine Minerals Inc.  
West Coast Mine Jt. Venture  
969 Wood Duck Ct.  
Santa Clara, Calif. 95051

RE: Milling Proposal/ Contract

Gentlemen:

As President of Winnemucca Milling Company, I am searching for additional sources of "dump" or mined ore to run through our mill. At present, we are anticipating a start up date of approximately 1 September 1974.

Our milling capacity is between 100 and 125 tons of ore per day. Because of the unbelievable upward costs (almost daily) in the cost of milling chemicals, fuel, steel and numerous other items coupled with the almost unavailability of the items we must hold costs as near to a minimum as possible. I think the inter-company accountability problems will be minimized if we proceed in the following manner:

1. Ore to be purchased on a quarterly basis in quantities of approximately 12000 tons during each quarterly period. Subsequent quarterly purchases to be at the option of Winnemucca Milling Company up to a maximum of nine (9) quarters or 100,000 tons, whichever comes first.
2. The purchase price of the "dump" ore will be one dollar (1.00) per ton paid to seller upon final extraction of gold and silver by the smelter or Winnemucca Milling Company (if gold and silver is extracted at the Winnemucca Milling Company plant) and the receipt of monies by Winnemucca Milling Company.
3. The one dollar (\$1.00) per ton purchase price is to be increased or decreased on a quarterly basis in the same ratio as the selling price of gold and silver fluctuates from the first day of the beginning of the quarter to the last day of the quarter. September 1, 1974 will be used as the base for the one dollar (\$1.00) per ton price.
4. The ore is to be randomly selected from the dump by Winnemucca Milling Company using due diligence to avoid disturbing the physical integrity and usefulness of the remaining dump, roads, and associated mining facilities.



# WINNEMUCCA MILLING CO.

CUSTOM ORE MILLING

P. O. BOX 1189

WINNEMUCCA, NEVADA 89443

702/623-5431

5. The responsibility of monitoring the quantity of ore removed by Winnemucca Milling Company from the West Coast property is solely that of the West Coast Joint Venture and is to be done at the site of its removal or at a mutually agreed upon site.

This milling proposal/contract expires midnight 30 August 1974 and is to be returned to me prior to this date and time. In no way, either written or verbally, is this proposal/contract to be construed as a partnership, Joint venture, or anything other than two separate entities mutually working together to produce a favorable, profitable adventure.

Sincerely, *E. Wrieden*  
James Wrieden, President

Accepted as above: Subject to the conditions added below:  
*James Franklin*  
West Coast Industries, Inc

*August 19, 1974*  
Date

*Bill Clem*  
Alpine Minerals, Inc.

Date

Distribution:  
Bill Clem  
James Franklin  
Charles Foster  
Terry Walters  
Terry Batt  
Kevin Kyes  
Chris Lehner  
John Hunter

*changes under.*

Additional conditions of acceptance:

- 1) The right to terminate the contract with six months notice, and
- 2) The right to sell any additional quantities of ore from the dump to other interested parties. This contract is also subject to same conditions as found in provision #4 Above on page #1.

*(2) Two quarterly periods*

*Del of Aug '74*

*Del of*



Neither of the parties to the Joint Venture shall be empowered to assume any liabilities or make expenditures or encumber in any way, the properties, or equipment possessed by the Joint Venture or to make any expenditures beyond the initial \$50,000. contribution by West Coast Industries, Inc. In other words, all business affecting the Joint Venture shall be by unanimous decision of both of the parties.

In the event that either party defaults in the performance of this Joint Venture agreement, the remaining party, after giving a written notice to defaulting party and if such default is not corrected within 30 days, may assume full ownership of the Joint Venture with it's mining property lease and equipment. The defaulting party that does not correct such default in 30 days will not be reimbursed by the remaining party for funds already expended on the Joint Venture but will relinquish all it's right, title and interest in the Joint Venture and to the mining properties and equipment owned or being purchased by the Joint Venture.

WEST COAST INDUSTRIES, INC.

by \_\_\_\_\_

Date \_\_\_\_\_

ALPINE MINERALS, INC.

by \_\_\_\_\_

Date \_\_\_\_\_



THIS LEASE, made and entered into this 4th day of August, 1970, by and between WEST COAST MINES, INC., a California corporation, as first party, and Western Minerals Company, as second party,

W I T N E S S E T H :

That for and in consideration of the sum of Twenty-five hundred Dollars (\$2,500.00) paid to first party by second party, the receipt whereof is hereby acknowledged, and in further consideration of the rents, royalties, covenants and agreements hereinafter reserved, and by said second party to be paid, kept and performed, said first party has let, and by these presents does let, unto said second party, all of the following described mine and mining property situate in Humboldt County, State of Nevada, described as follows:

The West one-half ( $W\frac{1}{2}$ ), Northeast one-quarter ( $NE\frac{1}{4}$ ) and the North one-half ( $N\frac{1}{2}$ ) of the Southeast one-quarter ( $SE\frac{1}{4}$ ), of Section 1 Township 36N. Range 36 East, M. D. B. & M. and the following mining claims located in Barrett Springs Mining District, Humboldt County;

Pansy Lee, Pansy Lee Nos. 1, 2, 3 and Pansy Lee Fraction and Certificate of Appropriation of Water, No. 2576 recorded on March 7, 1941 in Book A Water Rights, Page 202 providing Lessor owns title to said Water Rights.

TO HAVE AND TO HOLD unto said second party for the term of thirty-five (35) years from the date hereof, unless sooner forfeited.

1. Second party shall pay to first party a ten percent (10%) royalty on all mineral, oil, gas or hydro carbon recoveries after deducting freight charges on ore and concentrate shipments, smelting charges and sampling, if any, and without deducting mining labor, materials, milling and/or trucking charges or any other charges whatsoever. Said payments shall be made within fifteen (15) days of receipt by second party of return from mine or smelter or other purchaser and shall be accompanied by a true



copy of said return; provided, however, that commencing on the 1st day of February, 1971, the minimum royalty payable under this lease shall be Five Hundred Dollars (\$500.00) per month, so that in each month that the aforesaid percentage royalty is less than Five Hundred Dollars (\$500.00), then second party shall nevertheless pay Five Hundred Dollars (\$500.00) for said month.

2. Second party agrees that within sixty (60) days after the date of this lease, to cause to be located and deeded to first party, additional mining claims located in the Barrett Springs mining district and formerly described as Pansy Lee Nos. 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15 and Pansy Lee Fractions Nos. 1, 2, and 3, providing any of said mining claims are open for filing location notices and it is further agreed that said additional mining claims shall be included as a part of this lease and subject to the terms thereof.

3. Second party further agrees to issue a deed to first party of any additional mining claims that are located for or on behalf of second party after the date of this lease, which are located in the same section as the mining claims described herein and said additional mining claims are to be included as a part of this lease and subject to the terms thereof.

4. Second party is granted the right to immediate and full possession and use of all of the aforesaid property and is entitled to prospect, explore, develop and/or mine the said property and extract therefrom any ores and/or minerals, oil and gas or hydro carbons that may be thereon and/or therein.

5. Second party shall have the right to co-mingle any ores that may be extracted from said property with ores extracted by it from other properties in the same immediate vicinity, in which case said ores shall be carefully weighed or measured, sampled and assayed, and true copies of the determinations made and as to the source of such ore shall be furnished to first party.



6. Second party shall, at his own cost and expense, without deducting in determining royalty to be paid to first party, perform all of the assessment work that is required and necessary, during the life of this lease, upon all of the mining claims which are described herein and which may be added hereto. Second party shall record in the office of the County Recorder of Humboldt County, not later than June 1st of each year, in affidavit form, notice of completion of the same and copies of such recording shall be furnished to first party.

7. First party shall have the right to post upon the said property all proper notices of non-responsibility.

8. All current taxes against land and improvements shall be prorated as of the date of this lease, and all other taxes levied upon or assessed against said property during the life of this lease shall be paid by second party.

9. Any and all work done by second party upon any and all of said mining claims and/or property shall be done in a good and minor like manner, with due regard to the preservation of said claims and/or property as a workable mine, and in this regard it is particularly agreed that second party shall not disturb any existing shaft pillars nor any extensions or additional installations thereof. Timbering shall be done where the safety of the mine requires, and any and all acts done and performed by second party under the terms of this lease shall be at the sole cost and expense of second party. First party shall have access to said claims and/or property and all workings therein and thereon at all reasonable times and may sample the ores being worked and all other ores exposed, but in such manner as not to interfere with the work of second party.

10. Second party hereby assumes and agrees to indemnify first party against any and all claims and demands of every kind and character for injury, loss or damage to the person, property or possessions of second party or of any of second party's employees or third persons arising out of any operation or use or



occupancy of property hereunder by second party, his employees or third persons.

11. Second party agrees to secure liability and property damage insurance in the amounts of \$100,000.00, each person and \$300,000.00 each occurrence for Bodily Injury and \$100,000.00 for Property Damage, naming first party as an additional insured and will submit a certificate of insurance as evidence of the existence of said insurance.

12. Second party shall be excused from complying with the terms, provisions and conditions of this lease to the extent to which it has been prevented by strikes, lockouts, acts of God or the elements and serious accidents and/or conditions which are beyond its control.

13. Second party will not permit any liens of any kind or nature to attach to said property by reason of its failure to pay promptly for all labor performed upon said property or for supplies furnished to be used by it in the mining and developing of said property. First party shall in no way be responsible for debts contracted by second party or for money due for labor, materials and/or supplies done or used on said property by second party. Second party shall at all times hold and protect first party free and harmless from and against any and all claims or liens for labor or materials furnished to second party during the life of this lease.

14. Second party shall have the right to terminate this lease at any time by the giving of a written notice to first party, through United States registered or certified mail, return receipt requested, at least thirty (30) days prior to the date of such termination, whereupon second party shall be released from all liability hereunder for future performance but shall continue liable for all accrued liabilities.

15. In the event of failure or refusal of second party to faithfully keep and perform each and all of the terms and conditions of this lease, then first party may send to second party,



by United States registered or certified mail, return receipt demanded, at 655 Monte Vista Drive, Reno, Nevada, a notice in writing which shall set forth the claimed failure or refusal of second party, and second party shall have a period of thirty (30) days from the receipt of said notice in writing within which to correct such failure or refusal in default of which first party shall have the right to terminate this lease and to take possession of said property.

16. In the event of termination of this lease by either party, all buildings and structures now owned by first party and on said property shall be returned to first party in as good a condition as at present, reasonable wear and tear and acts of God, the elements and accidents which are beyond control of second party excepted. All permanent improvements such as buildings and mine timbering which may have been placed upon or within said property by second party and all broken ore and/or tailings that may at that time be upon and/or within the said property shall be surrendered by second party and shall become the property of first party. All machines, equipment, tools and supplies that may have been placed and/or installed upon and/or within any part of said property by second party shall remain the sole property of second party and second party shall have one hundred and twenty (120) days from and after the date of termination of this lease within which to remove the same from said property.

17. Second party covenants with first party to mail to the State Inspector of Mines, at Carson City, Nevada, prior to commencement of mining operations, and not later than June 1st in each year during the term hereof, a written, detailed report showing (a) the character of the mine, (b) the number of men then employed and the estimated maximum number of men to be employed during the ensuing years, (c) the method of working the mining claims and property, and (d) the general condition thereof.



18. Second party shall promptly pay when due all wages for work done, and shall comply with all laws, both federal and State, pertaining to mining and milling operations, including but not limited to, the carrying and maintaining of Industrial Accident Insurance on employees, and, upon request, to provide written proof of such coverage to first party.

19. It is agreed that the filing of a petition in bankruptcy by second party, or the adjudication that the second party is bankrupt, or an assignment for the benefit of creditors, or the levy of an execution against the interest of of second party in said mining claims or property to enforce or satisfy any judgment against second party not stayed within thirty (30) days by an appeal bond shall permit the first party to cancel this lease, and second party shall forfeit all its rights to the possession of the mining claims and property, and neither this lease, nor any of the second party's right hereunder, shall ever be an asset of the estate of the second party in the event that it is bankrupt or files a petition in bankruptcy under the bankruptcy laws of the United States, or makes an assignment for the benefit of creditors.

20. If it is necessary for first party to enforce any of its rights hereunder or to secure compliance by second party of its obligations hereunder, second party agrees to pay a reasonable sum as and for attorneys fees as may be fixed by the court plus court costs,

21. This lease is assignable by the parties hereto and each and all of the terms, conditions, covenants and provisions herein mentioned shall inure to the benefit of, descend to and become binding upon the heirs, executors, administrators and assigns of the respective parties hereto.

22. Second party hereby acknowledges that it has examined the leased premises and knows the condition thereof, and has not relied upon any representations from any agents, employees or directors of first party as to the condition of property,



the presence of oil, gas minerals or hydro carbons on or in the leased premises, Second party hereby accepts the property in its present condition and first party shall not be required to perform any work or furnish and materials in order for second party to mine said leased premises.

23. This lease contains all of the agreements between the parties hereto, and neither party shall be bound by any oral statements or agreements relating to the lease of the property referred to herein.

IN WITNESS WHEREOF, the parties have executed this lease as of the day and year first above written.

WEST COAST MINES, INC.,

BY W. H. Siemer  
President

By Fred W. Links  
Secretary

WESTERN MINERALS COMPANY

BY Walter R. Allen

BY B. M. Allen

STATE OF CALIFORNIA,

County of Sacramento } ss.

On this 4th day of August in the year one thousand nine hundred and seventy

before me, Marguerite Meeks, a Notary Public,

State of California, duly commissioned and sworn, personally appeared

W. H. Siemer and Fred W. Links

known to me to be the President and Secretary

of the corporation described in and that executed the within instrument, and also known to me to be the person who executed the within instrument on behalf of the corporation therein named, and acknowledged to me that such corporation executed the same

IN WITNESS WHEREOF I have hereunto set my hand and affixed my official seal in the County of Sacramento the day and year in this certificate

first above written.

Marguerite Meeks Notary Public, State of California.

My Commission Expires March 11, 1972

MARGUERITE MECKS  
NOTARY PUBLIC - CALIFORNIA  
PRINCIPAL OFFICE IN  
SACRAMENTO COUNTY

My Commission Expires Mar. 11, 1972



Petro-Mineral Projects, Inc.  
Derrel W. Houdashelt

West Coast Mines--Re: Bill Clem

1. Krum Hills
2. Clem Mines<sup>th</sup>

Theses are the old Pansy Lee Claims located N.W. of Winnemucca in the Krum Hills area. In association with the Pansy Lee claims there is an 80 acre lease which is not held by West Coast Mines. It is held by Bill Clem. This 80 acres adjoins the Pansy Lee claims on the S.W. and the line is only a few feet from the Pansy Lee shaft.

The Pansy Lee shaft is dry at the 810 foot level and the ore sample furnished by Mr. Clem was taken from this level. Mr. Clem states that the 910 foot level is under water.

The mine was in operation during 1974 and was closed down about March 10<sup>th</sup>, 1974. There is about 70 tons of ore in the hopper and about 20 tons mined and piled at the 810 level.

Mr. Clem states that the proven ore on the 710 and 810 levels would be about 8,000 tons. At \$150.00 gold and \$5.00 silver the 8,000 tons are valued at \$50.00 per ton for a total gold-silver value of \$400,000.00.

The arsenic content of the 8,000 tons of ore is 5% while the arsenic content of the water in the 910 level is 900ppm (Humboldt Laboratory) The ASARCO smelter at Helena Montana has agreed to accept 150 tons of mine run ore per month.

Mr. Clem has a flow sheet from American Cyanide for selective flotation to recover the Au, Ag, Pb and Zy. He is putting in about 50 TPD mill on the outskirts of Winnemucca. This mill will be about 17 miles from the Pansy Lee shafts.

The mine is well equipped and has a high rating from the inspector attached to the F.B. of M. The hoist is a Coeur d'Alene. The 600 compressor is an Atlas, Copco. The generator is a 60 KW powered by a cummins diesel. A 955 Caterpillar truck laying front loader is also part of the mine equipment.

It is my understanding that West Coast Mines may be interested in a joint venture project. They may need management help on the mining, and financing help with the mill. If Petro-Mineral Projects, Inc., is interested in this operation Mr. Clem will come to Reno for a meeting. Mr. Clem is currently living in Winnemucca.

Mr. Clem said he can bring all pertinent records such as shipping receipts, assay reports, etc., to such a meeting. His address is :  
P.O. Box 1189 -- Winnemucca, Nev. 89445. --- Tel.623-5661



WEST COAST MINE SAMPLE

74-524A

Dump Sample

A 3' foot gouge sample taken 3' down from top of dump. Location is at ore bin. Sample did not show mineralization.  
Au = 0.01 oz./ton                      Ag = 0.1 oz./ton

74-524B

Vein Rock

A mix of vein rock chip samples taken from the 710 level and 810 level. Taken from both the north and south tunnels.  
Au = 0.14 oz./ton                      Ag = 6.1 oz. /ton

74-524C

Vein Material

Taken from recent test workings on the north and south tunnels of the 810 levels.  
Au = 0.05 oz./ton                      Ag = 1.4 oz./ton

74-524D

Loose samples picked up from recent workings on the 710 level. Identified by William Clem as mill grade ore.  
Au = 0.29 oz./ton                      Ag = 1.7 oz./ton



969 Wood Duck Ct.  
Santa Clara, Calif.  
95051 Nov. 8, 1974

Mr. Robin Hendrickson  
Mr. Darryl Houdasheldt  
Petro Mineral Projects, Inc.  
1450 E. 2nd Ave.  
Reno, Nevada 89502

Gentlemen:

My last letter to you on the subject of West Coast Mine indicated that we would be responding to your initial proposal shortly after the first of November.

Bill and I have not yet resolved, between us (each representing our companies) exactly how we wish to respond. It is for this reason that we have not yet replied.

Be advised that we are working on it and will reply just as quickly as we reach agreement.

Very truly yours,



Charles Foster Jr.  
West Coast Mine Joint Venture



Jim

Petro-Mineral Projects, Inc.  
Derrel W. Houdashelt

West Coast Mines--Re: Bill Clem

1. Krum Hills
2. Clem Mines

Theses are the old Pansy Lee Claims located N.W. of Winnemucca in the Krum Hills area. In association with the Pansy Lee claims there is an 80 acre lease which is not held by West Coast Mines. It is held by Bill Clem. This 80 acres adjoins the Pansy Lee claims on the S.W. and the line is only a few feet from the Pansy Lee shaft.

The Pansy Lee shaft is dry at the 810 foot level and the ore sample furnished by Mr. Clem was taken from this level. Mr. Clem states that the 910 foot level is under water.

The mine was in operation during 1974 and was closed down about March 10<sup>th</sup>, 1974. There is about 70 tons of ore in the hopper and about 20 tons mined and piled at the 810 level.

Mr. Clem states that the proven ore on the 710 and 810 levels would be about 8,000 tons. At \$150.00 gold and \$5.00 silver the 8,000 tons are valued at \$50.00 per ton for a total gold-silver value of \$400,000.00.

The arsenic content of the 8,000 tons of ore is 5% while the arsenic content of the water in the 910 level is 900ppm (Humboldt Laboratory) The ASARCO smelter at Helena Montana has agreed to accept 150 tons of mine run ore per month.

Mr. Clem has a flow sheet from American Cyanide for selective flotation to recover the Au, Ag, Pb and Zy. He is putting in about 50 TPD mill on the outskirts of Winnemucca. This mill will be about 17 miles from the Pansy Lee shafts.

The mine is well equipped and has a high rating from the inspector attached to the F.B. of M. The hoist is a Coeur d'Alene. The 600 compressor is an Atlas, Copco. The generator is a 60 KW powered by a cummins diesel. A 955 Caterpillar truck laying front loader is also part of the mine equipment.

It is my understanding that West Coast Mines may be interested in a joint venture project. They may need management help on the mining, and financing help with the mill. If Petro-Mineral Projects, Inc., is interested in this operation Mr. Clem will come to Reno for a meeting. Mr. Clem is currently living in Winnemucca.

Mr. Clem said he can bring all pertinent records such as shipping receipts, assay reports, etc., to such a meeting. His address is : P.O. Box 1189 -- Winnemucca, Nev. 89445. --- Tel. 623-5661

*D.W.H.*



969 Wood Duck Ct.  
Santa Clara, Calif.  
95051 Dec. 18, 1974

Mr. Daryl Houdasheldt  
Petro Minerals Projects, Inc.  
1450 E. Second Avenue  
Reno, Nevada 89502

Dear Daryl,

This is to confirm our just completed phone conversation in which I indicated to you that I would be forwarding to you shortly a letter containing some conditions for consideration for any agreement we may ultimately come to. Please review them in the light of your recommendations to Strausburg, when you receive them, and get back to me if further negotiations are needed.

It was very encouraging to hear your comments about Robin's visit to the mine with the geologists.

Any portions of the report, mapping, or what have you that you can pass on to us, without revealing any proprietary information, will be most appreciated. If you will send it to me at the above address I will see that copies go to Bill Clem and Jim Franklin, at least, and possibly to the rest of our investors if that meets with your approval.

Good talking to you,



Charles Foster Jr.  
Secty/Treas WCMJV



969 Wood Duck Ct.  
Santa Clara, Calif.  
95051 Oct. 18, 1974

Mr. Robin Hendrickson,  
Vice President, Operations  
Petro-Mineral Projects, Inc.  
1450 E. 2nd St.  
Reno, Nevada 89502

Dear Mr. Hendrickson,

I wish to express my thanks, again, for your time and courtesies extended to Bill Clem and myself yesterday.

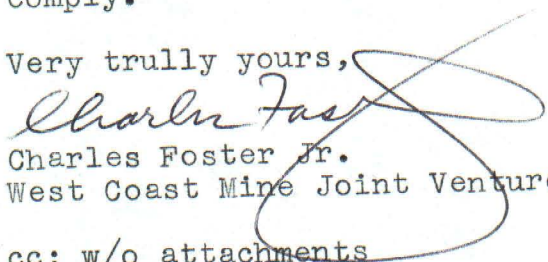
I am enclosing, per your request, copies of the milling company contract, our joint venture agreement with Alpine Minerals and the lease issued by West Coast Mine to Western Minerals.

For your information Bill and I have allocated ourselves two weeks to get our respective companies informed about your proposal and to get their reactions. Bill and I will then coordinate our responses into a single response which we will forward on to you. You should receive it shortly after the first of November.

In an effort to avoid any difficulty in understanding the milling contract may I call your attention to the bottom of the second page. The "Additional conditions of acceptance:", as typed, were added to the original proposal submitted by Winnemucca Milling Co. by West Coast Industries, and subsequently agreed to by Bill Clem, thus it represents the Joint Venture. The handwritten changes as added represent negotiated agreement by Jim Franklin, representing the Joint Venture, and J. Wrieden of the Milling Company. Thus, the original proposal as submitted by the Milling Company, amended as noted, is the accepted contract between our Joint Venture and the Milling Company.

If you need anything further please contact me and I will try to comply.

Very trully yours,

  
Charles Foster Jr.  
West Coast Mine Joint Venture

cc: w/o attachments  
D. Houdasheldt



## AGREEMENT

THIS JOINT VENTURE agreement, entered into on this 14th day of September 1973 by and between ALPINE MINERALS, INC. (a Nevada Corporation) and WEST COAST INDUSTRIES, INC. (a Nevada Corporation), WITNESSETH:

The Joint Venture will be known as the WEST COAST MINE JOINT VENTURE.

Purpose of the Joint Venture is to develop, mine or otherwise produce ore from the mining property covered by the attached lease (exhibit A).

West Coast Industries, Inc. will act as the financial party of the Joint Venture. It will require receipts for cash expenditures and will maintain the Joint Venture's accounts in accordance with good business practices. All subcontracts, receipts or other forms of expenditures as well as the Joint Venture's accounts may be checked or audited by either party to the Joint Venture at any time. The foregoing financial responsibility may be altered by mutual agreement of both parties to the Joint Venture.

Alpine Minerals, Inc. warrants that the lease (exhibit A) is in good standing at the time and date of this agreement.

The duration of this Joint Venture shall be from the date of signing of this agreement and shall continue until the lease on the mine (exhibit A) expires; unless a mutual agreement between the parties extends or reduces the duration.

Either party may resign from the Joint Venture by giving 30 days notice to the other, in writing, in which case the resigning party will forfeit all rights in the Joint Venture and all equities accrued to or accruing to the Joint Venture.

Alpine Minerals, Inc. will contribute a lease (exhibit A) in the form of a sublease for its contribution to the Joint Venture. West Coast Industries, Inc. will contribute \$50,000. in cash for its contribution to the Joint Venture. Expenditures by the Joint Venture will be limited development of the mine and production of ore from the mine covered by the lease (exhibit A) and will include expenditures such as: Equipment purchase or lease, workers salaries, book keeping expenses, expenses for Manager at Winnemucca, fuel, dynamite, maintenance, etc. Any further expenses, losses, liabilities, gains, profits and incomes from said mine will be borne and shared in the proportion as follows: sixty percent (60%) to Alpine Minerals, Inc. and forty percent (40%) to West Coast Industries, Inc.



Neither of the parties to the Joint Venture shall be empowered to assume any liabilities or make expenditures or encumber in any way, the properties, or equipment possessed by the Joint Venture or to make any expenditures beyond the initial \$50,000. contribution by West Coast Industries, Inc. In other words, all business affecting the Joint Venture shall be by unanimous decision of both of the parties.

In the event that either party defaults in the performance of this Joint Venture agreement, the remaining party, after giving a written notice to defaulting party and if such default is not corrected within 30 days, may assume full ownership of the Joint Venture with it's mining property lease and equipment. The defaulting party that does not correct such default in 30 days will not be reimbursed by the remaining party for funds already expended on the Joint Venture but will relinquish all it's right, title and interest in the Joint Venture and to the mining properties and equipment owned or being purchased by the Joint Venture.

WEST COAST INDUSTRIES, INC.

by \_\_\_\_\_

Date \_\_\_\_\_

ALPINE MINERALS, INC.

by \_\_\_\_\_

Date \_\_\_\_\_



# WINNEMUCCA MILLING CO.

CUSTOM ORE MILLING

P. O. BOX 1189  
WINNEMUCCA, NEVADA 89443  
702/623-5431

Aug. 17, 1974

West Coast Industries, Inc.  
Alpine Minerals Inc.  
West Coast Mine Jt. Venture  
969 Wood Duck Ct.  
Santa Clara, Calif. 95051

RE: Milling Proposal/ Contract

Gentlemen:

As President of Winnemucca Milling Company, I am searching for additional sources of "dump" or mined ore to run through our mill. At present, we are anticipating a start up date of approximately 1 September 1974.

Our milling capacity is between 100 and 125 tons of ore per day. Because of the unbelievable upward costs (almost daily) in the cost of milling chemicals, fuel, steel and numerous other items coupled with the almost unavailability of the items we must hold costs as near to a minimum as possible. I think the inter-company accountability problems will be minimized if we proceed in the following manner:

1. Ore to be purchased on a quarterly basis in quantities of approximately 12000 tons during each quarterly period. Subsequent quarterly purchases to be at the option of Winnemucca Milling Company up to a maximum of nine (9) quarters or 100,000 tons, whichever comes first.
2. The purchase price of the "dump" ore will be one dollar (1.00) per ton paid to seller upon final extraction of gold and silver by the smelter or Winnemucca Milling Company (if gold and silver is extracted at the Winnemucca Milling Company plant) and the receipt of monies by Winnemucca Milling Company.
3. The one dollar (\$1.00) per ton purchase price is to be increased or decreased on a quarterly basis in the same ratio as the selling price of gold and silver fluctuates from the first day of the beginning of the quarter to the last day of the quarter. September 1, 1974 will be used as the base for the one dollar (\$1.00) per ton price.
4. The ore is to be randomly selected from the dump by Winnemucca Milling Company using due diligence to avoid disturbing the physical integrity and usefulness of the remaining dump, roads, and associated mining facilities.



# WINNEMUCCA MILLING CO.

CUSTOM ORE MILLING

P. O. BOX 1189

WINNEMUCCA, NEVADA 89449

702/623-5431

5. The responsibility of monitoring the quantity of ore removed by Winnemucca Milling Company from the West Coast property is solely that of the West Coast Joint Venture and is to be done at the site of its removal or at a mutually agreed upon site.

This milling proposal/contract expires midnight 30 August 1974 and is to be returned to me prior to this date and time. In no way, either written or verbally, is this proposal/contract to be construed as a partnership, Joint venture, or anything other than two separate entities mutually working together to produce a favorable, profitable adventure.

Sincerely, *E. Wrieden*  
James Wrieden, President

Accepted as above: Subject to the conditions added below:  
*James Franklin*  
West Coast Industries, Inc.

*August 19, 1974*  
Date

*B. M. Clem*  
Alpine Minerals, Inc.

Date

Distribution:  
Bill Clem  
James Franklin  
Charles Foster  
Terry Walters  
Terry Batt  
Kevin Kyes  
Chris Lehner  
John Hunter

*changes under.*

Additional conditions of acceptance:

- 1) The right to terminate the contract with ~~six months~~ <sup>(2) Two quarterly</sup> notice, and
- 2) The right to sell any additional quantities of ore from the dump to other interested parties. *This condition also subject to same limitations as found in provision #4 Above on page #1.*

*Jul 74*



THIS LEASE, made and entered into this 4th day of August, 1970, by and between WEST COAST MINES, INC., a California corporation, as first party, and Western Minerals Company, as second party,

W I T N E S S E T H :

That for and in consideration of the sum of Twenty-five hundred Dollars (\$2,500.00) paid to first party by second party, the receipt whereof is hereby acknowledged, and in further consideration of the rents, royalties, covenants and agreements hereinafter reserved, and by said second party to be paid, kept and performed, said first party has let, and by these presents does let, unto said second party, all of the following described mine and mining property situate in Humboldt County, State of Nevada, described as follows:

The West one-half ( $W\frac{1}{2}$ ), Northeast one-quarter ( $NE\frac{1}{4}$ ) and the North one-half ( $N\frac{1}{2}$ ) of the Southeast one-quarter ( $SE\frac{1}{4}$ ), of Section 1 Township 36N. Range 36 East, M. D. B. & M. and the following mining claims located in Barrett Springs Mining District, Humboldt County;

Pansy Lee, Pansy Lee Nos. 1, 2, 3 and Pansy Lee Fraction and Certificate of Appropriation of Water, No. 2576 recorded on March 7, 1941 in Book A Water Rights, Page 202 providing Lessor owns title to said Water Rights.

TO HAVE AND TO HOLD unto said second party for the term of thirty-five (35) years from the date hereof, unless sooner forfeited.

1. Second party shall pay to first party a ten percent (10%) royalty on all mineral, oil, gas or hydro carbon recoveries after deducting freight charges on ore and concentrate shipments, smelting charges and sampling, if any, and without deducting mining labor, materials, milling and/or trucking charges or any other charges whatsoever. Said payments shall be made within fifteen (15) days of receipt by second party of return from mine or smelter or other purchaser and shall be accompanied by a true



copy of said return; provided, however, that commencing on the 1st day of February, 1971, the minimum royalty payable under this lease shall be Five Hundred Dollars (\$500.00) per month, so that in each month that the aforesaid percentage royalty is less than Five Hundred Dollars (\$500.00), then second party shall nevertheless pay Five Hundred Dollars (\$500.00) for said month.

2. Second party agrees that within sixty (60) days after the date of this lease, to cause to be located and deeded to first party, additional mining claims located in the Barrett Springs mining district and formerly described as Pansy Loe Nos. 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15 and Pansy Loe Fractions Nos. 1, 2, and 3, providing any of said mining claims are open for filing location notices and it is further agreed that said additional mining claims shall be included as a part of this lease and subject to the terms thereof.

3. Second party further agrees to issue a deed to first party of any additional mining claims that are located for or on behalf of second party after the date of this lease, which are located in the same section as the mining claims described herein and said additional mining claims are to be included as a part of this lease and subject to the terms thereof.

4. Second party is granted the right to immediate and full possession and use of all of the aforesaid property and is entitled to prospect, explore, develop and/or mine the said property and extract therefrom any ores and/or minerals, oil and gas or hydro carbons that may be thereon and/or therein.

5. Second party shall have the right to co-mingle any ores that may be extracted from said property with ores extracted by it from other properties in the same immediate vicinity, in which case said ores shall be carefully weighed or measured, sampled and assayed, and true copies of the determinations made and as to the source of such ore shall be furnished to first party.



6. Second party shall, at his own cost and expense, without deducting in determining royalty to be paid to first party, perform all of the assessment work that is required and necessary, during the life of this lease, upon all of the mining claims which are described herein and which may be added hereto. Second party shall record in the office of the County Recorder of Humboldt County, not later than June 1st of each year, in affidavit form, notice of completion of the same and copies of such recording shall be furnished to first party.

7. First party shall have the right to post upon the said property all proper notices of non-responsibility.

8. All current taxes against land and improvements shall be prorated as of the date of this lease, and all other taxes levied upon or assessed against said property during the life of this lease shall be paid by second party.

9. Any and all work done by second party upon any and all of said mining claims and/or property shall be done in a good and miner like manner, with due regard to the preservation of said claims and/or property as a workable mine, and in this regard it is particularly agreed that second party shall not disturb any existing shaft pillars nor any extensions or additional installations thereof. Timbering shall be done where the safety of the mine requires, and any and all acts done and performed by second party under the terms of this lease shall be at the sole cost and expense of second party. First party shall have access to said claims and/or property and all workings therein and thereon at all reasonable times and may sample the ores being worked and all other ores exposed, but in such manner as not to interfere with the work of second party.

10. Second party hereby assumes and agrees to indemnify first party against any and all claims and demands of every kind and character for injury, loss or damage to the person, property or possessions of second party or of any of second party's employees or third persons arising out of any operation or use or



occupancy of property hereunder by second party, his employees or third persons.

11. Second party agrees to secure liability and property damage insurance in the amounts of \$100,000.00, each person and \$300,000.00 each occurrence for Bodily Injury and \$100,000.00 for Property Damage, naming first party as an additional insured and will submit a certificate of insurance as evidence of the existence of said insurance.

12. Second party shall be excused from complying with the terms, provisions and conditions of this lease to the extent to which it has been prevented by strikes, lockouts, acts of God or the elements and serious accidents and/or conditions which are beyond its control.

13. Second party will not permit any liens of any kind or nature to attach to said property by reason of its failure to pay promptly for all labor performed upon said property or for supplies furnished to be used by it in the mining and developing of said property. First party shall in no way be responsible for debts contracted by second party or for money due for labor, materials and/or supplies done or used on said property by second party. Second party shall at all times hold and protect first party free and harmless from and against any and all claims or liens for labor or materials furnished to second party during the life of this lease.

14. Second party shall have the right to terminate this lease at any time by the giving of a written notice to first party, through United States registered or certified mail, return receipt requested, at least thirty (30) days prior to the date of such termination, whereupon second party shall be released from all liability hereunder for future performance but shall continue liable for all accrued liabilities.

15. In the event of failure or refusal of second party to faithfully keep and perform each and all of the terms and conditions of this lease, then first party may send to second party,



by United States registered or certified mail, return receipt demanded, at 655 Monte Vista Drive, Reno, Nevada, a notice in writing which shall set forth the claimed failure or refusal of second party, and second party shall have a period of thirty (30) days from the receipt of said notice in writing within which to correct such failure or refusal in default of which first party shall have the right to terminate this lease and to take possession of said property.

16. In the event of termination of this lease by either party, all buildings and structures now owned by first party and on said property shall be returned to first party in as good a condition as at present, reasonable wear and tear and acts of God, the elements and accidents which are beyond control of second party excepted. All permanent improvements such as buildings and mine timbering which may have been placed upon or within said property by second party and all broken ore and/or tailings that may at that time be upon and/or within the said property shall be surrendered by second party and shall become the property of first party. All machines, equipment, tools and supplies that may have been placed and/or installed upon and/or within any part of said property by second party shall remain the sole property of second party and second party shall have one hundred and twenty (120) days from and after the date of termination of this lease within which to remove the same from said property.

17. Second party covenants with first party to mail to the State Inspector of Mines, at Carson City, Nevada, prior to commencement of mining operations, and not later than June 1st in each year during the term hereof, a written, detailed report showing (a) the character of the mine, (b) the number of men then employed and the estimated maximum number of men to be employed during the ensuing years, (c) the method of working the mining claims and property, and (d) the general condition thereof.



18. Second party shall promptly pay when due all wages for work done, and shall comply with all laws, both federal and State, pertaining to mining and milling operations, including but not limited to, the carrying and maintaining of Industrial Accident Insurance on employees, and, upon request, to provide written proof of such coverage to first party.

19. It is agreed that the filing of a petition in bankruptcy by second party, or the adjudication that the second party is bankrupt, or an assignment for the benefit of creditors, or the levy of an execution against the interest of of second party in said mining claims or property to enforce or satisfy any judgment against second party not stayed within thirty (30) days by an appeal bond shall permit the first party to cancel this lease, and second party shall forfeit all its rights to the possession of the mining claims and property, and neither this lease, nor any of the second party's right hereunder, shall ever be an asset of the estate of the second party in the event that it is bankrupt or files a petition in bankruptcy under the bankruptcy laws of the United States, or makes an assignment for the benefit of creditors.

20. If it is necessary for first party to enforce any of its rights hereunder or to secure compliance by second party of its obligations hereunder, second party agrees to pay a reasonable sum as and for attorneys fees as may be fixed by the court plus court costs,

21. This lease is assignable by the parties hereto and each and all of the terms, conditions, covenants and provisions herein mentioned shall inure to the benefit of, descend to and become binding upon the heirs, executors, administrators and assigns of the respective parties hereto.

22. Second party hereby acknowledges that it has examined the leased premises and knows the condition thereof, and has not relied upon any representations from any agents, employees or directors of first party as to the condition of property,



the presence of oil, gas minerals or hydro carbons on or in the leased premises, Second party hereby accepts the property in its present condition and first party shall not be required to perform any work or furnish and materials in order for second party to mine said leased premises.

23. This lease contains all of the agreements between the parties hereto, and neither party shall be bound by any oral statements or agreements relating to the lease of the property referred to herein.

IN WITNESS WHEREOF, the parties have executed this lease as of the day and year first above written.

WEST COAST MINES, INC.,

BY W. H. Siemer  
President

BY Fred W. Links  
Secretary

WESTERN MINERALS COMPANY

BY Robert K. Cline

BY R. M. Cline

STATE OF CALIFORNIA,

County of Sacramento ss.

On this 4th day of August in the year one thousand nine hundred and seventy

before me, Marguerite Meeks, a Notary Public,

State of California, duly commissioned and sworn, personally appeared

W. H. Siemer and Fred W. Links

known to me to be the President and Secretary

of the corporation described in and that executed the within instrument, and also known to me to be

the person who executed the within instrument on behalf of the corporation therein named, and

acknowledged to me that such corporation executed the same.

IN WITNESS WHEREOF I have hereunto set my hand and affixed my official seal in the

County of Sacramento the day and year in this certificate first above written.

MARGUERITE MECKS

NOTARY PUBLIC - CALIFORNIA  
PRINCIPAL OFFICE IN  
SACRAMENTO COUNTY

My Commission Expires Mar. 11, 1972

Marguerite Meeks

Notary Public, State of California.

Cowdery's Form No. 28—(Acknowledgment—Corporation).  
(C. C. Secs. 1190-1190.1)

My Commission Expires March 11, 1972



MEMORANDUM

TO: JIM KEIGHLEY  
ROB HENDRICKSON  
DERREL HOUDASHELT

We have a 9:30/10:00 AM meeting with West Coast Mine people:

Charles Foster

Bill Clem

? Nichols

on October 17th (Thursday) this office.

DERREL



W. A. BOWES & ASSOCIATES  
P. O. BOX 160, Steamboat Spgs.  
Colorado 80477

# SEMIQUANTITATIVE SPECTROGRAPHIC ANALYSIS

INSTRUMENT: WADSWORTH MOUNTED, JARRELL-ASH, 1.5 METER, DC ARC EMISSION SPECTROGRAPH  
Fe, Mg, Ca, Ti, Na, K, Si & AL reported in %, all other elements reported in PPM

FILM NO. 94-13

DATE 7-20-73

Plate No.	Office No.	Field No.	Au	Ag	Cu	Pb	Zn	Mo	Fe	W	Ni	Co	Cr	Cd	As	Sb	Mn	V	Bi	Sn	Zr	B	Ba	Be	La	Nb	Sc	Sr	Y	Ca	Mg	Ti	Na	K	Si	Al	P
0	Reference	7080	N	30	800	100	3000	100	2	N	30	30	100	N	N	500	200	70	N	N	100	2	1500	3	N	L	N	200	N	L	.3	.2	.3	.7	.30	.7	.1
1	33692	FHSS-1	N	N	20	200	N	N	2	N	10	N	50	N	N	N	700	50	N	10	150	70	300	3	N	10	N	100	N	.4	.2	.4	1.5	1	30	.7	.1
2	33693	2	N	N	15	50	N	N	1.5	N	10	N	30	N	N	N	500	70	N	N	200	70	300	3	N	10	N	200	N	.4	.2	.4	1.5	1	G	.7	L
3	33694	3	N	N	7	30	N	N	1	N	5	N	30	N	N	N	300	50	N	N	200	70	700	5	N	10	10	200	N	.5	.1	.5	1.5	1	G	.7	L
4	33695	4	N	N	5	20	N	N	1	N	10	N	30	N	N	N	200	50	N	N	150	50	200	2	N	10	N	100	N	.3	.1	.4	1.5	1	G	.7	L
5	33696	5	N	N	10	70	N	N	1	N	10	N	30	N	N	N	300	50	N	N	100	30	500	3	N	10	N	200	N	.5	.2	.3	1.5	1	G	.7	L
6	33697	NSSS-3	N	N	15	10	N	N	4	N	20	N	50	N	N	N	500	70	N	N	100	30	200	3	N	10	N	100	N	.07	.4	.3	1	1	25	.7	.1
7	33698	4	N	N	10	10	N	N	4	N	10	N	50	N	N	N	500	100	N	N	500	30	500	3	N	10	10	100	N	.07	.2	.5	1	1	30	.7	.1
8	33699	5	N	N	15	30	N	N	3	N	10	N	50	N	N	N	2000	100	N	N	150	50	500	3	N	10	10	100	N	.3	.3	.5	1	1	G	.8	L
9	33700	6	N	N	40	50	N	N	5	N	20	N	70	N	N	N	3000	100	N	N	150	70	500	5	N	10	10	200	N	.3	1	.4	1.5	2	G	.8	L
10	33701	7	N	N	30	50	N	N	5	N	10	N	70	N	N	N	4000	100	N	N	100	70	700	3	N	10	10	200	N	.3	.3	.4	1	1.5	G	.8	.1
11	33702	8	N	N	15	20	N	N	3	N	10	N	30	N	N	N	300	70	N	N	200	50	200	3	N	10	N	200	N	.3	.2	.4	1	.7	G	.7	L
12	33703	9	N	N	20	30	N	N	2	N	10	N	30	N	N	N	200	70	N	N	300	50	300	5	N	10	L	200	N	.3	.2	.4	1	.7	G	.7	L
13	33704	10	N	N	20	30	N	N	3	N	10	N	30	N	N	N	200	70	N	N	100	70	300	5	N	10	L	200	N	.3	.2	.4	1	.7	G	.8	L
14	33705	CVF NSR-7	N	N	20	10	N	N	3	N	30	N	70	N	N	N	300	70	N	N	100	L	700	3	N	10	N	300	N	.5	1	.4	2	2	G	.8	L
15	33706	8	N	N	15	30	N	N	3	N	10	N	50	N	N	N	300	50	N	N	50	L	700	10	N	10	L	300	N	3	1.5	.3	3	2	G	10	L
16	33707	9	N	N	10	50	N	N	1.5	N	10	N	30	N	N	N	100	50	N	N	50	L	500	3	N	10	N	100	N	.4	.3	.1	3	4	G	.9	.1
17	33708	10	N	N	10	20	N	N	2	N	10	N	30	N	N	N	1000	50	N	N	50	10	50	3	N	10	N	100	N	L	.3	.3	1	1	G	.7	N
18	33709	11	N	N	50	30	N	N	2	N	5	N	30	N	N	N	100	30	N	N	20	L	N	2	N	10	N	100	N	.3	.05	.05	1	N	G	.2	.5
19	33710	SINGLE SAMPLE 12E	N	N	5	30	L	N	4	N	50	30	70	N	N	N	2000	70	N	N	50	30	100	5	N	10	10	100	N	.07	1	.3	1	3	30	.8	N
20	33711	BA9-SAMPLE 12	N	N	60	150	N	N	1.5	N	10	N	30	N	N	N	2000	50	N	N	20	L	N	2	N	10	N	2000	N	10	.2	.1	.2	N	30	.2	N
21	33712	13	N	N	30	20	N	N	3	N	50	20	70	N	N	N	500	70	N	N	150	50	500	5	N	10	10	200	N	.7	1	.4	2	2	30	.8	L
22	33713	13A	N	N	150	70	L	N	4	N	50	30	100	N	4000	N	500	100	N	N	70	50	700	5	N	10	10	200	N	1	2	.4	2	3	30	.9	L
23	33714	14	N	L	5	100	N	N	.5	N	10	N	20	N	2000	N	50	30	N	N	50	10	N	2	N	10	N	L	N	L	.05	.05	N	N	G	1	N

Lower Detection Limit 10 0.5 5 10 200 5 0.05% 50 5 10 20 20 200 100 10 10 10 10 10 10 10 2 20 10 5 100 10 0.05 0.02% .001% 0.2% 0.5% 1% 0.5% .1%

N - Not detected L - Detected, but below limit of determination G - Greater than value shown

REMARKS

JOB NO:

Start 724

CUSTOMER:

Hendrickson

KEYPUNCH CODE

ANALYST

J. Hancock



W. A. BOWES & ASSOCIATES  
P. O. BOX 160, Steamboat Spgs.  
Colorado 80477

# SEMIQUANTITATIVE SPECTROGRAPHIC ANALYSIS

INSTRUMENT: WADSWORTH MOUNTED, JARRELL-ASH, 1.5 METER, DC ARC EMISSION SPECTROGRAPH  
Fe, Mg, Ca, Ti, Na, K, Si & AL reported in %, all other elements reported in PPM

FILM NO. 95-13  
DATE 7-20-73

Fe, Mg, Ca, Ti, Na, K, Si & AL reported in %, all other elements reported in PPM																																					
Plate No.	Office No.	Field No.	Au	Ag	Cu	Pb	Zn	Mo	Fe	W	Ni	Co	Cr	Cd	As	Sb	Mn	V	Bi	Sn	Zr	B	Ba	Be	La	Nb	Sc	Sr	Y	Ca	Mg	Ti	Na	K	Si	Al	P
0	Reference	7080	N	30	1000	500	3000	100	2	N	30	30	100	N	N	500	70	70	N	N	70	L	1500	3	N	L	N	200	N	L	.3	.2	.3	7	30	7	.1
1	33715	NSR-15	N	N	20	30	N	N	2	N	20	N	70	N	N	N	700	70	N	N	200	20	300	3	N	10	N	200	N	1	.1	.3	2	1	60	7	L
2	33716	T 16	N	N	20	10	N	N	2	N	20	N	70	N	N	N	500	50	N	N	100	20	200	3	N	10	N	200	N	1.5	.3	.3	1.5	1	6	7	L
3	33717	17	N	N	10	10	N	N	2	N	20	N	100	N	5000	N	300	70	N	N	150	20	500	3	N	10	N	200	N	.3	.3	.4	2	2	6	8	L
4	33718	18	N	N	30	20	N	N	2	N	20	N	70	N	300	N	300	70	N	N	200	20	300	3	N	10	N	200	N	.7	.3	.3	2	1.5	6	8	L
5	33719	19	N	N	30	50	N	N	1	N	10	N	20	N	N	N	200	30	N	N	N	N	N	N	N	10	N	200	N	1.5	.05	.01	N	N	6	1	N
6	33720	20	N	N	15	20	N	N	3	N	30	N	30	N	N	N	500	30	N	N	20	20	300	3	N	10	N	200	N	1	1	.2	2	1.5	6	8	L
7	33721	21	N	N	15	20	N	N	2	N	20	N	50	N	N	N	500	50	N	N	200	20	500	5	N	10	10	200	N	2	1	.3	2	1.5	6	9	L
8	33722	22	N	5	200	300	500	N	3	N	30	20	100	N	N	N	700	70	N	N	50	30	1000	3	N	10	10	100	N	.5	2	.3	1	4	30	9	L
9	33723	23	N	N	15	20	N	N	1.5	N	5	N	20	N	N	N	200	20	N	15	50	L	N	100	N	10	N	L	N	.5	.2	.05	3	3	6	8	12
10		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
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Lower Detection Limit			10	0.5	5	10	200	5	0.05%	50	5	10	20	20	200	100	10	10	10	10	10	10	10	2	20	10	5	100	10	0.05	0.02%	.001%	0.2%	0.5%	1%	0.5%	1%
N - Not detected			L - Detected, but below limit of determination G - Greater than value shown																																		

N - Not detected

L - Detected, but below limit of determination

G - Greater than value shown

REMARKS

JOB NO:

CUSTOMER:

KEYPUNCH CODE

ANALYST

Serial 724  
Hendrickson

J. Hancock





**SPECOMP**  
**SERVICES, INC.**  
WILLIAM A. BOWES and ASSOCIATES  
P.O. Box 160 • Steamboat Springs,  
Colorado 80477 • 303-879-0286

# SEMIQUANTITATIVE SPECTROGRAPHIC ANALYSIS

INSTRUMENT: WADSWORTH MOUNTED, JARRELL-ASH, 1.5 METER, DC ARC EMISSION SPECTROGRAPH  
Fe, Mg, Ca, Ti, Na, K, Si, Al & P reported in %, all other elements reported in PPM

FILM NO. 62-15-B

DATE 11-13-74

			SECTION OF ELECTROGRAPH																												DATE							
Plate No.	Office No.	Field No.	Au	Ag	Cu	Pb	Zn	Mo	Fe	W	Ni	Co	Cr	Cd	As	Sb	Mn	V	Bi	Sn	Zr	B	Ba	Be	La	Nb	Sc	Sr	Y	Ca	Mg	Ti	Na	K	Si	Al	P	
0	Reference		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1	44044	113-1	N	N	40	30	2000	5	10.	N	100	50	150	N	3000	700	300	100	N	N	50	20	N	10	N	10	20	100	20	1.5	.2	.2	.5	N	30.	2.	.3	
2	44045	-2	L	300	700	3000	2000	L	2.	N	30	N	200	200	1000	1000	150	70	N	N	150	200	100	3	N	10	N	100	N	.2	.2	.2	.2	.7	30.	2.	L	
3	44046	3	N	10	50	200	1000	5	5.	N	70	50	200	N	500	500	200	70	N	N	200	100	700	5	N	10	L	200	10	.2	.2	.4	N	1.	30.	4.	L	
4	44047	114-1	N	200	600	1000	2000	L	1.5	N	10	N	200	100	G	1500	100	70	N	N	150	100	200	3	N	10	N	100	N	.1	.1	.1	N	L	30.	1.	N	
5	44048	2	N	300	1000	4000	10000	L	2.	N	50	N	200	500	G	1500	150	100	N	N	150	200	700	5	20	10	20	100	20	.3	.3	.4	N	2.	30.	5.	N	
6	44049	3	L	700	2000	7000	10000	50	10.	N	20	N	200	300	G	7000	150	70	N	N	N	200	100	3	N	10	N	100	N	.2	.2	.1	N	N	30.	2.	N	
7	44050	4	N	15	50	150	1500	L	4.	N	50	20	200	N	G	500	150	100	N	N	100	300	1000	5	N	10	10	100	N	.2	.4	.5	1.	1.5	30.	7.	N	
8	44051	5	N	10	30	50	1000	L	4.	N	70	50	200	N	1000	700	300	100	N	N	300	300	1000	7	50	10	30	100	50	.4	.4	.7	.7	1.5	30.	7.	N	
9	44052	6	N	20	100	1500	700	L	4.	N	50	20	200	N	1000	300	500	100	N	N	100	500	700	5	N	10	L	100	N	.3	.4	.4	.5	1.5	30.	7.	N	
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Lower Detection Limit			10	0.5	5	10	200	5	0.05%	50	5	10	20	20	200	100	10	10	10	10	10	10	10	2	20	10	5	100	10	0.05	0.02%	.001%	0.2%	0.5%	1%	0.5%	.1%	
N - Not detected			L - Detected, but below limit of determination																																			
			G - Greater than value shown																																			

REMARKS

JOB NO: 1066

KEYPUNCH CODE

CUSTOMER: Petro Mineral Projects ANALYST: A Hancock